

**MURREE BREWERY COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2012**

<b>14 INVESTMENT PROPERTY</b>	<b>Note</b>	<b>2012 (Rs.'000)</b>	<b>2011 (Rs.'000)</b>
Opening balance		<b>111,149</b>	96,405
Acquisitions made during the year		-	17,697
Surplus/ (deficit) on remeasurment of investment property to fair value	<b>29</b>	<b>25,003</b>	(2,953)
		<b>136,152</b>	111,149
<p>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.</p>			
<b>15 LONG TERM ADVANCES - CONSIDERED GOOD</b>	<b>Note</b>	<b>2012 (Rs.'000)</b>	<b>2011 (Rs.'000)</b>
To employees - secured		<b>6,717</b>	5,521
Less: Due within one year, shown under current assets	<b>19</b>	<b>(927)</b>	(827)
		<b>5,790</b>	4,694
<p><b>15.1</b> These advances carry interest @ 11% per annum (2011: 11% per annum) and are repayable in periods up to three years and includes advances given to executives amounting to Rs. 4.481 million (2011: Rs. 2.73 million)</p>			
<b>16 STORES, SPARE PARTS AND LOOSE TOOLS</b>	<b>Note</b>	<b>2012 (Rs.'000)</b>	<b>2011 (Rs.'000)</b>
Stores		<b>39,532</b>	44,840
Spare parts and loose tools		<b>39,912</b>	37,395
		<b>79,444</b>	82,235
<b>17 STOCK IN TRADE</b>			
Raw material		<b>405,190</b>	455,899
Provision for stock obsolescence		<b>(1,767)</b>	(1,767)
		<b>403,423</b>	454,132
Work in process		<b>56,459</b>	34,402
Stock under maturation	<b>17.1</b>	<b>261,912</b>	227,986
Finished goods		<b>53,358</b>	34,363
Stock in transit		<b>36,425</b>	48,459
		<b>811,577</b>	799,342
<p><b>17.1</b> 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.</p>			
<b>18 TRADE DEBTS - UNSECURED</b>	<b>Note</b>	<b>2012 (Rs.'000)</b>	<b>2011 (Rs.'000)</b>
Considered good		<b>39,528</b>	55,285
Considered doubtful		<b>2,424</b>	2,424
		<b>41,952</b>	57,709
Less: Provision for doubtful debts		<b>(2,424)</b>	(2,424)
		<b>39,528</b>	55,285
<b>19 ADVANCES - CONSIDERED GOOD</b>			
Advances to employees - secured		<b>1,419</b>	1,797
Current portion of long term advances - secured	<b>15</b>	<b>927</b>	827
Advances to suppliers		<b>21,196</b>	12,719
		<b>23,542</b>	15,343