

**MURREE BREWERY COMPANY LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE SIX MONTHS ENDED 31 DECEMBER 2007**

	Six months ended	
	31 Dec 07 (Rs. '000)	31 Dec 06 (Rs. '000)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before tax	111,198	76,313
<b>Adjustment for non-cash items:</b>		
Depreciation	39,656	44,994
Provision for staff retirement benefits	1,588	1,207
Other income from financial assets	(7,637)	(7,201)
Finance cost	292	104
Unrealised gain on investments at fair value through profit or loss	(9,085)	(2,452)
Profit on disposal of property, plant and equipment	(543)	(272)
	<b>24,271</b>	<b>36,380</b>
<b>Operating profit before working capital changes</b>	<b>135,469</b>	<b>112,693</b>
(Decrease)/ increase in trade debts	3,539	(14,132)
(Decrease)/ increase in advances and other receivables	4,801	(14,992)
Increase in stock and spare parts	(44,213)	(31,935)
Decrease in current liabilities	(33,325)	(48,631)
	<b>(69,198)</b>	<b>(109,690)</b>
<b>Cash generated from operations</b>	<b>66,272</b>	<b>3,003</b>
Finance cost paid	(292)	(104)
Staff retirement benefits paid	(3,043)	(1,796)
Income tax paid	(12,894)	(25,068)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>50,042</b>	<b>(23,965)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(31,358)	(28,847)
Sales proceeds of property, plant and equipment	1,472	1,987
(Decrease)/ increase in long term deposits and advances	288	(139)
Increase in short term investments	(69,929)	(24,968)
Return on deposits/ dividend income	7,637	7,640
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(91,890)</b>	<b>(44,327)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of finance leases	(1,088)	(1,069)
Dividend paid	(28,183)	(39,487)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(29,271)</b>	<b>(40,556)</b>
Net decrease in cash and cash equivalents	<b>(71,118)</b>	<b>(108,848)</b>
Cash and cash equivalents at beginning of the period	<b>147,108</b>	<b>139,044</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>75,990</b>	<b>30,196</b>

The annexed notes 1 to 12 form an integral part of this financial information.

**DIRECTOR**

**CHIEF EXECUTIVE**