

**MURREE BREWERY COMPANY LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2008**

	2008 (Rs.'000)	2007 (Rs.'000)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before taxation	296,616	259,898
Adjustments for:		
Depreciation	73,510	91,203
Provision for staff retirement benefits	4,437	5,255
Profit on deposits/ dividend income/ capital gain	(10,484)	(15,142)
Finance cost	707	674
Unrealized gain on re-measurement of investments at fair value through profit or loss	(4,916)	(21,140)
Gain on disposal of property, plant and equipment	(2,262)	(2,065)
	<b>60,992</b>	<b>58,785</b>
Operating profit before working capital changes	<b>357,608</b>	<b>318,683</b>
Increase in trade debts	(33,721)	(15,245)
Decrease/ (increase) in advances and short term prepayments	23,099	(38,823)
Increase in stores and spare parts	(3,458)	(1,193)
Increase in stock in trade	(145,024)	(78,568)
	<b>(159,104)</b>	<b>(133,829)</b>
Increase in trade and other payables	35,563	35,471
Cash generated from operations	<b>234,067</b>	<b>220,325</b>
Finance cost paid	(707)	(674)
Staff retirement benefits paid	(6,646)	(18,030)
Income taxes paid	(77,285)	(43,077)
<b>NET CASH GENERATED FROM OPERATING ACTIVITIES</b>	<b>149,429</b>	<b>158,544</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(130,816)	(57,609)
Proceeds on disposal of property, plant and equipment	5,141	3,958
Increase in long term deposits and advances	293	(434)
Securities purchased under resale agreement	-	(30,000)
Securities sold under resale agreement	-	54,095
Purchase/ sale of investments at fair value through profit or loss - net	(14,283)	(85,149)
Profit on deposits/ dividends received	11,046	14,997
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(128,619)</b>	<b>(100,142)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of finance leases	(2,101)	(3,015)
Dividend paid	(52,128)	(47,323)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(54,229)</b>	<b>(50,338)</b>
Net (decrease)/ increase in cash and cash equivalents	<b>(33,419)</b>	<b>8,064</b>
Cash and cash equivalents at beginning of the year	<b>147,108</b>	<b>139,044</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>113,689</b>	<b>147,108</b>

29

The annexed notes 1 to 35 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR