

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

		2011 (Rs.'000)	2010 (Rs.'000)		
20 OTHER RECEIVABLES	Note				
Receivable from pension fund	20.1	3,836	2,708		
Others		-	1,079		
		<u>3,836</u>	<u>3,787</u>		
20.1 Receivable from pension fund					
The amount recognized in the balance sheet is as follows:					
Present value of defined benefit obligation	20.1.2	14,271	16,451		
Fair value of plan assets	20.1.3	(18,243)	(19,543)		
Surplus of the fund		(3,972)	(3,092)		
Unrecognized actuarial gain		968	1,320		
Past service cost not recognized		(832)	(936)		
Net assets at end of the year	20.1.1	<u>(3,836)</u>	<u>(2,708)</u>		
20.1.1 The movement in net asset recognized is as follows:					
Opening net asset		(2,708)	(1,018)		
Income for the year		(274)	(49)		
Contributions by the Company		(854)	(1,641)		
Closing net asset		<u>(3,836)</u>	<u>(2,708)</u>		
20.1.2 The movement in the present value of defined benefit obligation are as follows:					
Present value of defined benefit obligation at beginning of the year		16,451	15,856		
Current service cost recognised during the year		196	175		
Interest cost recognised during the year		2,025	2,061		
Actuarial loss recognised during the year		(2,652)	-		
Benefits paid during the year		(1,749)	(1,641)		
Present value of defined benefit obligation at end of the year		<u>14,271</u>	<u>16,451</u>		
20.1.3 The movement in the present value of plan assets are as follows:					
Fair value of plan assets at beginning of the year		19,543	18,091		
Contributions paid into the plan	39	854	1,641		
Benefits paid by the plan		(1,749)	(1,641)		
Expected return on plan assets		2,599	2,352		
Actuarial loss recognised during the year		(3,004)	(900)		
Fair value of plan assets at end of the year		<u>18,243</u>	<u>19,543</u>		
20.1.4 The Company expects to contribute Rs. 1.707 million to its defined benefit pension plan in next year.					
20.1.5 Income recognized in profit and loss account:					
Current service cost		196	175		
Interest cost		2,025	2,061		
Expected return on plan assets		(2,599)	(2,352)		
Net actuarial gain recognized		-	(37)		
Past service cost recognized		104	104		
		<u>(274)</u>	<u>(49)</u>		
20.1.6 Plan assets comprise of:					
Units in open end funds		5,861	5,267		
Defense saving certificates		12,328	14,222		
Cash at banks		54	54		
		<u>18,243</u>	<u>19,543</u>		
20.1.7 Key actuarial assumptions					
Discount rate		14.00%	13.00%		
Salary increase rate		14.00%	13.00%		
Expected return on plan assets		12.00%	13.00%		
20.1.8 Comparison of present values of defined benefit obligation, fair value of plan assets and surplus or deficit of pension fund for five years is as follows:					
	2011	2010	2009	2008	2007
	<u>(Rs.'000)</u>	<u>(Rs.'000)</u>	<u>(Rs.'000)</u>	<u>(Rs.'000)</u>	<u>(Rs.'000)</u>
Present value of defined benefit obligation	14,271	16,451	16,451	19,410	18,718
Fair value of plan assets	(18,243)	(19,543)	(19,543)	(16,177)	(13,858)
(Surplus) / deficit	<u>(3,972)</u>	<u>(3,092)</u>	<u>(3,092)</u>	<u>3,233</u>	<u>4,860</u>
Experienced adjustments on obligation	2,652	-	4,176	-	-
Experienced adjustments on plan assets	(3,004)	(900)	(1,618)	-	(38)