

**MURREE BREWERY COMPANY LIMITED
DIRECTORS' REPORT TO THE SHAREHOLDERS**

I have pleasure in presenting the un-audited report for the first quarter ended 30th September, 2011.

The Company's performance with the corresponding quarter of the previous year (referred as previous) was as follows:

	(Million Rupees)		
	Three months ended September, 30th		
	2011	% increase/(decrease)	2010
Gross Sales	1,047	9.75%	954
Gross Profit	211	(1.40%)	214
Profit before tax	115	(18.50%)	141
Profit after tax	76	(11.62%)	85
Earning per share - Rupees	4.38		4.94

Gross sales increased due to Tops Division turnover, but profit decreased due to reduction in gross profit of PMFL & higher distribution costs.

Keeping in view the difficult operating conditions particularly the electricity & gas load shedding and the problem with Punjab Excise Department on the purchase of spirit in bond which remains unresolved. The directors consider the financial and operational performance of the company for the quarter under review to be reasonable.

Attention of the shareholders is also invited to the Director's Report for the year ended June 30, 2011 dated 30th September, 2011 which provides a detailed review of the company's operations.

For and on behalf of the Board

Rawalpindi
Dated:- October 28, 2011

Chairman