

MURREE BREWERY COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS ENDED 31 DECEMBER 2007

7 COST OF SALES	Note	Six months ended 31 Dec 2007			Six months ended	
		Liquor (Rs. '000)	Glass (Rs. '000)	Tops (Rs. '000)	31 Dec 07 (Rs. '000)	31 Dec 06 (Rs. '000)
Raw material consumed	7.1	331,124	32,739	193,994	557,857	468,482
Stores and spares consumed		2,867	8,282	50	11,199	9,158
Fuel and power		19,548	38,041	3,239	60,828	65,509
Salaries, wages and other benefits		15,361	10,482	6,467	32,310	24,734
Repair and maintenance		5,058	9,375	4,407	18,840	19,736
Other manufacturing overhead		1,929	2,903	1,708	6,540	5,775
Depreciation		13,935	11,368	8,508	33,811	38,935
		389,822	113,190	218,373	721,385	632,329
Work in process						
Opening stock		139,180	529	2,997	142,706	106,922
Closing stock		(164,154)	(529)	(6,221)	(170,904)	(123,397)
		(24,974)	-	(3,224)	(28,198)	(16,475)
Cost of goods manufactured		364,848	113,190	215,149	693,187	615,854
Add: Opening stock of finished goods		7,535	2,458	9,585	19,578	10,861
Less: Closing stock of finished goods		(10,485)	(20,457)	(11,825)	(42,767)	(25,554)
		(2,950)	(17,999)	(2,240)	(23,189)	(14,693)
		361,898	95,191	212,909	669,998	601,161
Less: Interdivisional transfers		(74,333)	-	(67,107)	(141,440)	(124,270)
		287,565	95,191	145,802	528,558	476,891
7.1 Raw material consumed						
Opening stock of raw material		115,471	7,177	62,708	185,356	138,068
Purchases		327,188	30,999	191,930	550,117	482,183
		442,659	38,176	254,638	735,473	620,251
Less: Closing stock of raw material		(111,535)	(5,437)	(60,644)	(177,616)	(151,769)
		331,124	32,739	193,994	557,857	468,482

8 EARNINGS PER SHARE - BASIC AND DILUTED	Quarter Ended		Six months ended	
	31 Dec 07	31 Dec 06 (Restated)	31 Dec 07	31 Dec 06 (Restated)

There is no dilutive effect on the basic earnings per share of the Company, which is based on :

Net profit for the period - Rupees in ('000)	17,139	14,309	77,004	50,386
Weighted average number of shares - Numbers	11,928,374	11,928,374	11,928,374	11,928,374
Earnings per share - Rupees	1.44	1.20	6.46	4.22

For the purpose of computing earnings per share, the number of shares for the previous periods have been restated for the effect of bonus shares issued during the period.

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9 ADDITIONAL INFORMATION ON DIVISIONS

The detail of utilization of the Company assets by the divisions as well as related liabilities is as follows:

	Liquor Division (Rs. '000)	Glass Division (Rs. '000)	Tops Division (Rs. '000)	Unallocated (Rs. '000)	Total (Rs. '000)
Assets					
31 December 2007	969,428	162,270	241,988	261,394	1,635,080
30 June 2007	1,002,066	162,213	258,023	186,967	1,609,269
Liabilities					
31 December 2007	226,985	22,949	47,473	137,717	435,124
30 June 2007	233,990	19,616	81,317	97,169	432,092
Capital expenditure					
31 December 2007	28,310	1,058	1,990	-	31,358
31 December 2006	16,256	10,823	9,986	-	37,065
Depreciation					
31 December 2007	16,738	11,472	11,446	-	39,656
31 December 2006	15,276	18,883	10,835	-	44,994

10 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise directors, key management personnel, major shareholders, entities over which the directors are able to exercise influence and employees' fund. Transactions with related parties during the period are as follows:

	Six months ended	
	31 Dec 07 (Rs. '000)	31 Dec 06 (Rs. '000)
Transactions with associated companies under common directorship		
Lease installments paid	415	112
Commission paid	5,040	2,793
Purchase of raw and packing materials	17,451	15,993
Services provided	520	440
Services acquired	210	120
Investments in open ended mutual fund	35,000	-
Transactions with other related parties		
Contribution to staff provident fund	438	558
Remuneration including perquisites of chief executive	601	915
Remuneration including perquisites of Directors	1,027	792

11 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Company in their meeting held on 28 February 2008.

12 General

Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.

Director

Chief Executive