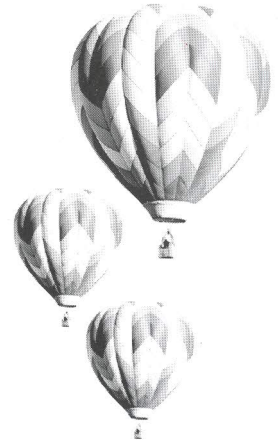


# CONTENTS



	Page #
1 Company Information	2
2 Directors' Review	3
3 Condensed Interim Balance Sheet	4
4 Condensed Interim Profit & Lost Account	5
5 Condensed Interim Statement of Comprehensive Income	6
6 Condensed Interim Cash Flow Statement	7
7 Condensed Interim Statement of Changes in equity	8
8 Notes to the Condensed Interim Financial Statements	9

## COMPANY INFORMATION

### Board of Directors:

Mr. Bashir Ahmed	Chairman
Mr. Shamshad Ali	Chief Executive Officer
Mr. Fakhrul Arfin	
Mr. Hameed Ahmed	
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. Hameed Ahmed	Chairman
Mr. Saeed Mohammad Sheikh	Member
Mr. Shamshad Ali	Member

### CFO & Company Secretary:

Mr. Usman Zafar

### 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: (92-021) 111-000-322  
FAX: (92-021) 35655595

### Registered Office:

X-3, Manghopir Road, S.I.T.E., Karachi-75700  
Ph: 021-32577702  
Web: www.buxly.com

## Directors' Review:

The directors of your company are pleased to submit the un-audited condensed financial statements for the 1<sup>st</sup> quarter ended September 30, 2015.

### Operational Results:

The company has achieved sales of Rs. 45.8 million (1<sup>st</sup> Qtr. 2014-15: Rs. 34.2 million) thus resulting a growth of 34% in comparison to the corresponding period. Earning per Share for the 1<sup>st</sup> quarter ended September 30, 2015 is Rs. 0.55 per share which is increased by Rs. 0.46 per share from the corresponding period.

### Future Outlook:

Considering the prevalent business challenges faced by your company, the management has decided to continue its efforts in exploring untapped business opportunities and change its marketing and business plan accordingly. The management of your company is expecting that this approach will help them to further consolidate their existing growth patterns.

**Chief Executive Officer**

**Director**

**Karachi:  
October 27, 2015**

## Condensed Interim Balance Sheet

As at 30 September 2015

	Note	Un-audited 30 September 2015 (Rupees in '000)	(Audited ) 30 June 2015
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment		62,138	62,145
Investment properties		4,684	4,742
Long term loans and advances		2,045	2,045
Long term deposits		91	91
Deferred taxation		-	-
		<b>68,958</b>	<b>69,023</b>
<b>Current Assets</b>			
Stock-in-trade		19,793	20,988
Trade debts-unsecured		47,177	40,898
Current portion of long term loans and advances		481	642
Mark up receivable		234	273
Advances and deposits		12,276	12,443
Prepayments and other receivables		5,219	4,695
Taxation - net		6,807	5,830
Term deposit receipts / account		4,430	4,430
Cash and bank balances		8,284	12,221
		<b>104,701</b>	<b>102,420</b>
<b>Total assets</b>		<b>173,659</b>	<b>171,443</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized capital 5,000,000 (30 June 2015: 5,000,000) Ordinary shares of Rs. 10 each		<b>50,000</b>	<b>50,000</b>
Issued, subscribed and paid-up capital		<b>14,400</b>	<b>14,400</b>
General reserves		<b>5,993</b>	<b>5,993</b>
Accumulated loss		<b>(10,421)</b>	<b>(11,212)</b>
		<b>9,972</b>	<b>9,181</b>
Surplus on revaluation of fixed assets		<b>60,435</b>	<b>60,435</b>
<b>Current liabilities</b>			
Advance from related party	4	<b>40,000</b>	<b>40,000</b>
Trade and other payables		<b>63,252</b>	<b>61,827</b>
		<b>103,252</b>	<b>101,827</b>
Contingencies and commitments	5	-	-
<b>Total equity and liabilities</b>		<b>173,659</b>	<b>171,443</b>

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

Chief Executive Officer

Director

## Condensed Interim Profit and Loss Account (Un-audited)

For the first quarter ended 30 September 2015

	Note	30 September 2015	30 September 2014
		(Rupees in '000)	
Sales		45,787	34,210
Cost of sales	6	(36,926)	(28,002)
<b>Gross profit</b>		<u>8,861</u>	<u>6,208</u>
Distribution and selling expenses		(7,301)	(4,848)
Administrative expenses		(1,192)	(1,419)
Operating profit / (loss)		<u>(8,493)</u>	<u>(6,267)</u>
Other income		368	(59)
		<u>1,013</u>	<u>596</u>
		1,381	537
Finance cost		(38)	(37)
Workers' profit participation fund		(67)	(25)
Workers' welfare fund		(27)	-
		<u>(132)</u>	<u>(62)</u>
<b>Profit / (loss) before taxation</b>		<u>1,249</u>	<u>475</u>
<b>Taxation</b>		(458)	(342)
<b>Profit/(Loss) for the period</b>		<u><u>791</u></u>	<u><u>133</u></u>
		(Rupees)	
Earning per share - basic and diluted		<u><u>0.55</u></u>	<u><u>0.09</u></u>

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

Chief Executive Officer

Director

## Condensed Interim Statement of Comprehensive Income (Un-audited)

For the first quarter ended 30 September 2015

	30 September 2015 (Rupees in '000)	30 September 2014
Profit/(Loss) after taxation	791	133
Other comprehensive income	-	-
<b>Total comprehensive income</b>	<b>791</b>	<b>133</b>

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

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Chief Executive Officer

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Director

## Condensed Interim Cash Flow Statement (Un-audited)

For the first quarter ended 30 September 2015

	30 September 2015	30 September 2014
	(Rupees in '000)	
<b>Cash flows from operating activities</b>		
Cash generated from operations	(2,452)	(4,993)
Long term loans and advances	-	169
Income tax paid	(1,435)	(471)
Finance cost paid	(38)	(37)
Net cash generated from operating activities	(3,925)	(5,332)
<b>Cash flows from investing activities</b>		
Addition to fixed assets	(12)	-
Term deposit receipts	-	-
	(12)	-
<b>Cash flows from financing activities</b>	-	-
Net decrease in cash and cash equivalents	(3,937)	(5,332)
<b>Cash and cash equivalents at 1-July</b>	12,221	10,154
<b>Cash and cash equivalents at 30-September</b>	<u>8,284</u>	<u>4,822</u>
	2015	2014
	(Rupees in '000)	
<b>Cash and cash equivalents:</b>		
Cash and bank balances	<u>8,284</u>	4,822
	<u>8,284</u>	<u>4822</u>

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

Chief Executive Officer

Director

## Condensed Interim Statement of Change in Equity (Un-audited)

For the first quarter ended 30 September 2015

	Issued Subscribed and paid-up capital	General reserve	Accumulated (loss) / profit	Share capital and reserve	Surplus on revaluation of fixed assets	Total
	------(Rupees in '000)-----					
Balance as at 01 July 2014	14,400	5,993	(13,278)	7,115	60,435	67,550
Total comprehensive income for the year	-	-	2,066	2,066	-	2,066
Balance as at 30 June 2015	<u>14,400</u>	<u>5,993</u>	<u>(11,212)</u>	<u>9,181</u>	<u>60,435</u>	<u>69,616</u>
Total comprehensive income for the quarter- ended 30 September 2015	-	-	791	791	-	791
Balance as at 30 September 2015	<u><u>14,400</u></u>	<u><u>5,993</u></u>	<u><u>(10,421)</u></u>	<u><u>9,972</u></u>	<u><u>60,435</u></u>	<u><u>70,407</u></u>

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

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



# Buxly Paints Limited

## Notes for the Condensed Interim Financial Statements (Un-audited) For the first quarter ended 30 September 2015

### 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 Ordinance, 1984) with registered office in Karachi, Sindh and subsequently converted into a public limited company in May 1985. Its shares are listed on the Karachi and Lahore Stock Exchanges. 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 pack the products and deliver 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, Pakistan.

### 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 under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions of, or directives issued under the Companies Ordinance, 1984 shall prevail.

The company's balance sheet presented in these financial statements as at June 30, 2015 has been extracted from audited financial statements of the company for the year ended June 30, 2015. The interim condensed 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 June 30, 2015.

### 3. ACCOUNTING POLICES

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 June 30, 2015.

### 4. ADVANCE FROM M.S. ORCHIDS (PVT) LTD

The amount of Rs. 40 million from M.S. Orchids (Pvt) Ltd has been classified as advance and the related service charges have been classified in operating expenses.

Un-audited  
30 September  
2015

(Audited )  
30 June  
2015

## 5. CONTINGENCIES AND COMMITMENTS

(Rupees in '000)

### *Contingencies*

Letter of guarantees	7,665	7,665
Claim not acknowledged by the company	3,860	3,860
	<u>11,525</u>	<u>11,525</u>

Un-audited  
30 September  
2015

Un-audited  
30 September  
2014

## 6. COST OF SALES

(Rupees in '000)

Opening Stock of Finished goods	23,058	33,064
Add: Cost of goods manufactured	35,225	21,006
	<u>58,283</u>	<u>54,070</u>
Less: Closing Stock of Finished goods	(21,357)	(26,068)
Cost of Sales	<u>36,926</u>	<u>28,002</u>

## 7. TRANSACTIONS WITH RELATED PARTIES

### Transactions with Berger Paints Pakistan Limited

Purchases	28,776	16,044
Toll manufacturing expenses incurred	2,613	1,198
Rental expense and service charges	902	902
Royalty income	472	257
Rental Income	450	300

### Transactions with M.S.Orchids (Private) Limited

Service Charges	1,832	1,368
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### Buxly Paints Limited Provident Fund

Company's Contribution	76	44
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## 8. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors on October 27, 2015.

## 9. GENERAL

Figures have been rounded off to the nearest thousand rupees.

Chief Executive Officer

Director