

**MURREE BREWERY COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2008**

**9.4 Payable to pension fund**

Note	2008 (Rs.'000)	2007 (Rs.'000)
	<b>19,410</b>	18,718
	<b>(16,177)</b>	(13,858)
	<b>3,233</b>	4,860
	<b>(2,188)</b>	(3,099)
	<b>(1,144)</b>	(1,248)
<b>17.1</b>	<b>(99)</b>	513

The amount recognized in the balance sheet is as follows:

Present value of defined benefit obligation	<b>19,410</b>	18,718
Fair value of plan assets	<b>(16,177)</b>	(13,858)
Deficit of the fund	<b>3,233</b>	4,860
Unrecognized actuarial loss	<b>(2,188)</b>	(3,099)
Past service cost not recognised	<b>(1,144)</b>	(1,248)
Net (asset)/ liability at end of the year	<b>(99)</b>	513

The changes in the present value of defined benefit obligation are as follows:

Present value of defined benefit obligation at beginning of the year	<b>18,718</b>	12,628
Current service cost	<b>368</b>	648
Interest cost	<b>1,872</b>	1,136
Actuarial loss	<b>-</b>	5,724
Benefits paid	<b>(1,548)</b>	(1,418)
Present value of defined benefit obligation at end of the year	<b>19,410</b>	18,718

The changes in the fair value of plan assets are as follows:

Fair value of plan assets at beginning of the year	<b>13,858</b>	936
Contributions by the Company	<b>1,570</b>	14,378
Benefits paid	<b>(1,548)</b>	(1,418)
Expected return	<b>1,437</b>	-
Actuarial gain/ (loss)	<b>860</b>	(38)
Fair value of plan assets at end of the year	<b>16,177</b>	13,858

The Company expects to contribute Rs. 1.565 million to its defined benefit pension plan in next year.

Expense recognised in profit and loss account:

Current service cost	<b>368</b>	648
Interest cost	<b>1,872</b>	1,136
Expected return on plan assets	<b>(1,437)</b>	-
Net actuarial loss/(gain) recognised	<b>51</b>	(100)
Past service cost recognised	<b>104</b>	104
	<b>958</b>	1,788

Plan assets comprise of:

Units in open end funds	<b>14,954</b>	13,137
Cash at banks	<b>1,223</b>	721
	<b>16,177</b>	13,858

Comparison of present values of defined benefit obligation, fair value of plan assets and surplus or deficit of pension fund for five years is as follows:

	2008	2007	2006	2005	2004
	(Rs.'000)				
Present value of defined benefit obligation	19,410	18,718	18,718	12,154	12,222
Fair value of plan assets	(16,177)	(13,858)	(936)	(1,061)	-
Deficit/ (surplus)	<b>3,233</b>	<b>4,860</b>	<b>17,782</b>	<b>11,093</b>	<b>12,222</b>
Experienced adjustments on obligation	-	(5,724)	125	(931)	(262)
Experienced adjustments on plan assets	860	(38)	-	-	-