

MURREE BREWERY COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE NINE MONTHS ENDED 31 MARCH 2011

8 COST OF SALES	Note	Nine months ended 31 Mar 2011			Nine months ended	
		Liquor (Rs. '000)	Glass (Rs. '000)	Tops (Rs. '000)	31 March 11 (Rs. '000)	31 March 10 (Rs. '000)
Raw material consumed	8.1	854,533	108,014	417,271	1,379,819	1,142,920
Stores and spares consumed		5,557	25,315	103	30,974	33,093
Fuel and power		66,414	101,298	10,013	177,725	133,755
Salaries, wages and other benefits		38,136	19,864	12,849	70,849	62,798
Repair and maintenance		11,392	9,636	7,514	28,542	45,388
Other manufacturing overhead		6,100	6,378	3,466	15,944	13,942
Depreciation		29,742	47,918	16,910	94,570	82,163
		1,011,874	318,425	468,126	1,798,423	1,514,059
Work in process						
Opening stock		233,920	585	5,784	240,289	237,423
Closing stock		(258,218)	(585)	(11,922)	(270,725)	(254,715)
		(24,298)	-	(6,138)	(30,435)	(17,292)
Cost of goods manufactured		987,577	318,425	461,988	1,767,988	1,496,767
Add: Opening stock of finished goods		19,524	21,399	12,872	53,794	44,212
Less: Closing stock of finished goods		(17,899)	(29,191)	(26,989)	(74,078)	(60,827)
		1,625	(7,792)	(14,117)	(20,284)	(16,615)
		989,202	310,633	447,870	1,747,703	1,480,152
Less: Interdivisional transfers		(235,283)	-	(115,114)	(350,397)	(324,856)
		753,919	310,633	332,756	1,397,306	1,155,296
8.1 Raw material consumed						
Opening stock of raw material		190,280	9,263	100,892	300,435	211,244
Purchases		898,670	107,936	412,209	1,418,814	1,263,970
		1,088,950	117,199	513,101	1,719,250	1,475,214
Less: Closing stock of raw material		(234,417)	(9,184)	(95,829)	(339,430)	(332,295)
		854,533	108,014	417,271	1,379,819	1,142,920

9 EARNINGS PER SHARE - BASIC AND DILUTED	Quarter Ended		Nine months ended	
	31 March 11	31 March 10 (Restated)	31 March 11	31 March 10 (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)	129,023	79,496	300,720	206,044
Weighted average number of shares - Numbers	17,320,100	17,320,100	17,320,100	17,320,100
Earnings per share - Rupees	7.45	4.59	17.36	11.90

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

10 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 March 2011	3,796,723	352,207	445,172	142,902	4,737,004
30 June 2010	3,596,061	315,322	474,529	77,412	4,463,324
Liabilities					
31 March 2011	285,459	31,714	67,089	338,719	722,981
30 June 2010	219,304	26,987	74,456	357,099	677,846
Capital expenditure					
31 March 2011	116,507	16,525	38,199	-	171,231
31 March 2010	55,642	32,446	39,104	-	127,192
Depreciation					
31 March 2011	36,349	48,026	20,282	-	104,657
31 March 2010	31,212	45,443	14,419	-	91,074

11 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 March 11 (Rs. '000)	31 March 10 (Rs. '000)
Transactions with associated companies under common directorship		
Lease installments paid	793	879
Commission paid	19,357	16,506
Payment on account of above	17,680	13,481
Purchase of raw and packing materials	75,569	62,181
Payment of raw and packing material	75,569	62,028
Services acquired	2,481	1,405
Investments in open ended mutual fund		
Transactions with other related parties		
Contribution to staff provident fund	1,035	948
Remuneration of key management personnel	10,416	6,815

12 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 29 April 2011

13 General

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

Chief Executive

Director