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COMPANY INFORMATION

Board of Directors:

Mr. Bashir Ahmed	Chairman
Mr. Shamshad Ali	Chief Executive Officer
Mr. H.P Kotwal	
Mr. Fakhrul Arfin	
Mr. S. T. Kureshi	
Mr. Saeed Mohammad Sheikh	
Mr. Muhammad Hanif Idrees	
Mr. Sheikh Asim Rafiq	(NIT Nominee)

Audit Committee:

Mr. Muhammad Hanif Idrees	Chairman
Mr. Saeed Mohammad Sheikh	Member
Mr. Fakhrul Arfin	Member

Human Resource and Remuneration Committee :

Mr. Bashir Ahmed	Chairman
Mr. H.P Kotwal	Member
Mr. Shamshad Ali	Member

CFO & Company Secretary:

Mr. Asad Ali

Auditors:

Rehman Sarfraz Rahim Iqbal Rafiq
Chartered Accountants

Legal Advisor:

Mr. Laiq Ahmed Khan

Bankers:

Habib Metropolitan Bank Limited
Habib Bank Limited
NIB Bank Limited
National Bank of Pakistan

Share Registrar :

THK Associates (Pvt.) Ltd.
Ground Floor, State Life Building No. 3
Dr. Zia Uddin Ahmed Road, P.O. Box No. 8533 Karachi
Ph: (92-21) 111-000-322
FAX: (92-21) 35655595

Registered Office:

X-3, Manghopir Road, S.I.T.E., Karachi-75700

Web Site Address:

<http://www.buxly.com>

Directors' Review:

The Board of Directors of your company are pleased to submit the condensed interim financial statements of the company for the half year ended December 31, 2017.

Operational Results:

The company has achieved sales revenue amounting to Rs.135.757 million as against Rs.124.371 million of the corresponding period of last year. The gross margin as percentage of net sales has decreased by 4.64% during the period under review from corresponding period. The gross profit margin has decreased mainly due to increase in raw material prices because of devaluation of Pak rupee against dollar and upward trend in oil prices which could not be passed on to the customer in the 2nd quarter of the financial year 2017-18. The Management is striving hard to improve the results.

Future Outlook:

Despite inflationary trends and tough competition from unorganized sector, the management of your company is confident to maintain its growing trend in sales revenue and it will put its effort to achieve profitable growth during the second half of the year.

The company plans to remain focused on fulfilling customer needs and strengthening relationship with existing customers along with exploring new avenues for improving the overall results of the company.


Chief Executive


Director

Karachi:
February 24, 2018

آپ کی کمپنی کے ناظمین 31 دسمبر 2017ء کو اختتام ہونے والے نصف سال پر عبوری مالیاتی گوشوارے بمعہ اپنے تبصرے کے پیش کرتے ہوئے دلی مسرت کا اظہار کرتے ہیں۔

مالیاتی کارکردگی:

افراط زر میں اضافہ کے زحمان اور غیر منظم شعبہ سے سخت مقابلہ کے باوجود سال کے اولین چھ ماہ کی سیز 135.757 ملین روپے تک رہی جو کہ گزشتہ سال کی اسی مدت میں 124.371 ملین روپے تھی۔ کل منافع گزشتہ اسی مدت کے دوران ہونے والی سیز سے 4.64 فیصد کم ہے۔ البتہ خام مال کی لاگت میں اضافہ ہوا جس کے نتیجے میں منافع مابقی سال 2017-18ء میں منافع میں کمی ہوئی جو کہ عالمی سطح پر ڈالر کے مقابل پاکستانی روپے کی قدر میں کمی اور خام تیل کی قیمتوں میں تیزی کے زحمان کے باعث ہے۔ تاہم ان کٹھن حالات میں مینجمنٹ نتائج میں بہتری کے لیے کوشاں ہے۔

مستقبل کا لائحہ عمل:

افراط زر میں اضافہ اور مقابلہ کے سخت زحمان کے باوجود آپ کی کمپنی کی کوشش رہے گی کہ سیز میں اضافہ ہو جس کے اطلاق سے سال کی دوسری منافع مابقی کے دوران منافع بخش کاروبار کا حصول ممکن ہوگا۔ کمپنی مستقبل کے لائحہ عمل کے لیے موجودہ صارفین کی ضروریات اور ان سے مضبوط تعلقات کے لیے کوشاں ہے تاکہ نئے مواقع کو بروئے کار لاتے ہوئے نتائج میں بہتری لائی جاسکے۔

ڈائریکٹر

چیف ایگزیکٹو آفیسر

کراچی: 24 فروری 2018ء



Auditors' Report to the Members
on Review of Condensed Interim Financial Information

Introduction

We have reviewed the accompanying condensed interim balance sheet of **Buxly Paints Limited** as at **31 December 2017** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the accounts for the half year then ended (here-in-after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim profit & loss account and condensed interim statement of comprehensive income for the quarter ended 31 December 2017 have not been reviewed as we are required to review only cumulative figures for the half year ended on that date.

Rahman Sarfaraz Rahim Iqbal Rafiq
CHARTERED ACCOUNTANTS
Engagement Partner: RASHID RAHMAN MIR

Lahore.

Buxly Paints Limited
Condensed Interim Balance Sheet
As at 31 December 2017

	Note	31 December 2017 (Un-audited)	30 June 2017 (Audited)
ASSETS			
Non-Current Assets			
Property and equipment	6	62,201	62,218
Investment properties	7	4,185	4,290
Long term loans and advances		3,353	1,703
Long term security deposits		91	91
Deferred taxation	8	-	-
		69,830	68,302
Current Assets			
Stock - in -trade	9	50,681	32,254
Trade debts - unsecured	10	68,053	65,477
Advances and deposits	11	18,430	15,412
Prepayments and other receivables		4,474	2,505
Term deposit receipts / account		7,217	7,217
Mark-up receivable		224	234
Current portion of long term loans and advances		480	530
Tax Adjustable / Recoverable		8,870	5,692
Cash and bank balances	12	2,180	18,192
		160,609	147,513
Total Assets		230,439	215,815
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised Capital			
5,000,000 (30 June 2017: 5,000,000) ordinary shares of Rs. 10 each		50,000	50,000
Issued, subscribed and paid-up capital			
1,440,000 (30 June 2017: 1,440,000) ordinary shares of Rs. 10 each		14,400	14,400
General Reserve		5,993	5,993
Accumulated profit		2,688	2,399
		23,081	22,792
Surplus on revaluation of fixed assets	13	60,435	60,435
Current Liabilities			
Markup Accrued		884	805
Short term borrowing - secured	14	48,952	39,834
Trade and other payables	15	97,087	91,949
		146,923	132,588
Contingencies and commitments	16	-	-
Total Equity and Liabilities		230,439	215,815

The annexed notes 1 to 25 form an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Officer

Buxly Paints Limited
Condensed Interim Profit and Loss Account (Un-audited)
For the Half Year ended 31 December 2017

	Note	Half year ended		Quarter ended	
		31 December 2017	31 December 2016	31 December 2017	31 December 2016
------(Rupees in '000)-----					
Sales	17	135,757	124,371	69,393	70,107
Cost of sales	18	(109,344)	(94,389)	(55,988)	(52,646)
Gross profit		26,413	29,982	13,405	17,461
Distribution and selling expenses	19	(19,820)	(23,152)	(11,264)	(13,214)
Administrative expenses	20	(4,644)	(3,224)	(2,264)	(2,013)
		(24,464)	(26,376)	(13,528)	(15,227)
		1,949	3,606	(123)	2,234
Other income		2,028	2,059	1,074	1,002
		3,977	5,665	951	3,236
Finance cost		(1,841)	(139)	(981)	(33)
Other charges	21	(150)	(387)	1	(225)
		(1,991)	(526)	(980)	(258)
Profit before tax		1,986	5,139	(29)	2,978
Taxation		(1,697)	(1,264)	(867)	(721)
Profit for the period		289	3,875	(896)	2,257
Earnings per share - basic and diluted		0.20	2.69	(0.62)	1.57

The annexed notes 1 to 25 form an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Officer

Buxly Paints Limited
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the Half Year ended 31 December 2017

	<u>Half year ended</u>		<u>Quarter ended</u>	
	<u>31 December 2017</u>	<u>31 December 2016</u>	<u>31 December 2017</u>	<u>31 December 2016</u>
	------(Rupees in '000)-----			
Profit after taxation	289	3,875	(896)	2,257
Other comprehensive income	-	-	-	-
Total comprehensive Income	<u>289</u>	<u>3,875</u>	<u>(896)</u>	<u>2,257</u>

The annexed notes 1 to 25 form an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Officer

Buxly Paints Limited
Condensed Interim Cash Flow Statement (Un-audited)
For the Half Year ended 31 December 2017

	NOTE	31 December 2017	31 December 2016
----- (Rupees in '000) -----			
Cash Flows from Operating Activities			
Profit before taxation		1,986	5,139
Adjustments for:			
Depreciation		154	147
Mark-up on term deposit receipt		(183)	(195)
Finance cost		1,841	139
		<u>1,812</u>	<u>91</u>
Operating cash flows before working capital changes		3,798	5,230
Working Capital Changes			
(Increase)/Decrease in Current Assets:			
Stock-in-Trade		(18,427)	(6,823)
Trade Debts		(2,576)	(17,028)
Advances and deposits		(3,018)	(2,030)
Prepayments and other receivables		(1,969)	5,683
Increase/(Decrease) in Current Liabilities:			
Trade & Other Payables		5,138	18,866
Cash (used in)/generated from operations		<u>(20,852)</u>	<u>(1,332)</u>
		(17,054)	3,898
Finance Cost paid		(1,762)	(139)
Income Tax paid		(4,875)	(1,988)
		<u>(6,637)</u>	<u>(2,127)</u>
Net Cash (used in)/generated from Operating Activities		<u>(23,691)</u>	<u>1,771</u>
Cash Flows from Investing Activities			
Additions to Property, Plant and Equipments		(32)	(13)
Investment in term deposit receipts		-	(292)
Mark up received on term deposit receipts		193	220
Long Term Loans and Advances		(1,600)	596
Net Cash (used in)/generated from Investing Activities		<u>(1,439)</u>	<u>511</u>
Cash Flows from Financing Activities			
Short term borrowing - secured		9,118	-
Net Cash generated from Financing Activities		<u>9,118</u>	<u>-</u>
Net (decrease)/Increase in Cash and Cash Equivalents during the period		(16,012)	2,282
Cash and Cash Equivalents at the beginning of the period		18,192	16,632
Cash and Cash Equivalents at the end of the period	12	<u>2,180</u>	<u>18,914</u>

The annexed notes 1 to 25 form an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Officer

Buxly Paints Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the Half Year ended 31 December 2017

	Issued, subscribed and paid-up capital	General reserve	Accumulated Profit/(losses)	Share capital and reserve	Surplus on revaluation of fixed assets	Total
	----- (Rupees in '000) -----					
Balance as at 01 July 2016	14,400	5,993	(6,077)	14,316	60,435	74,751
<i>Total comprehensive income for the half year ended 31 December 2016</i>	-	-	3,875	3,875	-	3,875
Balance as at 31 December 2016	14,400	5,993	(2,202)	18,191	60,435	78,626
<i>Total comprehensive income/(loss) for the half year ended 30 June 2017</i>	-	-	4,601	4,601	-	4,601
Balance as at 30 June 2017	14,400	5,993	2,399	22,792	60,435	83,227
<i>Total comprehensive income for the half year ended 31 December 2017</i>	-	-	289	289	-	289
Balance as at 31 December 2017	14,400	5,993	2,688	23,081	60,435	83,516

The annexed notes 1 to 25 form an integral part of these condensed interim financial information.

Chief Executive

Director

Chief Financial Officer

Buxly Paints Limited
Notes to the Condensed Interim Financial Statements (Un-audited)
For the Half Year ended 31 December 2017

1 STATUS AND NATURE OF BUSINESS

The Company was incorporated in Pakistan in April 1954 as a private limited company under the Companies Act, 1913 (now the Companies Act, 2017) and subsequently converted into a public limited company in May 1985. Its shares are listed on the Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of paints, pigments, protective surface coating, varnishes and other related products under a toll manufacturing agreement with Berger Paints Pakistan Limited, at a specified toll manufacturing fees. As per the agreement, the Company will deliver the materials, packing, filling and other bulk components, together with other ingredients to Berger Paints Pakistan Limited, who will process the ingredients and packs the products and delivers the products to the Company or designated party in Pakistan indicated by the Company.

The registered office of the Company is situated at X-3, Manghopir Road, S.I.T.E. Karachi, Sindh, Pakistan.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information is unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act") and is un-audited but subject to limited scope review by external auditors as required by the Act and Code of Corporate Governance.

During the previous year, the Companies Act 2017 ("the Act") was enacted on 30 May 2017 and replaced and repealed the Companies Ordinance, 1984 ("the repealed Ordinance"). However, the Securities and Exchange Commission of Pakistan vide its Circular No. 17 and Circular No. 23 dated 20 July 2017 and 04 October 2017 respectively and Institute of Chartered Accountants of Pakistan vide its Circular No. 17 dated 06 October 2017, have advised and clarified that the Annual Financial Statements of the Companies whose financial year closes on or before 31 December 2017 and interim financial statements of the Companies for the period ended on or before 31 December 2017, shall be prepared in accordance with the repealed Ordinance.

This condensed interim financial information comprises the condensed interim balance sheet of the Company as at 31 December 2017 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof.

This condensed interim financial information of the Company for the six months period ended 31 December 2017 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - Interim Financial Reporting and provisions of and directives issued under the repealed Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the repealed Companies Ordinance, 1984 have been followed.

This condensed interim financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements for the year ended 30 June 2017.

Comparative balance sheet numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2017, whereas comparative profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim financial information of the Company for the six months period ended 31 December 2016.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended 30 June 2017.

Previous period's figures are re-arranged/ re-classified where necessary to facilitate comparison and are rounded off to the nearest thousand of rupee; appropriate disclosure is given in relevant note in case of material rearrangement.

4 ESTIMATES

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at the year ended 30 June 2017.

5 RISK MANAGEMENT

The Company's risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2017.

	31 December 2017 (Un-audited)	30 June 2017 (Audited)
	(Rupees in '000)	
Opening written down value	62,218	62,117
Additions during the period-at cost	32	190
Depreciation charged	(49)	(89)
	62,201	62,218

6 PROPERTY AND EQUIPMENT

7 INVESTMENT PROPERTY

Opening written down value	4,290	4,510
Depreciation charged	(105)	(220)
	4,185	4,290

7.1 The company is currently recording investment property at cost. Had the investment property been measured at fair value, the value of property would have been Rs. 10.911 million as per independent valuers' report of July 2013 to which directors concur and consider appropriate for this period also.

8 DEFERRED TAXATION

Deferred tax asset amounting to Rs. 5.498 Million (30 June 2017 : Rs 5.521 Million) has not been recognised in the financial statements as it is not probable that enough taxable profits will be available in the future against which such deductible temporary differences will be utilised.

9 STOCK-IN-TRADE

Packing material	1,590	551
Work-in-process	6,713	895
Finished goods	47,135	35,565
	55,438	37,011
Provision against slow moving stocks:		
- Finished goods	(4,757)	(4,757)
	50,681	32,254

31 December 2017 (Un-audited) (Rupees in '000)	30 June 2017 (Audited)
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10 TRADE DEBTS - unsecured

Considered good	68,053	65,477
Considered doubtful	<u>12,986</u>	<u>12,986</u>
	81,039	78,463
Provision against debts considered doubtful	<u>(12,986)</u>	<u>(12,986)</u>
	<u><u>68,053</u></u>	<u><u>65,477</u></u>

11 ADVANCES AND DEPOSITS

Advances - unsecured, considered good

Employees	520	185
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Deposits

Margin against letters of guarantee, earnest money and security deposits-net	11.1	17,910	15,227
		<u>18,430</u>	<u>15,412</u>

11.1 This represents:

Margin against letter of guarantees	6,184	5,612
Earnest money and tender deposits	13,958	11,847
Provision against letter of guarantee, expired earnest money & tender deposits	<u>(2,232)</u>	<u>(2,232)</u>
	<u>17,910</u>	<u>15,227</u>

12 CASH AND BANK BALANCES

In hand	48	17
At banks - in current accounts	<u>2,132</u>	<u>18,175</u>
	<u>2,180</u>	<u>18,192</u>

13 SURPLUS ON REVALUATION OF FIXED ASSETS

The surplus is in respect of the land located at Plot No. X-3, Manghopir Road, S.I.T.E, Karachi. The plot is revalued on July 18, 2013 by an independent valuer M/s Iqbal A. Nanjee & Co. (Private) Limited, Karachi. The valuation of land has been made on the basis of fair market value. The valuation resulted in net surplus of Rs. 60.435 million. The aforementioned surplus amount has been credited to surplus on revaluation of fixed assets account to comply with the requirements of Section 235 of the Companies Ordinance, 1984.

14 Short term borrowing - secured

Company has entered into an agreement with JS Bank Limited for short term running finance facility under mark-up arrangement. This arrangement is secured against first hypothecation charge of Rs. 107 million over stocks and receivables of the company and additional comfort of first equitable mortgage charge of Rs. 67 million on industrial property of the company situated at Plot # X-3, Manghopir Road, S.I.T.E., Karachi. The running finance facility carries mark-up of 3 months KIBOR + 2%.

31 December 30 June
2017 2017
(Un-audited) (Audited)
(Rupees in '000)

15 TRADE AND OTHER PAYABLES

Creditors	15.1	92,456	88,380
Accrued expenses		488	375
Unclaimed dividend		319	319
Other liabilities		3,824	2,875
		97,087	91,949

15.1 This includes payable to following associated undertakings:

Berger Paints Pakistan Limited		77,760	75,992
		77,760	75,992

16 CONTINGENCIES AND COMMITMENTS

There has been no change in the status of contingencies and commitments as reported in preceding annual financial statements as on 30 June 2017.

17 SALES

	Half year ended		Quarter ended	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	------(Rupees in '000)-----			
Gross sales	161,726	148,698	82,878	84,262
Sales tax	(25,785)	(23,568)	(13,431)	(13,396)
	135,941	125,130	69,447	70,866
Commission and discount	(184)	(759)	(54)	(759)
	135,757	124,371	69,393	70,107

18 COST OF SALES

Note	Half year ended		Quarter ended	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	------(Rupees in '000)-----			
Opening stock				
Packing material	551	519	987	505
	551	519	987	505
Add: Purchases				
Raw material	104,801	86,069	56,951	47,971
Packing material	11,163	6,127	6,299	3,257
	115,964	92,196	63,250	51,228
	116,515	92,715	64,237	51,733
Less: Closing stock				
Packing material	(1,590)	(365)	(1,590)	(365)
	(1,590)	(365)	(1,590)	(365)
Raw and packing material consumed	114,925	92,350	62,647	51,368
Manufacturing expenses				
Toll manufacturing expenses	11,807	7,873	7,354	4,720
	11,807	7,873	7,354	4,720
	126,732	100,223	70,001	56,088
Work in process				
Opening Stock	895	757	2,180	869
Closing stock	(6,713)	(3,643)	(6,713)	(3,643)
	(5,818)	(2,886)	(4,533)	(2,774)
Cost of goods manufactured	120,914	97,337	65,468	53,314
Finished goods:				
Opening stock	35,565	18,035	37,655	20,315
Stock recovered from damaged stocks	-	1,143	-	1,143
Closing stock	(47,135)	(22,126)	(47,135)	(22,126)
	(11,570)	(2,948)	(9,480)	(668)
	109,344	94,389	55,988	52,646

19 DISTRIBUTION AND SELLING EXPENSES

	Half year ended		Quarter ended	
	31 December	31 December	31 December	31 December
	2017	2016	2017	2016
	(Rupees in '000)			
Salaries, wages and other benefits	11,678	10,361	5,503	4,866
Advertising expenses / sales promotion	861	2,856	819	2,320
Carriage outward	3,917	1,713	2,306	804
Depreciation	31	29	16	14
Service charges	-	4,974	-	2,803
Printing and stationery	73	115	18	98
Rent Rates and Taxes	210	120	70	60
Postage, telephone and fax	52	62	33	20
Others	2,998	2,922	2,499	2,229
	19,820	23,152	11,264	13,214

20 ADMINISTRATIVE EXPENSES

Salaries, wages and other benefits	1,691	768	843	295
Depreciation	123	118	63	59
Service charges	-	120	-	60
Printing and stationery	233	293	208	284
Postage, telephone and fax	54	68	38	68
Repairs & maintenance	399	264	169	196
Travelling & conveyance	157	24	141	24
Directors' fee	213	226	150	180
Auditors' fee	113	113	113	87
Others	1,661	1,230	539	760
	4,644	3,224	2,264	2,013

21 OTHER CHARGES

Workers' Profit Participation Fund	107	276	(1)	160
Workers' Welfare Fund	43	111	(0)	65
	150	387	(1)	225

22 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 term 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:

	Half year ended	
	31 December	31 December
	2017	2016
	(Rupees in'000)	
Associated undertakings:		
Purchases during the period	104,801	86,069
Rental expense and service charges	600	1,804
Toll manufacturing expenses incurred	11,807	7,873
Royalty income	939	1,063
Rent income	900	900
License fee	6	6
Service charges for the period	-	4,974
Buxly Paints Limited Provident Fund		
Company's contribution	214	227
Remuneration of key management personnel		
Management remuneration	1,618	1,605
House rent and other benefits	523	536

23 Fair value measurement of financial instruments.

	Carrying Amount			Fair Value		
	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
<u>On-balance sheet financial instruments</u>	----- Rupees -----					
31 December 2017 - (Un-audited)						
Financial assets measured at fair value	-	-	-	-	-	-
<u>Financial assets not measured at fair value</u> ^{23.1}						
Cash and bank balances	2,180	-	2,180	-	-	-
Term deposit receipts / account	7,217	-	7,217	-	-	-
Trade debts - unsecured, considered good	68,053	-	68,053	-	-	-
Loans, advances and deposits	22,354	-	22,354	-	-	-
Mark-up receivable	224	-	224	-	-	-
Prepayments and other receivables	-	-	-	-	-	-
	<u>100,028</u>	<u>-</u>	<u>100,028</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities measured at fair value	-	-	-	-	-	-
<u>Financial liabilities not measured at fair value</u> ¹						
Markup Accrued	-	884	884	-	-	-
Short term borrowing - secured	-	48,952	48,952	-	-	-
Trade and other payables	-	94,952	94,952	-	-	-
	-	<u>144,788</u>	<u>144,788</u>	-	-	-
30 June 2017						
Financial assets measured at fair value	-	-	-	-	-	-
<u>Financial assets not measured at fair value</u> ^{23.1}						
Cash and bank balances	18,192	-	18,192	-	-	-
Term deposit receipts / account	7,217	-	7,217	-	-	-
Trade debts - unsecured, considered good	65,477	-	65,477	-	-	-
Loans, advances and deposits	17,736	-	17,736	-	-	-
Mark-up receivable	234	-	234	-	-	-
Prepayments and other receivables	35	-	35	-	-	-
	<u>108,891</u>	<u>-</u>	<u>108,891</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities measured at fair value	-	-	-	-	-	-
<u>Financial liabilities not measured at fair value</u> ¹						
Markup Accrued	-	805	805	-	-	-
Short term borrowing - secured	-	39,834	39,834	-	-	-
Trade and other payables	-	90,384	90,384	-	-	-
	-	<u>131,023</u>	<u>131,023</u>	-	-	-

23.1 The management considers the carrying amount of all financial assets and liabilities not measured according to the fair value hierarchy at the end of the reporting period to approximate their fair value as at the reporting date.

24 SUBSEQUENT MATERIAL EVENTS

There are no significant activities since 31 December 2017 affecting the condensed interim financial information apart from those disclosed in the condensed interim financial information.

25 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information has been authorized for issue on February 24, 2018 by the Board of Directors.

Chief Executive

Director

Chief Financial Officer