

MURREE BREWERY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2008

12 Property, plant and equipment

	Owned							Leased		Grand	
	Freehold land	Building on freehold land	Plant, machinery and equipment	Furniture, fixtures and equipment	Motor	Vehicles	Capital work in progress (note: 13.5)	Sub total	Motor	Vehicles	Total
	(Rs. '000)										
Original cost/ reassessed value											
Balance as at 01 July 2006	287,833	108,771	515,494	10,091	39,404	6,268	967,861	6,971		974,832	
Additions	-	7,760	37,251	1,119	5,591	5,888	57,609	5,671		63,280	
Disposals	-	-	(4,752)	(9)	(6,139)	-	(10,900)	-		(10,900)	
Transfers/ adjustments	-	-	8,006	-	2,802	(8,006)	2,802	(2,802)		-	
Balance as at 30 June 2007	287,833	116,531	555,999	11,201	41,658	4,150	1,017,372	9,840		1,027,212	
Balance as at 01 July 2007	287,833	116,531	555,999	11,201	41,658	4,150	1,017,372	9,840		1,027,212	
Revaluation surplus	2,032,668	32,242	42,919	-	-	-	2,107,829	-		2,107,829	
Additions	-	7,023	35,267	1,083	6,098	81,345	130,816	-		130,816	
Transfers	-	-	33,778	-	-	(33,778)	-	-		-	
Disposals	-	-	(1,096)	-	(5,263)	-	(6,359)	-		(6,359)	
Adjustments	-	-	(516)	-	2,396	-	1,880	(2,396)		(516)	
Balance as at 30 June 2008	2,320,501	155,796	666,351	12,284	44,889	51,717	3,251,538	7,444		3,258,982	
Depreciation											
Balance as at 01 July 2006	-	38,196	134,448	6,362	18,636	-	197,642	3,573		201,215	
Depreciation charge for the year	-	10,486	71,169	898	7,632	-	90,185	1,018		91,203	
Disposals	-	-	(4,601)	(8)	(4,398)	-	(9,007)	-		(9,007)	
Adjustments	-	-	-	-	1,612	-	1,612	(1,612)		-	
Balance as at 30 June 2007	-	48,682	201,016	7,252	23,482	-	280,432	2,979		283,411	
Balance as at 01 July 2007	-	48,682	201,016	7,252	23,482	-	280,432	2,979		283,411	
Depreciation charge for the year	-	9,700	54,278	836	7,073	-	71,887	1,623		73,510	
Disposals	-	-	(111)	-	(3,370)	-	(3,481)	-		(3,481)	
Adjustments	-	-	(516)	-	1,560	-	1,044	(1,560)		(516)	
Balance as at 30 June 2008	-	58,382	254,667	8,088	28,745	-	349,882	3,042		352,924	
Carrying amounts - 2007	287,833	67,849	354,983	3,949	18,176	4,150	736,940	6,861		743,801	
Carrying amounts - 2008	2,320,501	97,414	411,684	4,196	16,144	51,717	2,901,656	4,402		2,906,058	

Rates of depreciation - 5-10% 10-20% 10-33.3% 20% - 20%

12.1 The Company had its lands and buildings revalued in 1991, 1992, 1995, 2002 and 2007 by independent valuers on market value basis and plant and machinery revalued in 1991, 1992, 1995, 2002 and 2007 by independent valuers on replacement cost basis. These revaluations resulted in net surplus of Rs. 21.577 million, Rs. 38.478 million, Rs. 15.396 million, Rs. 376.885 million and Rs 2,107.829 million respectively.

12.2 Land includes 2 kanals and 3 marlas given to Army Housing Colony by the Military Estate Office (MEO) for construction of a housing colony. This has been stated at 2002 revalued amount in these financial statements which come to Rs. 2,523,240. The Company had filed a case against MEO for this unauthorised occupation. The court of Civil Judge, Rawalpindi has decreed against MEO for vacating the land. The management is confident that the final outcome of this matter will be in the Company's favour.