

DIRECTORS' REVIEW

The Directors of the Company are pleased to present their review along with the interim financial statements of the company for the first quarter ended on September 30, 2024.

Economic Overview

Economy of Pakistan is on recovery mode with downward inflation trend and corresponding declining interest rates. With the ongoing IMF program, USD exchange rate is expected to be stable as well.

Operational Results

During the first quarter of the year, the Company achieved net sales of Rs. 148.84 million. The gross profit has been improved over the corresponding period of last year from 16.48% to 17.30%.

The Company achieved profit after tax of Rs. 2.053 million. This translated into Earnings per Share (EPS) of Rs. 1.43.

Future Outlook

Despite tough competition, we are confident that the Company will be able to meet its sales and profit targets for the current year. The Company remains focused on maximizing opportunities for growth.

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

Director

Karachi
Dated: October 29, 2024

BUXLY PAINTS LIMITED

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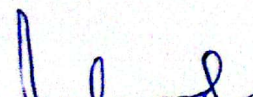
LAHORE : The Annexe, 36 Industrial Estate, Kottakh Pat, Lahore-Pakistan Ph: 042-38101017 Fax : 042-35151549 E-mail: info@buxly.com


ISLAMABAD : The Annexe, Plot No. 201, Street No. 1, Sector 1-10/3, Industrial Area Islamabad. Ph : 051-4440803 Fax : 051-440803 E-mail: buxlyrwp@buxly.com

Buxly Paints Limited
Condensed Interim Statement of Financial Position (Un-audited)
As at 30 September 2024

	Un-Audited 30-Sep 2024	Audited 30-June 2024
	(Rupees in thousand)	
ASSETS		
Non-current assets		
Property and equipment	171,216	171,287
Investment properties	3,496	3,536
Long term loans and advances	7,541	8,543
Long term receivable	12,150	11,700
Long term security deposits	361	361
	<u>194,764</u>	<u>195,427</u>
Current assets		
Stock-in-trade	75,763	80,163
Trade debts	253,118	217,753
Advances and deposits	2,965	2,797
Prepayments and other receivables	315	318
Term deposit receipts / account	150	150
Markup receivable	12	12
Current portion of long term loans and advances	699	633
Taxation - net	10,488	10,458
Cash and bank balances	39,114	49,174
	<u>382,624</u>	<u>361,458</u>
Total assets	<u><u>577,388</u></u>	<u><u>556,885</u></u>
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorised capital		
5,000,000 (2021: 5,000,000) Ordinary shares of Rs.10 each	<u>50,000</u>	<u>50,000</u>
Issued, subscribed and paid-up capital	14,400	14,400
Capital reserves		
Surplus on revaluation of property	168,934	168,934
Revenue reserves		
General reserve	5,993	5,993
Accumulated loss	111	(1,942)
	<u>189,438</u>	<u>187,385</u>
Non-current liabilities		
Long term finance	-	-
Lease liability	488	538
	<u>488</u>	<u>538</u>
Current liabilities		
Markup accrued	2,371	4,822
Current portion of long term finance	-	-
Current portion of lease liability	386	437
Unpaid dividend	217	217
Unclaimed dividend	102	102
Short term borrowing	71,456	87,761
Trade and other payables	312,930	275,623
	<u>387,462</u>	<u>368,962</u>
Contingencies and commitments	-	-
Total equity and liabilities	<u><u>577,388</u></u>	<u><u>556,885</u></u>

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


 Chief Executive Officer

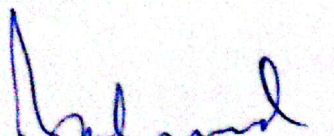

 Director

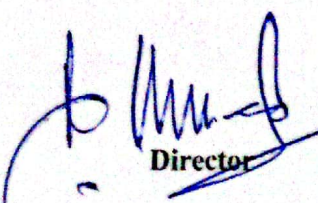

 Chief Financial Officer

Buxly Paints Limited**Condensed Interim Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
For the Quarter ended 30 September 2024**

		30 September	
	Note	2024	2023
		(Rupees in thousand)	
Sales		148,841	170,805
Cost of sales	6	(123,090)	(142,648)
Gross profit		<u>25,751</u>	<u>28,157</u>
Distribution and selling expenses		(11,326)	(14,629)
Administrative expenses		(8,599)	(6,091)
		<u>(19,926)</u>	<u>(20,720)</u>
		5,825	7,437
Other income		903	909
		<u>6,728</u>	<u>8,346</u>
Finance cost		(2,525)	(2,907)
Other charges		(290)	(375)
Profit before levies and tax		<u>3,913</u>	<u>5,064</u>
Levies		(774)	(854)
Profit before income tax		<u>3,139</u>	<u>4,210</u>
Taxation- Income tax		(1,086)	(1,281)
Profit for the year		<u><u>2,053</u></u>	<u><u>2,929</u></u>
Earning per share - basic and diluted		<u>1.43</u>	<u>2.03</u>

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Chief Executive Officer

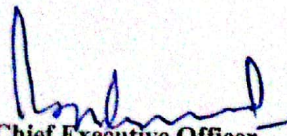

Director

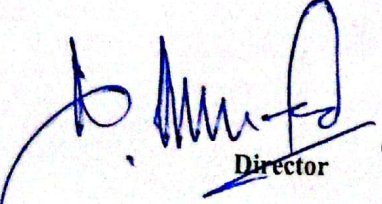

Chief Financial Officer


Buxly Paints Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the Quarter ended 30 September 2024

	Issued subscribed and paid-up capital	Capital reserve	Revenue reserves		Total
		Surplus on revaluation of property	General reserve	Accumulated loss	
(Rupees in thousand)					
Balance as at 01 July 2023	14,400	168,934	5,993	(8,945)	180,382
Total comprehensive income for the year	-	-	-	7,003	7,003
Balance as at 30 June 2024	<u>14,400</u>	<u>168,934</u>	<u>5,993</u>	<u>(1,942)</u>	<u>187,385</u>
Total comprehensive income for the Quarter ended 30 September 2024	-	-	-	2,053	2,053
Balance as at 30 September 2024	<u>14,400</u>	<u>168,934</u>	<u>5,993</u>	<u>111</u>	<u>189,438</u>

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


 Chief Executive Officer

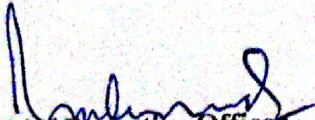

 Director

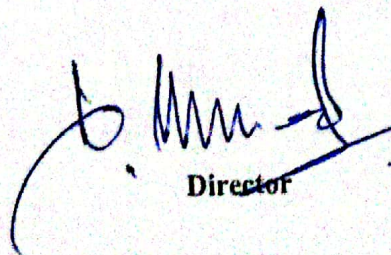

 Chief Financial Officer

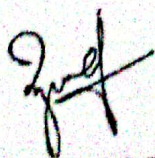
Buxly Paints Limited
Condensed Interim Statement Comprehensive Income (Un-audited)
For the Quarter ended 30 September 2024

	30 September	
	2024	2023
	(Rupees in thousand)	
Profit After Tax	2,053	2,929
Other Comprehensive income	-	-
Total comprehensive income	<u>2,053</u>	<u>2,929</u>

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director

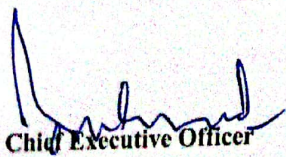

Chief Financial Officer

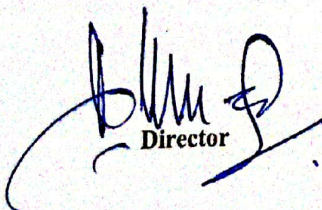
Buxly Paints Limited
Condensed Interim Statement of Cash Flows (Un-audited)
For the Quarter ended 30 September 2024

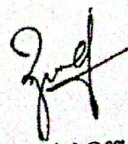
30 September
2024 **2023**
(Rupees in thousand)

Cash flows from operating activities		
Profit before levies and tax	3,913	5,064
Adjustments for:		
Depreciation	110	120
Finance cost	2,525	2,907
Markup on term deposit receipts	-	(2)
Impairment allowance for expected credit loss	-	2,500
Provision for Other Charges	290	375
Rental income	(450)	(450)
	6,388	10,514
(Increase) / decrease in current assets		
Stock-in-trade	4,400	(913)
Trade debts	(35,365)	(23,904)
Advances and deposits	(168)	(99)
Prepayments and other receivables	3	(30)
	(31,130)	(24,946)
(Decrease) / increase in current liabilities		
Trade and other payables	37,307	24,463
Net cash generated from / (used in) operations	12,565	10,030
Income tax paid	(1,890)	(2,589)
Finance cost paid	(5,264)	(2,656)
Net cash (used in) / generated from operating activities	5,411	4,785
Cash flows from investing activities		
Additions to property and equipment	-	(8)
Long term receivable	-	(450)
Markup received on term deposit receipts	-	(3)
Long term loans and advances	936	(1,736)
Net cash (used in) investing activities	936	(2,196)
Cash flows from financing activities		
Payment of lease liability	(101)	(297)
Short term borrowing	(16,305)	(3,104)
Net cash (used in) financing activities	(16,406)	(3,401)
Net decrease in cash and cash equivalents during the year	(10,060)	(812)
Cash and cash equivalents at the beginning of the period	49,174	43,261
Cash and cash equivalents at the end of the period	39,114	42,449

The annexed notes 1 to 9 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

Buxly Paints Limited
Condensed Interim Notes to the Financial Statements (Un-audited)
For the Quarter ended 30 September 2024

1 STATUS AND NATURE OF BUSINESS

Buxly Paints Limited (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 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 (an associated company), at a specified toll manufacturing fees. As per the arrangements, 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 pack the products and deliver the products to the Company or designated party in Pakistan indicated by the Company.

Geographical location and address of business units/plants

	Purpose	Location	Address
a	Registered Office	Karachi	X-3, Manghopir Road, S.I.T.E, Karachi, Sindh,
b	Lahore Office	Lahore	The Annexed, 36-Industrial Estate, Kot lakh pat, Lahore
c	Islamabad	Islamabad	The Annexed, Plot No. 201, Street No. 1, Sector 1-10/3, Industrial Area, Islamabad

2 BASIS OF PREPARATION

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise such International Financial Reporting Standards (IFRSs) issued by the International Standards Board as are notified, provisions of and directives issued under the Companies Act, 2017. In case requirements differ, the provisions of, or directives issued under the Companies Act, 2017 shall prevail.

The company's balance sheet presented in these financial statements as at 30 June 2024 has been extracted from audited financial statements of the company for the year ended 30 June 2024. The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 30 June 2024.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these financial statements are same as those applied in preparation of the annual audited accounts of the company for the year ended 30 June 2024.

4 SHORT TERM BORROWINGS - SECURED

The Company has entered into an agreement with JS Bank Limited for short term running finance facility under markup 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 industry property of the Company situated at Plot # X-3, Manghopir Road, S.I.T.E., Karachi. The running finance facility carries markup of 3 months KIBOR + 2% per annum. Total limit available to the Company is amounting to Rs. 50 million.

5 CONTINGENCIES AND COMMITMENTS

There is no change in Contingencies and Commitments as reported in 30 June 2024.

6 COST OF SALES

	30 September 2024	30 September 2023
	(Rupees in thousand)	
Opening Stock of Finished goods	77,436	80,911
Add: Cost of goods manufactured	117,894	140,646
	<u>195,330</u>	<u>221,557</u>
Less: Closing Stock of Finished goods	(72,239)	(78,908)
Cost of Sales	<u>123,090</u>	<u>142,648</u>

7 TRANSACTIONS WITH RELATED PARTIES

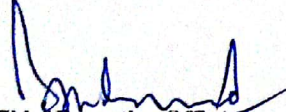
	30 September 2024	30 September 2023
	(Rupees in thousand)	
Transactions with Berger Paints Pakistan Limited		
Purchases	95,960	149,489
Toll manufacturing expenses incurred	10,747	10,637
Rental expense and service charges	300	300
Carriage outward expenses	2,560	3,883
Rental income	453	453
	<u> </u>	<u> </u>
Buxly Paints Limited Provident Fund		
Company's Contribution	331	201
	<u> </u>	<u> </u>

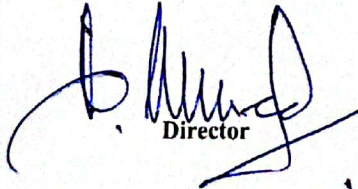
8 DATE OF AUTHORIZATION FOR ISSUE


These financial statements were authorized for issue by the Board of Directors on 29 October 2024.

9 GENERAL

Figures have been rounded off to the nearest thousand rupees.


Chief Executive Officer


Director


Chief Financial Officer