

BUXLY PAINTS LIMITED

# FINANCIAL STATEMENTS

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HALF-YEAR ENDED  
DECEMBER 31, 2025

# Company Information

## Board of Directors:

Mr. Shamshad Ali	Chairman
Mr. Bashir Ahmed	Chief Executive Officer
Mr. Adnan Iqbal	Executive Director
Mr. Fakhru Arfin	Director
Mr. Muhammad Hanif Idrees	Director
Mr. Major (R) Naseer Ahmed	Director
Ms. Rubina Rizvi	Director
Mr. Muhammad Jawad Rafique	Executive Director

## Audit Committee:

Ms. Rubina Rizvi	Chairperson
Mr. Muhammad Hanif Idrees	Member
Mr. Fakhru Arfin	Member

## Human Resource and Remuneration Committee:

Mr. Major (R) Naseer Ahmed	Chairman
Mr. Adnan Iqbal	Member
Mr. Shamshad Ali	Member

## Chief Financial Officer:

Mr. Muhammad Jawad Rafique

## Company Secretary:

Mr. Hassnat Basit Baig

## Auditors:

Rehman Sarfraz Rahim Iqbal Rafiq  
Chartered Accountants

## Legal Advisor:

Zafar & Associates.

## Bankers:

JS Bank Limited  
United Bank Limited  
Bank Al Habib Limited  
MCB Islamic Bank Limited

## Share Registrar:

THK Associates (Pvt.) Ltd.

## Registered Office:

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

## Web Site Address:

<http://www.buxly.com>

## DIRECTORS' REVIEW

The Directors of the company present their review along with the interim financial statements of the Company for the half-year ended on December 31, 2025.

### Operational Results

During the first half of the financial year, the Company recorded net sales of Rs. 284.20 million, compared to Rs. 307.44 million in the corresponding period of last year. The gross profit margin stood at 18.41%, marginally lower than 19.03% recorded in the same period last year.

Selling, marketing and administrative expenses amounted to Rs. 64.9 million, as against Rs. 49.5 million in the comparative period.

The Company reported a net loss after tax of Rs. 12.5 million, resulting in a loss per share of Rs. (8.71).

### Future Outlook

A gradual improvement in economic indicators, relative stability in the currency market, and easing financing conditions are anticipated to support recovery in construction and renovation activity, which in turn is expected to drive demand within the paints sector. The Company is proactively adapting its pricing, product mix, and distribution strategies to capture new opportunities. Management remains focused on cost control, operational efficiency, and prudent resource allocation to ensure sustainable performance in a dynamic economic environment.

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

Dated: February 25, 2026



**Independent Auditors' Review Report**

**To the Members of Buxly Paints Limited**

**Report on Review of Condensed Interim Financial Statements**

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Buxly Paints Limited** (the Company) as at 31 December 2025 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements 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 interim financial statements 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 interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

**Other matter**

The figures of the condensed interim statement of profit or loss and other comprehensive income for the quarters ended 31 December 2025 and 2024 have not been reviewed, as we are required to review only the cumulative figures for the half year ended 31 December.

The engagement partner on the review resulting in this independent auditors' review report is Mr. Adnan Rasheed.

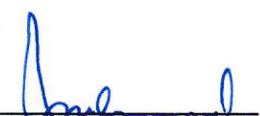
**Rahman Sarfaraz Rahim Iqbal Rafiq**  
CHARTERED ACCOUNTANTS  
Lahore:

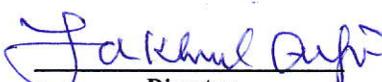
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**BUXLY PAINTS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 31 DECEMBER 2025**

	Unaudited	Audited
Note	31 December 2025	30 June 2025
----- (Rupees in '000') -----		
<b>PROPERTY AND ASSETS</b>		
<b>Non-current assets</b>		
Property and equipment	5 171,105	171,260
Investment properties	6 3,320	3,390
Long term loans and advances	11,140	8,273
Long term receivable	14,400	13,500
Long term security deposits	141	361
Deferred taxation	7 -	-
	200,106	196,784
<b>Current assets</b>		
Stock-in-trade	8 88,408	82,201
Trade debts	9 296,760	273,672
Advances and deposits	10 3,728	3,239
Prepayments and other receivables	544	2,454
Term deposit receipts	4,790	150
Markup receivable	130	20
Current portion of long term loans and advances	714	865
Income tax recoverable/ adjustable	26,148	19,813
Cash and bank balances	11 29,461	47,175
	450,683	429,589
<b>Total property and assets</b>	<b>650,789</b>	<b>626,373</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Share capital	14,400	14,400
Capital reserve		
Surplus on revaluation of property and equipment	12 168,934	168,934
Revenue reserves		
General reserve	5,993	5,993
Accumulated loss	(18,549)	(6,001)
	170,778	183,326
<b>Non-current liabilities</b>		
Lease liabilities	13 -	-
<b>Current liabilities</b>		
Markup accrued	-	1,517
Current portion of lease liabilities	13 271	526
Unpaid dividend	217	217
Unclaimed dividend	102	102
Short term borrowings - secured	14 -	83,895
Trade and other payables	15 479,421	356,790
	480,011	443,047
<b>Contingencies and commitments</b>	16 -	-
<b>Total equity and liabilities</b>	<b>650,789</b>	<b>626,373</b>

The annexed notes 1 to 27 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 (UNAUDITED)**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	Note	For the half year ended		For the quarter ended	
		31 December 2025	31 December 2024	31 December 2025	31 December 2024
------(Rupees in '000')-----					
Sales - net	17	284,204	307,439	150,596	158,598
Cost of sales	18	(231,895)	(248,939)	(126,370)	(125,848)
<b>Gross profit</b>		<b>52,309</b>	<b>58,500</b>	<b>24,226</b>	<b>32,750</b>
<b>Operating expenses</b>					
Distribution and selling expenses	19	(32,968)	(28,171)	(17,264)	(16,845)
Administrative expenses	20	(31,939)	(21,336)	(19,027)	(12,737)
		(64,907)	(49,507)	(36,291)	(29,582)
<b>Operating (loss)/ profit</b>		<b>(12,598)</b>	<b>8,993</b>	<b>(12,065)</b>	<b>3,168</b>
Other income		4,644	1,815	2,841	912
		(7,954)	10,808	(9,224)	4,080
Finance cost		(1,041)	(4,596)	(43)	(2,071)
Other expenses	21	-	(429)	-	(139)
		(1,041)	(5,025)	(43)	(2,210)
<b>(Loss)/ profit before levies and income tax</b>		<b>(8,995)</b>	<b>5,783</b>	<b>(9,267)</b>	<b>1,870</b>
Levies	22	(3,553)	(2,036)	(1,883)	(1,262)
<b>(Loss)/ profit before income tax</b>		<b>(12,548)</b>	<b>3,747</b>	<b>(11,150)</b>	<b>608</b>
Taxation - Income tax	23	-	(1,807)	-	(721)
<b>(Loss)/ profit for the period</b>		<b>(12,548)</b>	<b>1,940</b>	<b>(11,150)</b>	<b>(113)</b>
<b>Other comprehensive income - net of income tax</b>					
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive (loss)/ income for the period</b>		<b>(12,548)</b>	<b>1,940</b>	<b>(11,150)</b>	<b>(113)</b>
<b>(Loss)/ earnings per share - basic and diluted (Rupees)</b>		<b>(8.71)</b>	<b>1.35</b>	<b>(7.74)</b>	<b>(0.08)</b>

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.

  
 Chief Executive Officer

  
 Director

  
 Chief Financial Officer

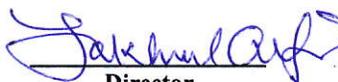


**BUXLY PAINTS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	Share capital	Capital reserve	Revenue reserves		Total
		Surplus on revaluation of property and equipment	General reserve	Accumulated loss	
----- (Rupees in '000) -----					
<b>Balance as at 01 July 2024 (audited)</b>	14,400	168,934	5,993	(1,942)	187,385
Total comprehensive income for the period:					
Profit for the period	-	-	-	1,940	1,940
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	1,940	1,940
<b>Balance as at 31 December 2024</b>	14,400	168,934	5,993	(2)	189,325
Total comprehensive loss for the period:					
Loss for the period	-	-	-	(5,999)	(5,999)
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	(5,999)	(5,999)
<b>Balance as at 30 June 2025 (audited)</b>	14,400	168,934	5,993	(6,001)	183,326
Total comprehensive loss for the period:					
Loss for the period	-	-	-	(12,548)	(12,548)
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	(12,548)	(12,548)
<b>Balance as at 31 December 2025</b>	<b>14,400</b>	<b>168,934</b>	<b>5,993</b>	<b>(18,549)</b>	<b>170,778</b>

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.

  
**Chief Executive Officer**

  
**Director**

  
**Chief Financial Officer**

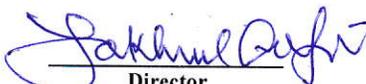


**BUXLY PAINTS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

Note	31 December 2025	31 December 2024	
	------(Rupees in '000')-----		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
(Loss)/ profit before levies and income tax	(8,995)	5,783	
Adjustments for:			
Depreciation	225	218	
Impairment allowance for expected credit loss (ECL)	2,651	800	
Provision for Workers' Welfare Fund (WWF)	-	311	
Provision for Workers' Profit Participation Fund (WPPF)	-	118	
Markup on term deposit receipt	(138)	(9)	
Finance cost	1,041	4,596	
Rental income	(900)	(900)	
	<u>2,879</u>	<u>5,134</u>	
<b>Operating cash flows before working capital changes</b>	<b>(6,116)</b>	<b>10,917</b>	
<b>(Increase)/ decrease in current assets:</b>			
Stock-in-trade	(6,207)	(3,538)	
Trade debts	(25,739)	(45,683)	
Advances and deposits	(489)	278	
Prepayments and other receivables	1,910	162	
	<u>(30,525)</u>	<u>(48,781)</u>	
<b>Increase in current liabilities:</b>			
Trade and other payables	72,384	74,924	
<b>Cash generated from operations</b>	<b>35,743</b>	<b>37,060</b>	
Finance cost paid	(2,558)	(7,495)	
Levies and income tax paid	(9,888)	(6,008)	
	<u>(12,446)</u>	<u>(13,503)</u>	
<b>Net cash generated from operating activities</b>	<b>23,297</b>	<b>23,557</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Additions to property and equipment	-	(51)	
Long term deposits - net	220	-	
Investment in term deposit receipts	(4,640)	-	
Markup received on term deposit receipts	28	21	
Long term loans and advances - net	(2,716)	1,115	
<b>Net cash (used in)/ generated from investing activities</b>	<b>(7,108)</b>	<b>1,085</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Lease liabilities repaid	(255)	(300)	
<b>Net cash used in financing activities</b>	<b>(255)</b>	<b>(300)</b>	
<b>Net increase in cash and cash equivalents during the period</b>	<b>15,934</b>	<b>24,342</b>	
<b>Cash and cash equivalents at the beginning of the period</b>	<b>(36,720)</b>	<b>(38,587)</b>	
<b>Cash and cash equivalents at the end of the period</b>	<b>(20,786)</b>	<b>(14,245)</b>	
<b>Cash and cash equivalents comprise of the following:</b>			
Cash and bank balances	11	29,461	45,187
Short term borrowings (Running finance)	14	-	(59,432)
Temporarily booked overdraft	15	(50,247)	-
		<u>(20,786)</u>	<u>(14,245)</u>

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.

  
**Chief Executive Officer**

  
**Director**

  
**Chief Financial Officer**



**BUXLY PAINTS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

**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 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, pack the products and deliver the products to the Company or designated party in Pakistan indicated by the Company.

Geographical locations and addresses of business units/ plants of the Company are as follows:

Purpose	Location	Address
a Registered office	Karachi	X-3, Manghopir Road, S.I.T.E.
b Head office	Lahore	28 km - Multan Road
c Islamabad office	Islamabad	The Annexe, Plot No. 201, Street No. 1, Sector I-10/3, Industrial Area

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of, directives and notifications issued under the Companies Act, 2017.

Where the provisions of, directives and notifications issued under the Companies Act, 2017 differ with the relevant requirements of IAS 34, the provisions of, directives and notifications issued under the Companies Act, 2017 have been followed.

- 2.2** The cumulative figures for the half year ended 31 December 2025 presented in these condensed interim financial statements are unaudited but have been subjected to limited scope review by the auditors of the Company, as required under section 237 of the Companies Act, 2017 (the Act) and Code of Corporate Governance. Quarterly figures are unaudited/ unreviewed.
- 2.3** The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the audited financial statements of the Company for the year ended 30 June 2025, whereas the comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the half year ended 31 December 2024 have been subjected to review but not audited.
- 2.4** These condensed interim financial statements do not include all the information and disclosures required in annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 30 June 2025.
- 2.5** 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 for the year ended 30 June 2025.



- 2.6 These condensed interim financial statements are presented in Pak Rupees which is also the Company's functional currency. All financial information presented in Pak Rupees has been rounded to the nearest thousand of Rupees. Figures for previous year/ period are rearranged wherever necessary to facilitate comparison. Appropriate disclosure is given in relevant note in case of material rearrangement.

### 3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended 30 June 2025.

#### 3.1 Standards and amendments to published accounting and reporting standards which were effective during the half year ended 31 December 2025

There are other new standards which are effective from 01 July 2025 but they do not have a material effect on the Company's condensed interim financial statements.

#### 3.2 Standards and amendments to approved accounting and reporting standards that are not yet effective

There are other new standards and certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after 01 July 2025. However, these standards, amendments and interpretations will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

### 4 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 2025.

Unaudited 31 December 2025	Audited 30 June 2025
----- (Rupees in '000') -----	

### 5 PROPERTY AND EQUIPMENT

Opening written down value	171,260	171,287
Add: Additions during the period/ year-at cost	-	288
Less: Depreciation charged during the period/ year	(155)	(315)
	<b>171,105</b>	<b>171,260</b>

### 6 INVESTMENT PROPERTIES

Opening written down value	3,390	3,536
Less: Depreciation charged during the period/ year	(70)	(146)
	<b>3,320</b>	<b>3,390</b>

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. 125.712 million and the forced sale value could have been Rs. 106.855 million as per independent valuers' report of June 2023.

- a. The land element has been valued at Rs. 104.323 million after enquiring market rates of similar sized plots in near vicinity from the real estate agents and keeping in view the location, size and availability of the land. The land is situated at Manghopir Road, S.I.T.E, Karachi having area of 17,071 square feet; and
- b. The building element has been valued at Rs. 21.389 million after taking into account the type and class of construction. The building is situated on a portion of the same land covering an area of 3,500 square feet.

The fair value of the property has been assessed under 'fair value hierarchy: level 3'.

### 7 DEFERRED TAXATION

Deferred tax asset amounting to Rs. 39.423 million (30 June 2025 : Rs. 33.113 million) has not been recognised in these condensed interim 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.



	Unaudited		Audited	
	Note	31 December 2025		30 June 2025
<b>8 STOCK-IN-TRADE</b>		----- (Rupees in '000') -----		
Packing material		3,967		2,878
Work-in-process		12,738		3,083
Finished goods		76,263		80,800
		<u>92,968</u>		<u>86,761</u>
Provision against slow moving stocks:				
- Finished goods		(4,560)		(4,560)
		<u>88,408</u>		<u>82,201</u>
<b>9 TRADE DEBTS</b>				
- Unsecured				
Considered good		303,270		277,531
Considered doubtful		23,075		23,075
		<u>326,345</u>		<u>300,606</u>
Impairment allowance for ECL		(29,585)		(26,934)
		<u>296,760</u>		<u>273,672</u>
<b>10 ADVANCES AND DEPOSITS</b>				
<b>Advances - unsecured, considered good</b>				
Employees		878		548
<b>Deposits</b>				
Margin against letters of guarantee		3,105		3,105
Earnest money and tender deposits		10,477		10,318
		<u>13,582</u>		<u>13,423</u>
Provision against expired letters of guarantee, earnest money and tender deposits	10.1	(10,732)		(10,732)
		<u>3,728</u>		<u>3,239</u>
<b>10.1 Opening balance</b>		10,732		10,732
Charge for the period/ year		-		-
		<u>10,732</u>		<u>10,732</u>
<b>11 CASH AND BANK BALANCES</b>				
Cash in hand		56		56
Cash at banks - current accounts				
Conventional banks		299		9,174
Islamic banks		269		269
Cheques in hand		28,837		37,676
		<u>29,461</u>		<u>47,175</u>
<b>12 SURPLUS ON REVALUATION OF PROPERTY AND EQUIPMENT</b>		<u>168,934</u>		<u>168,934</u>
<p>The surplus is in respect of the land located at Plot No. X-3, Manghopir Road, S.I.T.E, Karachi. The plot was revalued on 22 June 2023 by an independent valuer M/s Professional Associates (Regd.) Karachi. The valuation of land has been made on the basis of fair market value. The valuation resulted in net surplus of Rs. 38.582 million. The aforementioned surplus on revaluation of property has been shown as part of equity. Previously such revaluation was carried out in 30 June 2018 by an other independent valuer M/s Harvester Services (Private) Limited, Karachi.</p>				
<b>13 LEASE LIABILITIES</b>				
Opening balance		526		975
Profit accrued on lease liabilities		28		136
Payments made during the period/ year		(283)		(585)
Closing balance		271		526
Current portion		(271)		(526)
		<u>-</u>		<u>-</u>



The reconciliation between gross minimum lease payments, future financial charges and present value of minimum lease payments is as under:

	Minimum lease payments (MLP)	Future finance cost	Present value of MLP
----- (Rupees in '000') -----			
<b>As on 31 December 2025</b>			
Not later than one year	283	(12)	271
Later than one year but not later than five years	-	-	-
	<u>283</u>	<u>(12)</u>	<u>271</u>
<b>As on 30 June 2025</b>			
Not later than one year	566	(40)	526
Later than one year but not later than five years	-	-	-
	<u>566</u>	<u>(40)</u>	<u>526</u>

The lease finance has been obtained from First Habib Modaraba. The obligation represents the present value of minimum lease payments discounted at the rate of 3 months KIBOR + 1% and are payable in equal quarterly installments.

Purchase options are available to the Company after payments of last installment and on surrender of deposit at the end of lease period. The Company intends to exercise its option to purchase leased assets at its salvage value upon completion of respective leased period. The cost of operating and maintaining the leased assets is to be borne by the Company.

Note	Unaudited	Audited
	31 December 2025	30 June 2025
	----- (Rupees in '000') -----	

#### 14 SHORT TERM BORROWINGS-SECURED

##### - Conventional bank

-	<u>83,895</u>
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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 industrial property of the Company situated at Plot # X-3, Manghopir Road, S.I.T.E., Karachi. The running finance facility carries markup of 3 month KIBOR + 2%. Total limit available to the Company amounts to Rs. 50 million (30 June 2025: Rs. 50 million). The facility was matured and fully settled during the current half-year and no amount was outstanding as at the interim reporting date.

#### 15 TRADE AND OTHER PAYABLES

##### - Unsecured

Creditors	15.1	419,514	352,702
Accrued expenses		1,069	476
Other liabilities		8,591	3,612
Temporarily booked overdraft		<u>50,247</u>	-
		<u>479,421</u>	<u>356,790</u>

15.1 This includes payable to Berger Paints Pakistan Limited, an associated undertaking amounting to Rs. 374.188 million (30 June 2025: Rs. 327.159 million).

#### 16 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the status of contingencies and commitments as reported in note 21 to the annual audited financial statements of the Company for the year ended 30 June 2025.



	Unaudited		Unaudited	
	For the half year ended		For the quarter ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
----- (Rupees in '000') -----				
<b>17 SALES - net</b>				
Gross sales	399,544	445,310	207,819	229,453
Less: Sales tax	(60,947)	(67,929)	(31,701)	(35,001)
	338,597	377,381	176,118	194,452
Less: Commission and discounts	(54,393)	(69,942)	(25,522)	(35,854)
	<u>284,204</u>	<u>307,439</u>	<u>150,596</u>	<u>158,598</u>
<b>18 COST OF SALES</b>				
<b>Opening stock</b>				
Packing material	2,878	4,552	5,571	5,435
<b>Add: Purchases</b>				
Raw material	183,403	193,285	105,443	101,173
Packing material	33,669	35,758	18,209	19,927
	217,072	229,043	123,652	121,100
	219,950	233,595	129,223	126,535
<b>Less: Closing stock</b>				
Packing material	(3,967)	(3,639)	(3,967)	(3,639)
Raw and packing material consumed	215,983	229,956	125,256	122,896
<b>Manufacturing expenses</b>				
Toll manufacturing charges	21,031	23,434	11,922	12,687
	237,014	253,390	137,177	135,583
<b>Work-in-process</b>				
Opening stock	3,082	3,192	7,029	3,105
Closing stock	(12,738)	(4,765)	(12,738)	(4,765)
	(9,656)	(1,573)	(5,709)	(1,660)
<b>Cost of goods manufactured</b>	227,358	251,817	131,468	133,923
<b>Finished goods</b>				
Opening stock	80,800	77,436	71,165	72,239
Closing stock	(76,263)	(80,314)	(76,263)	(80,314)
	4,537	(2,878)	(5,098)	(8,075)
	<u>231,895</u>	<u>248,939</u>	<u>126,370</u>	<u>125,848</u>



	Unaudited		Unaudited	
	For the half year ended		For the quarter ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
<b>19 DISTRIBUTION AND SELLING EXPENSES</b>	------(Rupees in '000')-----			
Salaries and other benefits	14,100	12,526	6,855	6,777
Advertising expenses/ sales promotion	290	85	185	44
Carriage outwards	10,138	8,831	5,118	6,271
Depreciation	45	44	23	22
Printing and stationery	33	14	2	14
Rent, rates and taxes	-	16	-	-
Travelling and conveyance	7,385	5,414	4,258	3,156
Postage, telephone and fax	118	48	118	-
Others	859	1,193	705	562
	<b>32,968</b>	<b>28,171</b>	<b>17,264</b>	<b>16,845</b>
<b>20 ADMINISTRATIVE EXPENSES</b>				
Salaries and other benefits	11,922	10,941	6,072	5,199
Depreciation	179	174	89	87
Printing and stationery	54	108	25	81
Repairs and maintenance	45	54	40	22
Travelling and conveyance	803	822	396	394
Directors' fee	402	429	277	429
Audit fee	336	305	91	64
Impairment allowance for ECL	2,651	800	2,651	800
Others	15,547	7,703	9,385	5,661
	<b>31,939</b>	<b>21,336</b>	<b>19,027</b>	<b>12,737</b>
<b>21 OTHER EXPENSES</b>				
WPPF	-	311	-	101
WWF	-	118	-	38
	-	429	-	139
<b>22 LEVIES</b>	<b>3,553</b>	<b>2,036</b>	<b>1,883</b>	<b>1,262</b>
This represents minimum taxes paid under section 113 of the Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21/ IAS 37.				
<b>23 TAXATION - INCOME TAX</b>				
Current	-	1,807	-	721
<b>23.1 Reconciliation of accounting profit and tax expense</b>				
Profit before income tax	-	3,747	-	608
Normal tax @ 29%	-	1,087	-	176
<b>Impact of:</b>				
Admissible/ inadmissible items	-	234	-	231
Rental income	-	(104)	-	(52)
Levies	-	590	-	366
	-	720	-	545
Tax expense	-	1,807	-	721



## 24 RELATED PARTY RELATIONSHIPS AND TRANSACTIONS

Related parties comprises of associated undertakings, directors of the Company, major shareholders and their close family members, 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:

	Unaudited	
	For the half year ended	
	31 December 2025	31 December 2024
----- (Rupees in '000') -----		
<b>Associated undertakings:</b>		
Purchases during the period	183,403	193,285
Rental expense and service charges	600	600
Toll manufacturing charges incurred	21,031	23,434
Rent income	4,500	1,800
License fee income	6	6
<b>Buxly Paints Limited Provident Fund:</b>		
The Company's contribution	854	697
<b>Remuneration of key management personnel</b>		
Management remuneration	5,587	4,400
House rent and other benefits	2,417	1,980
Directors' meeting fee	402	429

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

S. No.	Company's name	Basis of relationship	Aggregate % of shareholding
1	Berger Paints Pakistan Limited	Shareholding	19%
2	Buxly Paints Limited Provident Fund	Common control	-

## 25 SHARIAH COMPLIANT DISCLOSURE

During the period, the Securities and Exchange Commission of Pakistan (SECP) amended Item VII of the Fourth Schedule to the Companies Act, 2017, through the issuance of S.R.O. 1278(I)/2024, whereby companies are required to present specified Shariah-related disclosures separately in the financial statements. Accordingly, the Company has presented the following disclosures, as applicable.

	Note	Unaudited	Audited
		As at	
		31 December 2025	30 June 2025
----- (Rupees in '000') -----			
<b>Statement of financial position</b>			
<b>Assets</b>			
Shariah compliant bank balances	11	269	269
<b>Liabilities</b>			
Markup accrued on conventional loans		-	1,517
Current portion of lease liabilities	13	271	526



Unaudited		
For the half year ended		
Note	31 December 2025	31 December 2024
----- (Rupees in '000') -----		

**Statement of profit or loss and other comprehensive income**

Revenue earned from a Shariah compliant business segment	17	284,204	307,439
Profit on Islamic mode of financing - lease liabilities	13	(28)	(136)
Late paymnet charges	20	(12,057)	(3,146)
<i>Other income - Shariah compliant</i>			
- License fee		6	6
- Rental income		4,500	1,800
<i>Other income - Non shariah compliant income</i>			
- Markup on term deposit receipts		138	9

**Relationship with Shariah compliant financial institutions:**

The Company has bank balances of Rs. 0.269 million and outstanding lease obligations of Rs. 0.271 million with Shariah compliant financial institutions.

**26 EVENTS AFTER STATEMENT OF FINANCIAL POSITION DATE**

There are no other significant events since 31 December 2025 affecting the condensed interim financial statements apart from those disclosed in the condensed interim financial statements.

**27 DATE OF AUTHORISATION FOR ISSUE**

These unaudited condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on 25-2-2026.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer

