

MURREE BREWERY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

7.1 The Company has leased vehicles from Atlas Investment Bank Limited ("an associated undertaking"), Bank Alfalah Limited and Askari Leasing Limited. The lease term for these arrangements is 3 years. All leases carry markup ranging from 13.27% to 17.64% per annum (2008: 8% to 13.43% per annum). The rentals are payable in thirty six monthly installments upto 01 April 2012. At the end of the lease term, the Company has the option to acquire the assets on payment of all installments. Minimum lease payments outstanding at the year end include Rs. 1.3 million (2008: Rs. 2.22 million) payable to an associated undertaking.

8 DEFERRED LIABILITIES - STAFF RETIREMENT BENEFITS	2009 (Rs.'000)	2008 (Rs.'000)
Provision for gratuity	15,769	14,494

The amount recognized in the balance sheet is as follows:

Present value of defined benefit obligation	16,333	14,327
Unrecognized actuarial (loss)/ gain	(564)	167
Net liability at end of the year	15,769	14,494

The movement in the present value of defined benefit obligation is as follows:

Present value of defined benefit obligation at beginning of the year	14,494	16,202
Charge for the year	2,423	2,491
Benefits paid during the year	(1,148)	(4,199)
Present value of defined benefit obligation at end of the year	15,769	14,494

Expense recognized in profit and loss account:

Current service cost	990	887
Interest cost	1,433	1,604
	2,423	2,491

Comparison of present values of defined benefit obligation for five years is as follows:

	2009	2008	2007	2006	2005
	(Rs.'000)				
Present value of defined benefit obligation	16,333	14,327	16,035	15,948	15,999

9 DEFERRED TAXATION	2009 (Rs.'000)	2008 (Rs.'000)
Taxable temporary differences:		
Surplus on revaluation of property plant and equipment	32,748	39,865
Accelerated depreciation	118,174	72,971
	150,922	112,836
Deductible temporary differences:		
Provision for employee benefits and finance leases	(13,393)	(12,816)
	137,529	100,020