

# BERGER PAINTS

Trusted Worldwide



Interim Financial Report  
for the nine months ended  
**March 31, 2019**



# Contents

Company Information	02
Directors' Report	03
Directors' Report - Urdu	04
Condensed Interim Unconsolidated Statement of Financial Position	05
Condensed Interim Unconsolidated Statement of Profit or Loss	06
Condensed Interim Unconsolidated Statement of Comprehensive Income	07
Condensed Interim Unconsolidated Statement of Cash Flow	08
Condensed Interim Unconsolidated Statement of Changes in Equity	09
Notes to the Condensed Interim Unconsolidated Financial Information	10

## Consolidated Financial Statements

Condensed Interim Consolidated Statement of Financial Position	14
Condensed Interim Consolidated Statement of Profit or Loss	15
Condensed Interim Consolidated Statement of Comprehensive Income	16
Condensed Interim Consolidated Statement of Cash Flow	17
Condensed Interim Consolidated Statement of Changes in Equity	18

# Company Information

## Board of Directors

Mr. Maqbool H.H. Rahimtoola - Chairman  
Dr. Mahmood Ahmad - Chief Executive  
Mr. Muhammad Naseem  
Mr. Shahzad M. Husain  
Mr. Zafar A. Osmani  
Mr. Mohammad Saeed  
Mr. Sohail Osman Ali  
Mr. Ilyas Sharif

## Audit Committee

Mr. Muhammad Naseem - Chairman  
Mr. Maqbool H.H. Rahimtoola  
Mr. Sohail Osman Ali

## Human Resource Committee

Mr. Zafar A. Osmani - Chairman  
Dr. Mahmood Ahmad  
Mr. Shahzad M. Husain

## CFO & Company Secretary

Mr. Abdul Wahid Qureshi

## Bankers

MCB Bank Limited  
United Bank Limited  
National Bank of Pakistan  
Faysal Bank Limited  
JS Bank Limited  
Habib Metropolitan Bank Limited  
Samba Bank Limited  
Bank Islami Pakistan Limited

## Auditors

KPMG Taseer Hadi & Co.  
Chartered Accountants

## Solicitors

SurrIDGE & Beecheno

## Company Registrar

Corplink (Private) Limited

## Registered Office

36 Industrial Estate, Kot Lakhpat, Lahore.  
Tel: 92 42 111 237 437  
Fax: 92 42 35151549

## Factory

28 Km, Multan Road, Lahore.  
Tel: 92 42 38102775  
Fax: 92 42 37543450

## Web Presence

[www.berger.com.pk](http://www.berger.com.pk)

## Directors' Report

The Directors are pleased to present their review along with the interim financial statements of the Company for nine months ending, March 31, 2019.

During the period under review, high inflation and continuous Rupee devaluation led to increased raw material costs and slow down of business activities at large. Despite these challenges, however, the Company managed to achieve sales at Rs.3,760 million which is 8.75% less than sales of the corresponding period last year. The gross margin stood at 23.72% compared with the 24.16% for the same period last year.

Selling, Marketing and Administrative expenses stood at Rs.781 million compared with Rs. 883 million of the same period last year. The cost control exercise continues.

The Directors take this opportunity of thanking the shareholders and valued customers for their continued trust as indeed the Company also greatly appreciate the dedication demonstrated by all tiers of the Company employees.

On behalf of the Board

Dr. Mahmood Ahmad  
Chief Executive

Mr. Maqbool H.H. Rahimtoola  
Director

Lahore:  
Dated: 22 April 2019

## مجلس نظما کی رپورٹ

آپ کی کمپنی کے ڈائریکٹرز 31 مارچ، 2019 کو اختتام پذیر ہونے والی نو ماہی پر عبوری فنانشل اسٹیٹمنٹس بعد اپنے تبصرے کے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

سال کے زیر نظر مدت میں انتہائی افراط زر اور روپے کی قدر میں بتدریج کمی نے خام مال کی قیمتوں میں اضافہ اور بڑے پیمانے پر کاروباری سرگرمیوں کو سست رکھا۔ ان تمام چیلنجز کے باوجود آپ کی کمپنی 3,760 ملین روپے کی سیلز ویلیو حاصل کرنے میں کامیاب رہی جو کہ پچھلے سال کے اسی عرصے سے صرف 8.75 فیصد کم ہے۔ مجموعی مارجن گذشتہ سال کی اسی مدت کے لئے 24.16 فیصد کے مقابلے میں 23.72 فیصد رہا ہے۔

سیلنگ مارکیٹنگ اور انتظامی اخراجات 781 ملین روپے تک رہے جو کہ گزشتہ سال اسی مدت میں 883 ملین روپے تک تھے۔ اخراجات کو مزید بہتر طریقے سے کنٹرول رکھا جا رہا ہے۔

ڈائریکٹرز اس موقع پر اپنے شیئر ہولڈرز اور معزز کسٹمرز کا ان کے مسلسل اعتماد کیلئے شکریہ ادا کرتے ہیں اور کمپنی اپنے ہر عہدہ کے اسٹاف کے عزم کی داد دیتی ہے۔

منجانب بورڈ

مقبول ایچ ایم جی رحمت اللہ

ڈائریکٹر

ڈاکٹر محمود احمد

چیف ایگزیکٹو

لاہور

بتاریخ: 22 اپریل، 2019

# Condensed Interim Unconsolidated Statement of Financial Position (Un-audited)

As on 31 March 2019

Rupees in thousand	31 March 2019	30 June 2018
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	1,213,385	1,223,549
Intangibles	36,065	40,297
Investments - related parties	53,238	67,287
Long term loan to related party - Secured	-	40,000
Long-term loans	45,001	54,360
Long-term deposits	23,921	25,884
Deferred taxation	10,734	-
	<b>1,382,344</b>	<b>1,451,377</b>
<b>CURRENT ASSETS</b>		
Stores	17,117	15,772
Stock in trade	970,048	1,015,911
Trade debts	1,571,957	1,164,907
Loans and advances	104,639	199,686
Long term loan to related party - Secured	40,000	-
Trade deposits and short-term prepayments	47,939	51,360
Other receivables	26,876	16,363
Taxation - net	308,404	291,573
Short term investments	42,275	42,275
Cash and bank balances	36,101	21,420
	<b>3,165,356</b>	<b>2,819,267</b>
<b>TOTAL ASSETS</b>	<b>4,547,700</b>	<b>4,270,644</b>
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorised share capital 25,000,000 ordinary shares of Rs.10 each	<b>250,000</b>	250,000
Issued, Subscribed and paid-up capital	204,597	181,864
Reserves	805,238	828,666
Surplus on Revaluation of Fixed Assets - net of tax	495,539	509,131
	<b>1,505,374</b>	<b>1,519,661</b>
<b>NON-CURRENT LIABILITIES</b>		
Long term financing	114,668	69,965
Staff retirement and other long term benefits	157,379	142,592
Deferred taxation	-	9,000
	<b>272,047</b>	<b>221,557</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	1,254,622	1,301,918
Unclaimed dividend	8,123	4,756
Current maturity of long-term financing	67,856	68,298
Accrued finance cost	32,332	16,465
Short term borrowings - secured	1,407,346	1,137,989
	<b>2,770,279</b>	<b>2,529,426</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,547,700</b>	<b>4,270,644</b>

The annexed notes 1 to 8 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive

Director

# Condensed Interim Unconsolidated Profit or Loss Account (Un-audited)

For the period ended 31 March 2019

Rupees in thousand	For the nine months ended		For the quarter ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
Sales - net	<b>3,760,929</b>	4,122,898	<b>1,119,839</b>	1,392,025
Cost of sales	<b>2,868,614</b>	3,126,868	<b>846,968</b>	1,075,991
<b>Gross Profit</b>	<b>892,315</b>	996,030	<b>272,871</b>	316,034
Marketing and Distribution expenses	<b>630,457</b>	724,276	<b>208,524</b>	245,837
Administrative expenses	<b>151,104</b>	158,309	<b>48,418</b>	55,207
	<b>781,561</b>	882,585	<b>256,942</b>	301,044
<b>Operating Profit</b>	<b>110,754</b>	113,445	<b>15,929</b>	14,990
Other operating income	<b>37,287</b>	29,733	<b>9,418</b>	7,844
	<b>148,041</b>	143,178	<b>25,347</b>	22,834
Finance cost	<b>114,141</b>	63,428	<b>48,126</b>	20,552
Other operating expenses	<b>2,217</b>	5,502	<b>(1,694)</b>	157
	<b>116,358</b>	68,930	<b>46,432</b>	20,709
<b>Profit before taxation</b>	<b>31,683</b>	74,248	<b>(21,085)</b>	2,125
Taxation	<b>9,188</b>	27,241	<b>(6,114)</b>	638
<b>Profit after taxation</b>	<b>22,495</b>	47,007	<b>(14,971)</b>	1,487
Earning per share - basic and diluted	<b>Rs.1.10</b>	<i>Restated</i> Rs.2.30	<b>(Rs.0.73)</b>	<i>Restated</i> Rs.0.07

The annexed notes 1 to 8 form an integral part of these condensed interim financial statements.



## Condensed Interim

### Unconsolidated Statement of Comprehensive Income (Un-audited)

For the period ended 31 March 2019

	For the nine months ended		For the quarter ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
<b>Rupees in thousand</b>				
<b>Profit / (Loss) after taxation</b>	<b>22,495</b>	47,007	<b>(14,971)</b>	1,487
<b><u>Other comprehensive income</u></b>				
<b><u>Items that may be reclassified to profit and loss</u></b>				
Fair value (loss) / profit on 'Available for sale' investments	<b>(14,049)</b>	(5,459)	<b>(1,370)</b>	1,299
<b>Total comprehensive (loss) / income for the period</b>	<b>8,446</b>	41,548	<b>(16,341)</b>	2,786

The annexed notes 1 to 8 form an integral part of these condensed interim financial statements.

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

For the period ended 31 March 2019

Rupees in thousand	31 March 2019	31 March 2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	<b>31,683</b>	74,248
<b>Adjustment for non cash items:</b>		
Depreciation on property, plant and equipment	<b>59,303</b>	59,323
Provision against slow moving stock	<b>(1,353)</b>	(1,516)
Provision against bad debts	<b>(17,326)</b>	16,511
Provision for staff retirement and other long term benefits	<b>23,229</b>	24,453
Amortization on intangibles	<b>4,231</b>	3,310
Gain on disposal of property, plant and equipment	<b>(5,020)</b>	(6,666)
Finance costs	<b>114,141</b>	63,428
	<b>177,205</b>	158,843
<b>Operating profit before working capital changes</b>	<b>208,888</b>	233,091
<b>(Increase) / Decrease in Current Assets</b>		
Stores	<b>(1,345)</b>	2,162
Stocks in Trade	<b>47,216</b>	17,900
Trade debts	<b>(389,724)</b>	(79,416)
Loans and advances	<b>95,047</b>	(65,372)
Trade deposits short-term prepayments	<b>3,421</b>	601
Others receivables	<b>(10,513)</b>	(11,454)
	<b>(255,898)</b>	(135,579)
<b>Increase / (Decrease) in Current Liabilities</b>		
Trade and other payables	<b>(47,296)</b>	7,165
<b>Cash generated from operations</b>	<b>(94,306)</b>	104,677
Finance costs paid	<b>(98,274)</b>	(63,194)
Taxes paid	<b>(45,753)</b>	21,271
Staff retirement and other long term benefits paid	<b>(8,442)</b>	(7,756)
Long-term loans - net	<b>9,359</b>	(11,072)
Long-term deposits - net	<b>1,963</b>	(4,718)
	<b>(141,147)</b>	(65,469)
<b>Net cash generated / (used in) from operating activities</b>	<b>(235,453)</b>	39,208
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	<b>(60,193)</b>	(84,484)
Sales proceeds on disposal of property, plant and equipment	<b>16,075</b>	11,393
<b>Net cash outflow from investing activities</b>	<b>(44,118)</b>	(73,091)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long term financing	<b>44,261</b>	(51,049)
Dividend Paid	<b>(19,366)</b>	(23,960)
Short-term borrowings - net	<b>(300,000)</b>	-
<b>Net cash generated from / (used in) financing activities</b>	<b>(275,105)</b>	(75,009)
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(554,676)</b>	(108,892)
Cash and cash equivalents at beginning of the period	<b>(716,569)</b>	(504,379)
<b>Cash and cash equivalents at end of the period</b>	<b>(1,271,245)</b>	(613,271)

The annexed notes 1 to 8 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive

Director

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

For the period ended 31 March 2019

Rupees in thousand	Capital reserve				Revenue reserve		Total share capital and reserve
	Share capital	Share premium	Fair value reserve	Surplus on Revaluation of property, plant and equipment	General reserve	Accumulated Profit	
<b>Balance as at 1 July 2017 - audited</b>	181,864	56,819	28,988	521,363	285,000	353,611	<b>1,427,645</b>
<b>Total comprehensive income for the period</b>							
- Profit for the period	-	-	-	-	-	47,007	<b>47,007</b>
<b>Other Comprehensive income for the period</b>							
Fair value gain on 'Available for sale' investments	-	-	(5,459)	-	-	-	<b>(5,459)</b>
<b>Total comprehensive income for the period</b>	-	-	(5,459)	-	-	47,007	<b>41,548</b>
Surplus on revaluation of property plant and equipment realized through incremental depreciation charged on related assets during the period	-	-	-	(15,620)	-	15,620	-
<b>Balance as at 31 March 2018 - unaudited</b>	<b>181,864</b>	<b>56,819</b>	<b>23,529</b>	<b>505,743</b>	<b>285,000</b>	<b>416,238</b>	<b>1,469,193</b>
<b>Total comprehensive income for the period</b>							
- Profit for the period	-	-	-	-	-	55,098	<b>55,098</b>
<b>Other Comprehensive income for the period</b>							
Fair value loss on 'Available for sale' investments	-	-	(1,822)	-	-	-	<b>(1,822)</b>
Remeasurement of defined benefit obligation	-	-	-	-	-	(5,966)	<b>(5,966)</b>
<b>Total comprehensive income for the period</b>	-	-	(1,822)	-	-	49,132	<b>47,310</b>
Surplus on revaluation of property plant and equipment realized through incremental depreciation charged on related assets during the period	-	-	-	230	-	(230)	-
Reversal of deferred tax due to change of rate	-	-	-	3,158	-	-	<b>3,158</b>
	-	-	-	3,388	-	(230)	<b>3,158</b>
<b>Balance as at 30 Jun 2018 - audited</b>	<b>181,864</b>	<b>56,819</b>	<b>21,707</b>	<b>509,131</b>	<b>285,000</b>	<b>465,140</b>	<b>1,519,661</b>
<b>Total comprehensive income for the period</b>							
- Profit for the period	-	-	-	-	-	22,495	<b>22,495</b>
<b>Other Comprehensive income for the period</b>							
Fair value loss on 'Available for sale' investments	-	-	(14,049)	-	-	-	<b>(14,049)</b>
<b>Total comprehensive income for the period</b>	-	-	(14,049)	-	-	22,495	<b>8,446</b>
Surplus on revaluation of property plant and equipment realized through incremental depreciation charged on related assets during the period	-	-	-	(13,592)	-	13,592	-
<b>Transaction with owners of the Company</b>							
Final cash dividend at the rate of 12.5% (i.e. Rs. 1.25 per share ) for the year ended 30 June 2018	-	-	-	-	-	(22,733)	<b>(22,733)</b>
Issue of Bonus shares at the rate of 12.5% (i.e. Rs. 1.25 shares for every 10 shares held)	22,733	(22,733)	-	-	-	-	-
<b>Balance as at 31 March 2019 - unaudited</b>	<b>204,597</b>	<b>34,086</b>	<b>7,658</b>	<b>495,539</b>	<b>285,000</b>	<b>478,494</b>	<b>1,505,374</b>

The annexed notes 1 to 8 form an integral part of these condensed interim financial statements.

# Notes to the Condensed Interim Unconsolidated Financial Information (Un-audited)

For the period ended 31 March 2019

## 1. THE COMPANY AND ITS OPERATIONS

The company was incorporated in Pakistan on 25 March 1950 as a Private Limited Company under the Companies Act 1913 (now Companies Act, 2017) and was subsequently converted into a Public Limited Company. The Company is listed on the Pakistan Stock Exchange ("PSX"). The principle business activity of the Company is manufacturing and trading of paints, varnishes and other related items.

The registered office of the Company is situated at 36-Industrial Estate Kot Lakhpat, Lahore and the principal manufacturing facility of the Company is located at 28 Km Multan Road, Lahore.

## 2. BASIS OF PREPARATION

These interim condensed financial statements are unaudited and are being submitted to the shareholders in accordance with section 237 of the Companies Act, 2017 and have been prepared in accordance with the requirements of International Accounting Standard (IAS) - 34 "Interim Financial Reporting", as applicable in Pakistan.

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, 2018.

## 3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation followed in the preparation of interim condensed financial statements are same as those published in the annual financial statements for the year ended June 30, 2018.

## 4. PROPERTY, PLANT AND EQUIPMENT

Rupees in thousand	31 March 2019	31 March 2018
Additions	<b>60,193</b>	84,484

## 5. CONTINGENCIES AND COMMITMENTS

### 5.1 Contingencies

Change in contingencies from those reported in audited financial statements of the Company for the year ended 30 June 2018 and the commitments and guarantees are disclosed below:

For tax year 2016, the Commissioner Appeals-I, Lahore, vide its order number 25 dated 20 July 2018, deleted certain additions and remanded the case on certain issues and upheld the case on issue of contractor services which involves revenue of Rs. 10,671,768. Appeal against this order was filed on 17 August 2018 which has not been heard. The Company's legal counsel are of the view that there is very likelihood of final decision of the case in favour of the Company.

For tax year 2010, the Deputy Commissioner Inland Revenue vide its order under section 122(1)/122(5) dated 26 May 2018, created demand of Rs. 211,367,842. Appeal against this order was filed on 9 July 2018, which has been heard. Appellate order is still awaited. The Company's legal counsel are of the view that there is very likelihood of final decision of the case in favour of the Company.

During the period show cause notice PRA/Royalty/2016/12 dated 22 June 2016 for an amount of Rs. 11,446,800 as royalty fee and technical services for the period October 2012 to March 2015 was issued which is under investigation/adjudication proceedings. The Company's legal counsel are of the view that there is very likelihood of final decision of the case in favour of the Company.

## 5.2 Commitments

**5.2.1** Outstanding letter of credit as at March 31, 2019 amounted to Rs. 585 million [June 30, 2018: Rs. 533.72 million].

**5.2.2** Outstanding letter of guarantees as at March 31, 2019 amounted to Rs. 72 million [June 30, 2018: Rs. 65.71 million].

## 6. TRANSACTION WITH RELATED PARTIES

The following table provides details in respect of transactions entered into with related parties during the quarter ended on March 31, 2019. All transactions were carried out at arms length basis.

<b>Rupees in thousand</b>	<b>31 March 2019</b>	31 March 2018
<b>SALES</b>		
Berger Road Safety (Private) Limited - a subsidiary	<b>125,911</b>	107,009
Buxly Paints Limited - related party	<b>131,237</b>	196,318
3S Pharmaceutical (Private) Limited - related party	-	727
Dadex Eternit	<b>257</b>	834
<b>TOLL MANUFACTURING INCOME</b>		
Buxly Paints Limited - related party	<b>16,115</b>	20,496
<b>RENTAL INCOME AND OTHER SERVICES CHARGED</b>		
Buxly Paints Limited - related party	<b>900</b>	900
Berger Road Safety (Private) Limited - a subsidiary	<b>4,534</b>	4,534
<b>INTEREST INCOME</b>		
Berger Road Safety (Private) Limited - a subsidiary	<b>6,222</b>	3,341
<b>RENTAL EXPENSES</b>		
Buxly Paints Limited - related party	<b>1,359</b>	1,359

<b>Rupees in thousand</b>	<b>31 March 2019</b>	31 March 2018
<b>ROYALTY</b>		
Buxly Paints Limited - related party	<b>946</b>	1,614
Slotrapid Limited B.V.I - holding company	<b>28,887</b>	27,035

**7.** These interim condensed financial statements were authorized for issue on 22 April 2019 by the Board of Directors of the Company.

**8. GENERAL**

Figures presented in these interim condensed financial statements have been rounded off to the nearest thousand rupees.

# Berger Paints Pakistan Limited Consolidated Financial Statements

# Condensed Interim Consolidated Statement of Financial Position (Un-audited)

As on 31 March 2019

Rupees in thousand	31 March 2019	30 June 2018
<b><u>Non-current assets</u></b>		
Property, plant and equipment	1,217,166	1,229,115
Intangibles	36,065	40,297
Investments - related parties	46,923	63,532
Long term loans	45,001	54,360
Long term deposits	24,906	26,869
Deferred taxation	12,571	-
	<b>1,382,632</b>	1,414,173
<b><u>Current assets</u></b>		
Stores	17,117	15,772
Stock in trade	983,729	1,024,042
Trade debts	1,660,848	1,237,001
Loans and advances	111,846	200,825
Trade deposits and short term prepayments	47,939	51,757
Other receivables	26,876	16,363
Taxation - net	345,840	319,994
Short term investments	42,275	42,275
Cash and bank balances	38,545	26,569
	<b>3,275,015</b>	2,934,598
	<b>4,657,647</b>	4,348,771
<b><u>Share capital and reserves</u></b>		
Authorised share capital 25,000,000 ordinary shares of Rs.10 each	<b>250,000</b>	250,000
Share capital	<b>204,597</b>	181,864
Reserves	<b>823,522</b>	843,628
Surplus on revaluation of fixed assets	<b>495,539</b>	509,131
	<b>1,523,658</b>	1,534,623
<b>Non-controlling interest</b>	<b>26,625</b>	20,599
<b><u>Non-current liabilities</u></b>		
Long-term financing	<b>114,668</b>	69,965
Staff retirement benefits	<b>157,379</b>	142,592
Liabilities against assets subject to finance lease	<b>2,099</b>	2,099
Deferred taxation	-	7,163
	<b>274,146</b>	221,819
<b><u>Current liabilities</u></b>		
Trade and other payables	<b>1,316,823</b>	1,342,728
Unclaimed dividend	<b>8,556</b>	4,756
Accrued finance cost	<b>32,332</b>	16,465
Current maturity of long-term financing	<b>67,856</b>	68,298
Current maturity of liabilities against assets subject to finance lease	<b>305</b>	1,494
Short term borrowings	<b>1,407,346</b>	1,137,989
	<b>2,833,218</b>	2,571,730
	<b>3,107,364</b>	2,793,549
<b>Contingencies and commitments</b>	<b>4,657,647</b>	4,348,771

Chief Financial Officer

Chief Executive

Director



# Condensed Interim Consolidated Statement of Profit or Loss (Un-audited)

For the period ended 31 March 2019

Rupees in thousand	For the nine months ended		For the quarter ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
Sales - net	<b>3,927,709</b>	4,287,320	<b>1,170,039</b>	1,453,849
Cost of sales	<b>2,988,990</b>	3,227,297	<b>889,611</b>	1,109,586
<b>Gross profit</b>	<b>938,719</b>	1,060,023	<b>280,428</b>	344,263
Marketing and Distribution costs	<b>643,704</b>	745,867	<b>212,445</b>	251,239
Administrative expenses	<b>159,087</b>	165,305	<b>51,351</b>	57,774
	<b>802,791</b>	911,172	<b>263,796</b>	309,013
<b>Operating profit</b>	<b>135,928</b>	148,851	<b>16,632</b>	35,250
Other operating income	<b>34,273</b>	22,084	<b>11,252</b>	5,254
	<b>170,201</b>	170,935	<b>27,884</b>	40,504
Other Charges	<b>2,217</b>	5,502	<b>(1,694)</b>	(2,063)
Finance cost	<b>120,732</b>	67,286	<b>50,688</b>	24,229
	<b>122,949</b>	72,788	<b>48,994</b>	22,166
Share of (loss) / profit of associated Company	<b>(2,560)</b>	1,169	<b>(1,005)</b>	830
<b>Profit before taxation</b>	<b>44,692</b>	99,316	<b>(22,115)</b>	19,168
Taxation	<b>12,847</b>	34,418	<b>(5,230)</b>	5,687
<b>Profit / (Loss) after taxation</b>	<b>31,845</b>	64,898	<b>(16,885)</b>	13,481
<b>Attributable to:</b>				
Equity holders of the parent	<b>25,819</b>	56,650	<b>(16,465)</b>	8,006
Non-controlling interest	<b>6,026</b>	8,248	<b>(420)</b>	5,475
		----- Rupees -----		
Earning per share - basic and diluted	<b>1.26</b>	<i>Restated</i> <b>2.77</b>	<b>(0.80)</b>	<i>Restated</i> <b>0.39</b>

# Condensed Interim

## Consolidated Statement of Comprehensive Income (Un-audited)

For the period ended 31 March 2019

	For the nine months ended		For the quarter ended	
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
<b>Rupees in thousand</b>				
<b>Profit / (Loss) after taxation</b>	<b>31,845</b>	64,898	<b>(16,885)</b>	13,481
Other comprehensive income for the period				
<b><i>Items that may be reclassified to profit and loss</i></b>				
Fair value (loss) / profit on 'Available for sale' investments	<b>(14,049)</b>	(5,459)	<b>(1,370)</b>	1,299
<b>Total comprehensive (loss) / income for the period</b>	<b>17,796</b>	59,439	<b>(18,255)</b>	14,780
<b>Attributable to :</b>				
Equity holder of the parent	<b>11,770</b>	51,191	<b>(17,835)</b>	9,305
Non-controlling interest	<b>6,026</b>	8,248	<b>(420)</b>	5,475

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

For the period ended 31 March 2019

Rupees in thousand	31 March 2019	31 March 2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash (used) / generated from operations	(76,991)	102,574
Finance cost paid	(104,865)	(67,052)
Taxes paid	(58,427)	25,072
Staff retirement benefits	(8,442)	(7,756)
Long term loans	9,359	(11,072)
Long term deposits	1,963	(4,718)
<b>Net cash (outflows) / inflows from operating activities</b>	<b>(237,403)</b>	37,048
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(60,192)	(84,508)
Sale proceeds on disposal of property, plant and equipment	16,075	11,393
<b>Net cash (outflows) / inflows from investing activities</b>	<b>(44,117)</b>	(73,115)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of long term financing	44,261	(51,049)
Dividend paid	(18,933)	(23,960)
Short term borrowings - net	(300,000)	-
Lease liability	(1,189)	(1,329)
<b>Net cash (outflows) from financing activities</b>	<b>(275,861)</b>	(76,338)
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(557,381)</b>	(112,405)
<b>Cash and cash equivalents at 1 Jul</b>	<b>(711,420)</b>	(498,980)
<b>Cash and cash equivalents at 31 March</b>	<b>(1,268,801)</b>	(611,385)

# Condensed Interim Consolidated Statement of Changes In Equity (Un-audited)

For the period ended 31 March 2019

Rupees in thousand	Reserves						Total equity attributable to owners of the parent Company	Non controlling Interest	Total equity
	Capital			Revenue					
	Share capital	Share premium	Fair value reserve	Surplus on Revaluation of property, plant and equipment	General reserve	Accumulated (Loss) / Profit			
<b>Balance as at 01 July 2017</b>	181,864	56,819	28,988	521,363	285,000	365,634	1,439,668	18,158	<b>1,457,826</b>
<b><u>Total comprehensive income for the period</u></b>									
Profit for the period	-	-	-	-	-	56,650	56,650	8,248	<b>64,898</b>
Other Comprehensive income for the period									
- Fair value gain on 'Available for sale' investments	-	-	(5,459)	-	-	-	(5,459)	-	<b>(5,459)</b>
<b>Total comprehensive income for the period</b>	-	-	(5,459)	-	-	56,650	51,191	8,248	<b>59,439</b>
Surplus on revaluation of property, plant and equipment realized through incremental depreciation charged on related assets during the period	-	-	-	(15,620)	-	15,620	-	-	-
<b>Balance as at 31 March 2018</b>	<b>181,864</b>	<b>56,819</b>	<b>23,529</b>	<b>505,743</b>	<b>285,000</b>	<b>437,904</b>	<b>1,490,859</b>	<b>26,406</b>	<b>1,517,265</b>
<b><u>Total comprehensive income for the period</u></b>									
Profit for the period	-	-	-	-	-	48,393	48,393	(5,807)	<b>42,586</b>
Other Comprehensive income for the period									
- Fair value loss on 'Available for sale' investments	-	-	(1,822)	-	-	-	(1,822)	-	<b>(1,822)</b>
- Remeasurement of defined benefit obligation	-	-	-	-	-	(5,966)	(5,966)	-	<b>(5,966)</b>
<b>Total comprehensive income for the period</b>	-	-	(1,822)	-	-	42,427	40,605	(5,807)	<b>34,798</b>
Surplus on revaluation of property, plant and equipment realized through incremental depreciation charged on related assets during the period	-	-	-	230	-	(230)	0	-	<b>0</b>
Reversal of deferred tax due to change of rate	-	-	-	3,158	-	-	3,158	-	<b>3,158</b>
	-	-	-	3,388	-	(230)	3,158	-	<b>3,158</b>
<b>Balance as at 30 June 2018</b>	<b>181,864</b>	<b>56,819</b>	<b>21,707</b>	<b>509,131</b>	<b>285,000</b>	<b>480,102</b>	<b>1,534,623</b>	<b>20,599</b>	<b>1,555,222</b>
<b><u>Total comprehensive income for the period</u></b>									
Profit for the period	-	-	-	-	-	25,819	25,819	6,026	<b>31,845</b>
Other Comprehensive income for the period									
- Fair value loss on 'Available for sale' investments	-	-	(14,049)	-	-	-	(14,049)	-	<b>(14,049)</b>
<b>Total comprehensive income for the period</b>	-	-	(14,049)	-	-	25,819	11,770	6,026	<b>17,796</b>
<b><u>Transaction with owners of the Company</u></b>									
Final dividend for the year ended 30 June 2018 @ Rs. 1.25 per share	-	-	-	-	-	(22,733)	(22,733)	-	<b>(22,733)</b>
Bonus shares issued for the year ended 30 June 2018 @ 1.25:10 shares	22,733	(22,733)	-	-	-	-	-	-	-
Surplus on revaluation of property, plant and equipment realized through incremental depreciation charged on related assets during the period	-	-	-	(13,592)	-	13,592	-	-	-
<b>Balance as at 31 March 2019</b>	<b>204,597</b>	<b>34,086</b>	<b>7,658</b>	<b>495,539</b>	<b>285,000</b>	<b>496,780</b>	<b>1,523,660</b>	<b>26,625</b>	<b>1,550,285</b>

For Free Color Advisory



111-BERGER(111-237-437) KHI, LHR, ISB.

Faisalabad: 041-8554044, 8724050

Peshawar: 091-5703127

Quetta: 081-2822772

Gujranwala: 055-3250744, 3843450

Multan: 061-4586461, 4580946, 4586337

Hyderabad: 022-2720908

Berger Paints Pakistan Limited 28 Km, Multan Road, Lahore, Pakistan.



[www.facebook.com/berger.pak](http://www.facebook.com/berger.pak)



[www.twitter.com/BergerPaksitan](http://www.twitter.com/BergerPaksitan)

[www.berger.com.pk](http://www.berger.com.pk)