DIRECTOR'S REVIEW REPORT

The Directors of the company are presenting their review along with the interim financial statements of the Company for the half-year ended on December 31, 2022.

OPERATIONAL RESULTS

During the first half of the year, the Company achieved net sales of Rs. 292.515 million, an increase of 33% as compared to corresponding period which is mainly attributed to price increase under abrupt inflationary pressure. Drastic rupee devaluation coupled with unprecedented hike in fuel, energy and markup costs kept on adding upward pressure to the cost of all inputs. Among all uncertainties, the Company achieved profit after tax of Rs. 0.547 M as compared to Rs. 1.198 M in corresponding period.

FUTURE OUTLOOK

Economy of Pakistan is severely challenged with balance of payment crises, which has triggered supply chain disruptions and unprecedented inflation level in the country. These adverse factors are likely to contribute in the second half of the year as well.

Management is committed to navigate through this difficult phase with determination and with the support of its stakeholders and business partners.

The Directors take this opportunity of thanking our shareholders and valued customers for their continued trust and appreciate the dedication demonstrated by all tiers of the Company's staff.

On behalf of the Board

Chief Executive

Karachi

Dated: February 24, 2022

Buxly Paints Limited Condensed Interim Statement of Financial Position As at 31 December 2022

ASSETS Non-current assets Property and equipment Property and equip	As at 31 December 2022	Note	31 December 2022 (Unaudited)	30 June 2022 (Audited)
Non-current assets 6				
Property and equipment 7 3,771 3,852 Investment properties 7 3,771 3,852 Long term loans and advances 9,000 8,100 Long term receivable 361 361 Long term eccivable 361 361 Long term security deposits 8	ASSETS			
Property and equipment	Non-current assets	6	133 080	133.284
Investment properties				
Long term cereivable 9,000 8,100	Investment properties	1) 62	
Long term security deposits 361 361 Long term security deposits 8 152,374 149,854 Current assets 9 85,146 99,878 Stock-in-trade 10 188,442 158,846 Trade debts 11 8,819 12,403 Advances and deposits 11 8,819 12,403 Advances and deposits 11 190 473 Prepayments and other receivables 150 150 Term deposit receipts 150 150 Total assets 28,9519 305,132 Total assets 28,9519 305,132 Total assets 28,9519 305,132 Total assets 28,9519 305,132 Total assets 50,000 50,000 Southorised capital 14,400 14,400 Issued, subscribed and paid-up capital 14,400 Laptal reserves 5,993 5,993 General reserves 11,137 1,309 Lease liability 1,137 1,309 Lease liability 1,137 1,309 Lease liabilities 1,784 1,363 Markup accrued 1,784 1,363 Term deposit receivable and commitments 16 24,261 4,44,56 Trade and other payables 150 14,495 Trade and other payables 150 14,495 Trade and other payables 150 14,495 Term deposit receivales 150 14,495 Term deposit receivales 150 14,495 Term deposit receivales 15	Long term loans and advances		,	
Deferme security deposits S 152,374 149,854	Long term receivable		(2)	
Deferred taxation		8	-	-
Stock-in-trade	Deferred taxation	Ü	152,374	149,854
Stock-in-trade	Current assets		05146	00.979
Trade debts				
Advances and deposits Prepayments and other receivables Premy appropriate to the property and equipment Revenue reserves Surplus on revaluation of property and equipment Revenue reserves Centerul tabilities Non-current liabilities Non-current liabilities Markup accrued Current portion of long term finance Lease liability Current portion of long term finance Current portion of long term finance Current portion of long term finance Curcent portion of long term finance Curcent portion of long term finance Curcent portion of lease liability Cunclaimed dividend Curcel and other payables Contingencies and commitments 11			1	10.0
Prepayments and other receivables 150	Advances and deposits	11		The second secon
Term deposit receipts 3	Prenayments and other receivables			
Markup receivable Current portion of long term loans and advances 5,036 3,112 Taxes recoverable/ adjustable 12 1,021 29,717 Cash and bank balances 289,519 305,132 Total assets 441,893 454,986 EQUITY AND LIABILITIES Share capital and reserves Authorised capital 50,000 50,000 5,000,000 (2022: 5,000,000) Ordinary shares of Rs.10 each 14,400 14,400 Issued, subscribed and paid-up capital 13 130,352 130,352 Surplus on revaluation of property and equipment 13 130,352 130,352 Revenue reserves 5,993 5,993 5,993 General reserve 5,993 139,083 Non-current liabilities Long term finance 14 - Lease liability 1,1,37 1,363 Markup accrued 14 - Current portion of long term finance 14 - Current portion of long term finance 14 - Current portion of lease liability				200
Current portion of long term loans and advances 1,021 2,9,717 2,97,17 289,519 305,132 305,000 300,00	Markup receivable			
Taxes recoverable/ adjustable 12 1,021 29,717 Cash and bank balances 289,519 305,132 Total assets 441,893 454,986 EQUITY AND LIABILITIES Share capital and reserves Authorised capital 50,000 50,000 5,000,000 (2022: 5,000,000) Ordinary shares of Rs.10 each 14,400 14,400 Issued, subscribed and paid-up capital 13 130,352 130,352 Capital reserves 5,993 5,993 5,993 General reserve 5,993 139,630 139,083 Non-current liabilities Long term finance 14 - - Lease liability 15 1,137 1,309 Current liabilities Markup accrued 14 - 1,046 Current portion of long term finance 14 - 1,046 Current portion of long term finance 14 - 1,046 Current portion of long term finance 14 - 1,046 Current por	Current portion of long term loans and advances			
Cash and bank balances 289,519 305,132	Taxes recoverable/ adjustable	12		
Total assets 454,986 EQUITY AND LIABILITIES Share capital and reserves Authorised capital 50,000 50,000 5,000,000 (2022: 5,000,000) Ordinary shares of Rs.10 each 14,400 14,400 Issued, subscribed and paid-up capital 13 130,352 130,352 Surplus on revaluation of property and equipment 13 130,352 130,352 Revenue reserves 5,993 5,993 5,993 General reserve (11,115) (11,662) Accumulated loss 139,630 139,083 Non-current liabilities 14 - Lease liability 15 1,137 1,309 Lease liabilities 1 1,784 1,363 Markup accrued 14 - 1,046 Current portion of long term finance 14 - 1,046 Current portion of lease liability 15 336 315 Unpaid dividend 102 102 Unclaimed dividend 102 24,261 44,456	Cash and bank balances	12		
Share capital and reserves				
Share capital and reserves Authorised capital 50,000 50,000 5,000,000 (2022: 5,000,000) Ordinary shares of Rs.10 each 14,400 14,400 Issued, subscribed and paid-up capital 13 130,352 130,352 Capital reserves 5,993 5,993 5,993 General reserve (11,115) (11,662) Accumulated loss 139,630 139,083 Non-current liabilities 14 - - Long term finance 15 1,137 1,309 Lease liability 1,784 1,363 Markup accrued 14 - 1,046 Current portion of long term finance 14 - 1,046 Current portion of lease liability 217 217 217 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 441,893 454,986			111,000	
Authorised capital 50,000 50,000 50,000 5,000,000 (2022: 5,000,000) Ordinary shares of Rs.10 each 14,400 14,400 Issued, subscribed and paid-up capital 13 130,352 130,352 Surplus on revaluation of property and equipment 13 130,352 130,352 Revenue reserves 5,993 5,993 5,993 General reserve (11,115) (11,662) Accumulated loss 139,630 139,083 Non-current liabilities 14 - - Long term finance 14 - - - Lease liability 15 1,137 1,309 Current portion of long term finance 14 - 1,046 Current portion of lease liability 15 3336 315 Unplaid dividend 16 24,261 44,456 Short term borrowing 16 24,261 44,456 Short term borrowing 17,4426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitm	EQUITY AND LIABILITIES			
Authorised capital 50,000 50,000 50,000 5,000,000 (2022: 5,000,000) Ordinary shares of Rs.10 each 14,400 14,400 Issued, subscribed and paid-up capital 13 130,352 130,352 Surplus on revaluation of property and equipment 13 130,352 130,352 Revenue reserves 5,993 5,993 5,993 General reserve (11,115) (11,662) Accumulated loss 139,630 139,083 Non-current liabilities 14 - - Long term finance 14 - - - Lease liability 15 1,137 1,309 Current portion of long term finance 14 - 1,046 Current portion of lease liability 15 3336 315 Unplaid dividend 16 24,261 44,456 Short term borrowing 16 24,261 44,456 Short term borrowing 17,4426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitm	Share capital and reserves			
Sasued, subscribed and paid-up capital 14,400 130,352 130,352 130,352 130,352 130,352 130,352 130,352 130,352 130,352 130,352 130,352 130,352 130,630 139,083 139,630 139,083 139,630 139,083 139,630 139,083 130	Authorised capital		50,000	50,000
Capital reserves 13 130,352 130,352 Surplus on revaluation of property and equipment 5,993 5,993 General reserve 5,993 (11,115) (11,662) Accumulated loss 139,630 139,083 Non-current liabilities Long term finance 14 - - Lease liability 15 1,137 1,309 Current liabilities Markup accrued 14 - 1,046 Current portion of long term finance 14 - 1,046 Current portion of lease liability 15 336 315 Unpaid dividend 102 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 441,893 454,986			14,400	14,400
Surplus on revaluation of property and equipment Revenue reserves 5,993 5,993 General reserve (11,115) (11,662) Accumulated loss 139,630 139,083 Non-current liabilities Long term finance 14 - - Lease liability 15 1,137 1,309 Current liabilities Markup accrued 14 - - Current portion of long term finance 14 - 1,046 Current portion of lease liability 217 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 16 24,261 44,456 Trade and other payables 301,126 314,594 Contingencies and commitments 441,893 454,986				100.050
Revenue reserves 5,993 5,993 Accumulated loss (11,115) (11,662) Non-current liabilities Long term finance 14 - - Lease liability 15 1,137 1,309 Current liabilities Markup accrued 14 - 1,046 Current portion of long term finance 14 - 1,046 Current portion of lease liability 15 336 315 Unpaid dividend 102 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 441,893 454,986	Surplus on revaluation of property and equipment	13	130,352	130,352
General reserve 3,993 3,993 3,993 3,993 3,993 3,993 3,9630 111,662 139,630 139,083 Non-current liabilities Long term finance 14 -			- 004	5 002
Accumulated loss 139,630 139,083 139,083 139,083 139,083 139,083 139,083 139,083 139,083 139,083 139,083 139,083 139,083 139,083 139,083 144 -				
Non-current liabilities 14 - - - - - - - - -				
Long term finance 14 - 1,309 Lease liability 1,137 1,309 Current liabilities Markup accrued 14 - 1,784 1,363 Current portion of long term finance 15 336 315 Current portion of lease liability 217 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 18 - -			139,630	139,083
Lease liability 15		1.4	_	-
Current liabilities 1,137 1,363 Markup accrued 14 - Current portion of long term finance 15 336 Current portion of lease liability 217 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594				1,309
Current liabilities Markup accrued 14 - 1,046 Current portion of long term finance 15 336 315 Current portion of lease liability 217 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 18 - -	Lease liability	13	1,137	
Markup accrued 14 - 1,046 Current portion of long term finance 15 336 315 Current portion of lease liability 217 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 18 - -				
Markup accrued 14 - 1,046 Current portion of long term finance 15 336 315 Current portion of lease liability 217 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 18 - -	Current liabilities			1.262
Current portion of long term finance 14 336 315 Current portion of lease liability 217 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 18 - -				2007
Current portion of lease liability 15 330 217 Unpaid dividend 102 102 Unclaimed dividend 16 24,261 44,456 Short term borrowing 17 274,426 267,095 Trade and other payables 301,126 314,594 Contingencies and commitments 18 - -	Current portion of long term finance			
Unpaid dividend Unclaimed dividend Short term borrowing Trade and other payables Contingencies and commitments 102 44,456 24,261 274,426 301,126 314,594 454,986	Current portion of lease liability	15		
Unclaimed dividend Short term borrowing Trade and other payables Contingencies and commitments 16 24,261 274,426 267,095 301,126 314,594 44,456 267,095 314,594			K	
Short term borrowing Trade and other payables 17 274,426 301,126 314,594 Contingencies and commitments 18 - 441,893 454,986		4.2	1	
Trade and other payables 301,126 314,594 Contingencies and commitments 18	Short term borrowing			
Contingencies and commitments 18 - 441 893 454 986	Trade and other payables	17		
Contingencies and communicities 454.986		10		511,551
Total equity and liabilities 454,986	Contingencies and commitments	18		
	Total equity and liabilities		441,893	454,986

The annexed notes 1 to 26 form an integral part of these financial statements.

of Executive Officer Director

Buxly Paints Limited Condensed Interim Statement of Profit or Loss (Unaudited) For the Half Year ended 31 December 2022

	Note	Half year ended		Quarter ended	
		31	31	31	31
		December	December	December	December
		2022	2021	2022	2021
			(Rupees in	n '000')	
			(==1	,	
Sales - net	19	292,515	219,502	164,746	125,735
Cost of sales	20	(251,998)	(189,192)	(137,262)	(107,810)
Gross profit		40,517	30,310	27,484	17,925
	21	(21,807)	(18,282)	(12,792)	(9,173)
Distribution and selling expenses	21		(7,203)	(9,098)	(3,689)
Administrative expenses	22	(12,167)		(21,890)	(12,862)
		(33,974)	(25,485)		5,063
		6,543	4,825	5,594	3,003
		4.044	1.014	901	908
Other income		1,811	1,814		5,971
		8,354	6,639	6,495	3,971
Finance cost		(3,839)	(2,405)	(1,979)	(1,359)
Other charges	23	(312)	(292)	(312)	(292)
Other charges		(4,151)	(2,697)	(2,291)	(1,651)
		1 202	3,942	4,204	4,320
Profit before tax		4,203	3,942	4,204	7,520
Taxation •		(3,656)	(2,744)	(2,059)	(1,572)
Profit for the period		547	1,198	2,145	2,748
Earning per share - Basic and diluted		0.38	0.83	1.49	1.91
O 1					

The annexed notes 1 to 26 form an integral part of these financial statements.

Chief Executive Officer

Director



Buxly Paints Limited Condensed Interim Statement of Other Comprehensive Income (Unaudited) For the Half Year ended 31 December 2022

	Half year ended		Quarter ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
		(Rupees	in '000)	
Profit after taxation	547	1,198	2,145	2,748
Other comprehensive income - net of tax				
Items that may be classified subsequently to the statement of profit or loss	-	-	. •	-
Items that will never be classified to the statement of profit or loss		-	-	
Total comprehensive income for the period	547	1,198	2,145	2,748

The annexed notes 1 to 26 form an integral part of these financial statements.

Chief Executive Officer



Buxly Paints Limited Condensed Interim Statement of Changes in Equity (Unaudited) For the Half Year ended 31 December 2022

		Capital reserve	Revenu	e reserves	
*	Issued,	Surplus on	General	Accumulated	Total
	subscribed	revaluation of	reserve	loss	
	and paid-up	property and			
	capital	equipment			
		(Rupe	ees in '000)		
Balance as at 01 July 2021	14,400	130,352	5,993	(15,874)	134,871
Total comprehensive income for the half year ended 31 December 2021		, ·	-	1,198	1,198
Balance as at 31 December 2021	14,400	130,352	5,993	(14,676)	136,069
Total comprehensive income for the half year ended 30 June 2022		-	-	3,014	3,014
Balance as at 30 June 2022	14,400	130,352	5,993	(11,662)	139,083
Total comprehensive income for the half year ended 31 December 2022	-	-	-	547	547
Balance as at 31 December 2022	14,400	130,352	5,993	(11,115)	139,630

The annexed notes 1 to 26 form an integral part of these financial statements.

Chief Executive Officer

Director



Buxly Paints Limited Condensed Interim Statement of Cash Flows (Unaudited) For the Half Year ended 31 December 2022

	Not		31 December 2021 s in '000)
CASH FLOWS FROM OPERATING ACTIVITIES	8		
Profit before taxation		4,203	3,942
Adjustments for:		207	570
Depreciation		285	570
Impairment loss for:		1,962	963
- trade debts		1,902	903
- expired letters of guarantee, earnest money		4,000	_
and tender deposits Workers' Profit Participation Fund		226	212
Workers' Welfare Fund		86	80
Markup on term deposit receipt		(5)	(8)
Finance cost		3,839	2,405
Rental income		(900)	(900)
Noman Monard		9,493	3,322
Operating cash flows before working capital changes		13,696	7,264
Working capital changes			
(Increase)/ decrease in current assets:		14,732	26,329
Stock-in-trade Trade debts		(31,558)	(19,040)
Advances and deposits		(416)	(1,385)
Prepayments and other receivables		283	801
Increase in current liabilities:		8	
Trade and other payables		7,019	6,918
		(9,940)	13,623
Cash generated from operations		3,756	20,887
Finance cost paid		(3,290)	(2,343)
Income tax paid		(5,580)	(1,549)
•		(8,870)	(3,892)
Net cash (used in)/ generated from operating activities		(5,114)	16,995
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property and equipment		-	(35)
Markup received on term deposit receipt		6	18
Long term loans and advances - net		(2,068)	(3,116)
Net cash used in investing activities		(2,062)	(3,133)
CASH FLOWS FROM FINANCING ACTIVITIES		11 1 °	-
Long term finance		(1,046)	(1,046)
Lease liability paid		(279)	(200)
Short term borrowing - net		(20,195)	(12,749)
Net cash used in financing activities		(21,520)	(13,995)
Net decrease in cash and cash equivalents during the p	period	(28,696)	(133)
Cash and cash equivalents at the beginning of the period	od	29,717	20,034
Cash and cash equivalents at the end of the period	12	1,021	19,901
The annexed notes 1 to 26 form an integral part of the	se financial statements.	~ d	· ·

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24 RELATED PARTY RELATIONSHIP AND TRANSACTIONS

Related parties comprises of associated undertakings, directors of the Company, major shareholders and their close family members and key management personnel and employee retirement benefits plans. The transactions with related parties are entered into at commercial/agreed terms and conditions. Transactions with key management personnel are made as per the terms of employment.

Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in these condensed interim financial information are as follows:

Condensed merini imatera mesimana	Half year ended (Unaudited)	
	31 December	31 December
	2022	2021
	(Rupees	in'000)
Associated undertakings:		
Purchases during the period	187,004	125,273
Rental expense and service charges	600	600
Toll manufacturing expenses incurred	18,157	15,496
Rent income	1,800	1,800
License fee income	6	6
Buxly Paints Limited Provident Fund:		
The Company's contribution	807	389
Remuneration of key management personnel		4 400
Management remuneration	1,835	1,428
House rent and other benefits	1,309	883 288
Directors' meeting fee	325	200

Following are the related parties with whom the Company had entered into transactions or have arrangements/ agreements in place:

S. No.	Company Name	Basis of relationship	Aggregate % of shareholding
1	Berger Paints Pakistan Limited	Shareholding	19%
2	Buxly Paints Limited Provident Fund	Control	2

25 SUBSEQUENT MATERIAL EVENTS

There are no significant activities since 31 December 2022 affecting the condensed interim financial statement apart from those disclosed in the condensed interim financial statements.

26 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on Feb 24, 2022 by the Board of Directors.

Chief Executive Officer

Director

