

MURREE BREWERY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011

14 INVESTMENT PROPERTY	2011 (Rs.'000)	2010 (Rs.'000)
Opening balance	96,405	78,207
Acquisitions made during the year	17,697	18,198
Deficit on remeasurment of investment property to fair value	(2,953)	-
	111,149	96,405

An independent exercise was carried out to assess the fair value of investment property. Fair value of investment property is based on independent valuer's judgment about average prices prevalent on the said date and has been prepared on openly available / provided information after making relevant inquiries from the market. Valuation was carried by an independent valuer who holds a recognized and relevant professional qualification and has recent experience in the location and category of the investment property being valued.

15 LONG TERM ADVANCES - CONSIDERED GOOD	Note	2011 (Rs.'000)	2010 (Rs.'000)
To employees - secured		5,521	1,874
Less: Due within one year, shown under current assets	19	(827)	(328)
		4,694	1,546

15.1 These advances carry interest @ 11% per annum (2010: 11% per annum) and are repayable in periods up to three years.

15.2 These advances include advances given to executives amounting to Rs. 2.73 million (2010: Rs. nil)

16 STORES, SPARE PARTS AND LOOSE TOOLS	Note	2011 (Rs.'000)	2010 (Rs.'000)
Stores		44,840	22,264
Spare parts and loose tools		37,395	47,731
Stores in transit		-	2,389
		82,235	72,384

17 STOCK IN TRADE

Raw material		455,899	302,202
Provision for stock obsolescence		(1,767)	(1,767)
		454,132	300,435
Work in process		34,402	32,507
Stock under maturation	17.1	227,986	207,782
Finished goods		34,363	53,795
Stock in transit		48,459	877
		799,342	595,396

17.1 A substantial portion of malt whisky will not be sold within one year because of the duration of the aging process. All malt whisky is classified as stock under maturation and is included in current assets, although portion of such inventories may be aged for periods greater than one year which is the usual time period. Warehousing, insurance and other carrying charges applicable to malt whisky held for aging is included in inventory cost.

18 TRADE DEBTS - UNSECURED	Note	2011 (Rs.'000)	2010 (Rs.'000)
Considered good		55,285	38,885
Considered doubtful		2,424	2,424
		57,709	41,309
Less: Provision for doubtful debts		(2,424)	(2,424)
		55,285	38,885

19 ADVANCES - CONSIDERED GOOD

Advances to employees - secured		1,797	5,416
Current portion of long term advances - secured	15	827	328
Advances to suppliers		12,719	13,192
		15,343	18,936