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## **Company Information**

## **Board of Directors**

Mr. Maqbool H. H. Rahimtoola - Chairman

Dr. Mahmood Ahmad - Chief Executive

Mr. Tario Ikram - Director

Mr. Zafar A. Osmani - Director

Mr. Shahzad M. Hussain - Director

Mr. Ilyas Sharif - Director

Mr. Mohammad Saeed - Director

Ms. Zareen Aziz - Director

## **Audit Committee**

Mr. Tariq Ikram - Chairman

Mr. Maqbool H. H. Rahimtoola

Ms. Zareen Aziz

## **Human Resource Committee**

Mr. Zafar A. Osmani - Chairman

Dr. Mahmood Ahmad

Mr. Mohammad Saeed

## Committee for Business Strategies

Mr. Tariq Ikram - Chairman

Mr. Zafar Aziz Osmani

Mr. Zahid Majid

## Chief Financial Officer

Mr. Abdul Wahid Qureshi

## Company Secretary

Mr. Nauman Afzal

## Bankers

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

## Auditors

BDO Ebrahim & Co. Chartered Accountants

## Solicitors

Surridge & Beecheno

## Company Registrar

M/s 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 Site

www.berger.com.pk

## **Directors' Report**

The Directors of the Company are pleased to present their Review along with the interim financial statements of the Company for the guarter ending on September 30, 2022.

## **Operational Results**

During the quarter under review, uncertainty continued to prevail in the country after the change in government, immense flood disaster, devaluation of Rupee against US dollar and international commodity prices have an important bearing on the inflation trajectory and resultantly slowed down in overall business activities which have badly affected performance of the companies. Despite these challenges, however, your Company managed to achieve sales for the quarter at Rs. 1,576 million as compared to Rs. 1,536 million in corresponding period of last year, up by 2.6%. Gross margins were remained under pressure and stood at 18.69%, compared with 18.75% for the same period last year. Company feels a reasonable recovery in the remaining part of the year.

Every effort was made to optimize the Administrative and Selling expenditure which resultantly remained under control and all marketing activities were executed according to the marketing plan

The Directors take this opportunity to thank our shareholders, our stakeholders and valued customers for their continued trust as indeed the Company appreciates the dedication demonstrated by all tiers of the Company's employees.

On behalf of the Board

Dr. Mahmood Ahmad Chief Executive Mr. Maqbool H.H. Rahimtoola Director

Lahore:

Dated: 26 October 2022

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

As on 30 September 2022

(Un-audited)	(Audited)		
30 September	30 June		
2022	2022		
Rupees in thousand			

### ASSETS

A55E15		
Non-current assets		
Property, plant and equipment	1,600,447	1,628,161
Intangible assets	9	23
Long term investments	64,510	70,915
Long term loans	49,900	38,632
Long term deposits and prepayments	38,151	38,138
Deferred taxation - net	11,103 1,764,120	1,775,869
	1,764,120	1,775,009
Current assets		
Cullent assets		
Stores, spare parts and loose tools	25,311	22,735
Stock in trade	1,815,497	1,625,411
Trade debts - unsecured	1,713,076	1,628,302
Loans and advances	213,790	221,950
Trade deposits and short term prepayments	28,581	26,821
Other receivables	70,568	113,633
Tax refund due from Government	241,800	172,815
Short term investment	191,000	140,000
Cash and bank balances	39,665	223,671
	4,339,288	4,175,338
	6,103,408	5,951,207
	0,100,100	0,001,207
EQUITY AND LIABILITIES		
Authorised share capital	250,000	250,000
Share capital and reserves		
Issued, subscribed and paid-up capital	204,597	204,597
issued, subscribed and palurup depital	201,001	201,001
Capital reserves		
Revaluation surplus on property, plant and equipment	825,505	830,273
Other reserves	51,612	58,017
	877,117	888,290
Revenue reserves		
General reserve	285,000	285,000
Accumulated profits	972,980	967,825
	1,257,980	1,252,825
Total equity	2,339,694	2,345,712
Non-current liabilities		
Long term financing - secured	158,662	183,222
Long term diminishing musharaka	500,000	16,000
Deferred grant	1,189 145,602	2,251 144,012
Long term employee benefits Deferred taxation - net	145,602	8,379
Deletted taxation - thet	805,453	353,864
Current liabilities	000,400	000,004
Trade and other payables	1,782,983	1,756,458
Current portion of deferred income	1,379	1,379
Current portion of long term financing	67,731	67,731
Unclaimed dividend	6,576	6,826
Accrued markup	45,836	45,298
Short term borrowings - secured	1,053,756	1,373,939
	2,958,261	3,251,631
Contingencies and commitments		
	6,103,408	5,951,207
The annexed notes 1 to 8 form an integral part of these condensed interm financial statements.		

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

For the quarter ended 30 September 2022

30 Sept=mber           2022         2021           Rupees in Housand           Revenue from contract with customers - net         1,571,233         1,536,120           Cost of sales         (1,285,631)         (1,248,141)           Gross profit         285,602         287,979           Selling and distribution expenses         (163,886)         (175,215)           Administrative and general expenses         (51,040)         (44,918)           Other operating expenses         (175)         (4,265)           Profit from operations         70,501         63,581           Other income         1,517         15,701           Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)           Profit after taxation for the period         386         35,873		Quarter Ended	
Revenue from contract with customers - net       1,571,233       1,536,120         Cost of sales       (1,285,631)       (1,248,141)         Gross profit       285,602       287,979         Selling and distribution expenses       (163,886)       (175,215)         Administrative and general expenses       (51,040)       (44,918)         Other operating expenses       (175)       (4,265)         Profit from operations       70,501       63,581         Other income       1,517       15,701         Finance cost       (71,474)       (28,757)         Profit before taxation for the period       544       50,525         Taxation       (158)       (14,652)		30 Sept	tember
Revenue from contract with customers - net       1,571,233       1,536,120         Cost of sales       (1,285,631)       (1,248,141)         Gross profit       285,602       287,979         Selling and distribution expenses       (163,886)       (175,215)         Administrative and general expenses       (51,040)       (44,918)         Other operating expenses       (175)       (4,265)         Profit from operations       70,501       63,581         Other income       1,517       15,701         72,018       79,282         Finance cost       (71,474)       (28,757)         Profit before taxation for the period       544       50,525         Taxation       (158)       (14,652)		2022	2021
Cost of sales         (1,285,631)         (1,248,141)           Gross profit         285,602         287,979           Selling and distribution expenses         (163,886)         (175,215)           Administrative and general expenses         (51,040)         (44,918)           Other operating expenses         (175)         (4,265)           Profit from operations         70,501         63,581           Other income         1,517         15,701           72,018         79,282           Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)		Rupees in	thousand
Cost of sales         (1,285,631)         (1,248,141)           Gross profit         285,602         287,979           Selling and distribution expenses         (163,886)         (175,215)           Administrative and general expenses         (51,040)         (44,918)           Other operating expenses         (175)         (4,265)           Profit from operations         70,501         63,581           Other income         1,517         15,701           72,018         79,282           Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)			
Gross profit       285,602       287,979         Selling and distribution expenses       (163,886)       (175,215)         Administrative and general expenses       (51,040)       (44,918)         Other operating expenses       (175)       (4,265)         Profit from operations       70,501       63,581         Other income       1,517       15,701         72,018       79,282         Finance cost       (71,474)       (28,757)         Profit before taxation for the period       544       50,525         Taxation       (158)       (14,652)	Revenue from contract with customers - net	1,571,233	1,536,120
Selling and distribution expenses       (163,886)       (175,215)         Administrative and general expenses       (51,040)       (44,918)         Other operating expenses       (215,101)       (224,398)         Profit from operations       70,501       63,581         Other income       1,517       15,701         72,018       79,282         Finance cost       (71,474)       (28,757)         Profit before taxation for the period       544       50,525         Taxation       (158)       (14,652)	Cost of sales	(1,285,631)	(1,248,141)
Administrative and general expenses       (51,040)       (44,918)         Other operating expenses       (175)       (4,265)         Profit from operations       70,501       63,581         Other income       1,517       15,701         72,018       79,282         Finance cost       (71,474)       (28,757)         Profit before taxation for the period       544       50,525         Taxation       (158)       (14,652)	Gross profit	285,602	287,979
Administrative and general expenses       (51,040)       (44,918)         Other operating expenses       (175)       (4,265)         Profit from operations       70,501       63,581         Other income       1,517       15,701         72,018       79,282         Finance cost       (71,474)       (28,757)         Profit before taxation for the period       544       50,525         Taxation       (158)       (14,652)			
Other operating expenses         (175)         (4,265)           Profit from operations         70,501         63,581           Other income         1,517         15,701           Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)	Selling and distribution expenses	(163,886)	(175,215)
Profit from operations         (215,101)         (224,398)           Other income         70,501         63,581           Tother income         1,517         15,701           72,018         79,282           Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)	Administrative and general expenses	(51,040)	(44,918)
Profit from operations         70,501         63,581           Other income         1,517         15,701           72,018         79,282           Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)	Other operating expenses	(175)	(4,265)
Other income         1,517         15,701           72,018         79,282           Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)		(215,101)	(224,398)
Finance cost         72,018         79,282           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)	Profit from operations	70,501	63,581
Finance cost         (71,474)         (28,757)           Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)	Other income	1,517	15,701
Profit before taxation for the period         544         50,525           Taxation         (158)         (14,652)		72,018	79,282
Taxation (158) (14,652)	Finance cost	(71,474)	(28,757)
	Profit before taxation for the period	544	50,525
Profit after taxation for the period 386 35,873	Taxation	(158)	(14,652)
	Profit after taxation for the period	386	35,873
Earnings per share - basic and diluted (Rupees) 0.02 1.75	Earnings per share - basic and diluted (Rupees)	0.02	1.75

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

## **Condensed Interim**

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

For the quarter ended 30 September 2022

	Quarter Ended	
	30 Sep	tember
	2022 Rupees in	2021 thousand
Profit after taxation for the period	386	35,873
Other comprehensive income		
Items that may be reclassified to profit or loss		
Items that will not be reclassified to statement of profit or loss		
Fair value gain on investment classified as FVOCI	(6,405)	34,107
Total comprehensive income for the period	(6,019)	69,980

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

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

Profit before taxation for the period   S44   S0,825		Quarter 30 Sept	
Profit before taxation for the period		2022	2021
Profit before taxation for the period		Rupees in	thousand
Adjustments for non cash and other items:   Depreciation on property, plant and equipment   34,597   33,663   Amortization on computer software   14   47   77   77   77   77   77   77	Cash flows from operating activities		
Depreciation on property, plant and equipment Amortization on computer software	Profit before taxation for the period	544	50,525
Amortization on computer software Provision for doubtful debts 875 10,000 Provision for staff retirement and other long term benefits 4,459 4,456 Finance costs 71,474 28,757 11,474 11,475 11,	Adjustments for non cash and other items:		
Provision for doubtful debts	Depreciation on property, plant and equipment	34,597	33,663
Provision for staff retirement and other long term benefits	Amortization on computer software	14	47
Profit before working capital changes	Provision for doubtful debts	875	10,000
Profit before working capital changes  (Increase) / decrease in current assets:  Stores and spare parts  (2,57e) (784) Stock-in-trade (190,086) 9,397 Trade debts - unsecured (85,649) (175,467) Loans and advances (85,649) (175,467) (44,02) Chosen and advances (1,1760) (4,402) Chosen in current liabilities: (228,846) (222,066) Increase in current liabilities: Trade and other payables (228,846) (222,066) Increase in current liabilities: Trade and other payables (88,625) 105,137  Cash (used in) / generated from operations (89,858) 10,519  Taxes paid (88,625) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retirement and other long term benefits paid (3,369) (2,856) Staff retir	Provision for staff retirement and other long term benefits	4,959	4,456
Profit before working capital changes	Finance costs	71,474	28,757
(Increase) / decrease in current assets:  Stores and spare parts Stock-in-trade (190,086) 9,397 Trade debts - unsecured (85,649) Loans and advances 8,160 (39,839) Trade deposits short-term prepayments (1,760) (4,402) Others receivables (222,846) (222,066) Increase in current liabilities: Trade and other payables 26,525 Trade and other payables (289,858) 10,519  Taxes paid (70,936) Staff retirement and other long term benefits paid (70,936) Long term loans - net (11,288) (5,955) Long term deposits - net (11,288) (264,069) (8,944)  Cash flows from investing activities  Capital expenditure incurred Short term investments (6,883) (53,177) Short term investments (25,622) Long term financing - net Long term financing activities  Long term financing - net Long term financing activities  Long term financing - net Long term financing activities  Long term financing - net L		111,919	76,923
Stores and spare parts   (2,576) (190,086)   9,397   1776d edbts - unsecured   (85,649) (175,467)   (175,467)   (20,086)   (176,467)   (20,086)   (176,467)   (20,086)   (176,467)   (20,086)   (176,467)   (175,477)   (175,467)   (175,477)   (175	Profit before working capital changes	112,463	127,448
Stores and spare parts   (2,576) (190,086)   9,397   1776d edbts - unsecured   (85,649) (175,467)   (175,467)   (20,086)   (176,467)   (20,086)   (176,467)   (20,086)   (176,467)   (20,086)   (176,467)   (175,477)   (175,467)   (175,477)   (175	(Increase) / decrease in current assets:		
Stock-in-trade   (190,086)   9,397     Trade debts - unsecured   (85,649)   (175,467)     Loans and advances   8,160   (39,839)     Trade deposits short-term prepayments   (1,760)   (4,402)     Others receivables   (228,846)   (222,066)     Increase in current liabilities:   (228,846)   (222,066)     Increase in current liabilities:   (228,846)   (222,066)     Increase in current liabilities:   (26,525   105,137     Cash (used in) / generated from operations   (88,825)   (70,936)   (26,956)     Staff retirement and other long term benefits paid   (3,369)   (2,863)     Long term loans - net   (11,288)   (5,955)     Long term deposits - net   (11,288)   (5,955)     Long term deposits - net   (11,288)   (3,891)     Net cash used in operating activities   (264,069)   (8,944)     Cash flows from investing activities   (61,000)   -		(2,576)	(784)
Loans and advances	Stock-in-trade		9,397
Trade deposits short-term prepayments         (1,760)         (4,402)           Others receivables         (228,846)         (222,066)           Increase in current liabilities:         (228,846)         (222,066)           Trade and other payables         26,525         105,137           Cash (used in) / generated from operations         (89,858)         10,519           Taxes paid         (70,936)         (26,956)           Staff retirement and other long term benefits paid         (3,369)         (2,863)           Long term loans - net         (11,268)         (5,955)           Long term deposits - net         (13)         (891)           Net cash used in operating activities         (264,069)         (8,944)           Cash flows from investing activities         (6,883)         (53,177)           Capital expenditure incurred         (6,883)         (53,177)           Short term investments         (51,000)         -           Net cash used in investing activities         (57,883)         (53,177)           Cash flows from financing activities         (51,000)         -           Long term diminishing musharaka - net         (25,622)         (18,503)           Long term diminishing musharaka - net         (25,622)         (5,502)           Dividend pai	Trade debts - unsecured	(85,649)	(175,467)
Others receivables         43,065 (10,971) (228,846) (222,066)           Increase in current liabilities:         726,225 (105,137)           Trade and other payables         26,525 (105,137)           Cash (used in) / generated from operations         (89,858) (10,519)           Taxes paid         (88,625) (70,936) (26,956)           Finance cost paid         (33,899) (2,863)           Long term loans - net         (11,268) (5,955) (13)           Long term deposits - net         (11,268) (891)           Net cash used in operating activities         (264,069) (8,944)           Cash flows from investing activities         (6,883) (53,177)           Capital expenditure incurred         (6,883) (53,177)           Short term investments         (51,000) (51,000)           Net cash used in investing activities         (57,883) (53,177)           Cash flows from financing activities         (25,622) (18,503)           Long term financing - net         (25,622) (48,000) (250) (50)           Long term financing musharaka - net         (25,622) (250) (5)           Dividend paid         (25,002) (5)           Net cash generated from / (used in) financing activities         458,128 (18,508)           Net increase / (decrease) in cash and cash equivalents         136,176 (80,629) (18,508)           Cash and cash equivalents at beginning of the peri	Loans and advances	8,160	(39,839)
Increase in current liabilities:   Trade and other payables   26,525   105,137	Trade deposits short-term prepayments	(1,760)	(4,402)
Increase in current liabilities:	Others receivables	43,065	(10,971)
Trade and other payables         26,525         105,137           Cash (used in) / generated from operations         (89,858)         10,519           Taxes paid         (88,625)         17,202           Finance cost paid         (70,936)         (26,956)           Staff retirement and other long term benefits paid         (3,369)         (2,863)           Long term loans - net         (11,268)         (5,955)           Long term deposits - net         (13)         (891)           Net cash used in operating activities         (264,069)         (8,944)           Cash flows from investing activities         (6,883)         (53,177)           Short term investments         (51,000)         (53,177)           Net cash used in investing activities         (57,883)         (53,177)           Cash flows from financing activities         (57,883)         (53,177)		(228,846)	(222,066)
Cash (used in) / generated from operations         (89,858)         10,519           Taxes paid         (88,625)         17,202           Finance cost paid         (70,936)         (26,956)           Staff retirement and other long term benefits paid         (3,369)         (2,863)           Long term loans - net         (11,268)         (5,955)           Long term deposits - net         (13)         (891)           Net cash used in operating activities         (264,069)         (8,944)           Capital expenditure incurred         (6,883)         (53,177)           Short term investments         (51,000)         -           Net cash used in investing activities         (57,883)         (53,177)           Cash flows from financing activities         (25,622)         (18,503)           Long term financing - net         (25,622)         (18,503)           Long term diminishing musharaka - net         (250)         (5)           Dividend paid         (250)         (5)           Net cash generated from / (used in) financing activities         458,128         (18,508)           Net increase / (decrease) in cash and cash equivalents         136,176         (80,629)           Cash and cash equivalents at beginning of the period         (1,150,268)         (813,867) <th>Increase in current liabilities:</th> <td></td> <td></td>	Increase in current liabilities:		
Taxes paid       (88,625)       17,202         Finance cost paid       (70,936)       (26,956)         Staff retirement and other long term benefits paid       (3,369)       (2,863)         Long term loans - net       (11,268)       (5,955)         Long term deposits - net       (13)       (891)         Net cash used in operating activities       (264,069)       (8,944)         Cash flows from investing activities       (6,883)       (53,177)         Capital expenditure incurred       (6,883)       (53,177)         Net cash used in investing activities       (57,883)       (53,177)         Cash flows from financing activities       (57,883)       (53,177)         Cash flows from financing activities       (25,622)       (18,503)         Long term financing - net       (25,622)       (18,503)       (5)         Long term diminishing musharaka - net       (250)       (5)       (5)         Net cash generated from / (used in) financing activities       458,128       (18,508)         Net increase / (decrease) in cash and cash equivalents       136,176       (80,629)         Cash and cash equivalents at beginning of the period       (1,150,268)       (813,867)	Trade and other payables	26,525	105,137
Finance cost paid   (70,936)   (26,956)   Staff retirement and other long term benefits paid   (3,369)   (2,863)   (2,863)   (2,863)   (2,863)   (2,863)   (11,268)   (5,955)   (11,268)   (11,268)   (5,955)   (11,268)   (12,622)	Cash (used in) / generated from operations	(89,858)	10,519
Finance cost paid   (70,936)   (26,956)   (3,369)   (2,863)   (2,863)   (2,863)   (2,863)   (2,863)   (2,863)   (2,863)   (2,863)   (11,268)   (5,955)   (11,268)   (5,955)   (11,268)   (12,268)	Taxes paid	(88,625)	17,202
Long term loans - net   (11,268)   (5,955)   (891)   (174,211)   (19,463)   (891)   (174,211)   (19,463)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (8,944)   (264,069)   (26	Finance cost paid	, , ,	(26,956)
Long term deposits - net       (13)       (891)         (174,211)       (19,463)         Net cash used in operating activities       (264,069)       (8,944)         Cash flows from investing activities       (6,883)       (53,177)         Short term investments       (51,000)       -         Net cash used in investing activities       (57,883)       (53,177)         Cash flows from financing activities       (25,622)       (18,503)         Long term financing - net       (25,622)       (18,503)         Long term diminishing musharaka - net       (250)       (55)         Dividend paid       (250)       (55)         Net cash generated from / (used in) financing activities       458,128       (18,508)         Net increase / (decrease) in cash and cash equivalents       136,176       (80,629)         Cash and cash equivalents at beginning of the period       (1,150,268)       (813,867)	Staff retirement and other long term benefits paid	(3,369)	(2,863)
Net cash used in operating activities         (174,211)         (19,463)           Cash flows from investing activities         (264,069)         (8,944)           Capital expenditure incurred         (6,883)         (53,177)           Short term investments         (51,000)         -           Net cash used in investing activities         (57,883)         (53,177)           Cash flows from financing activities         (25,622)         (18,503)           Long term financing - net         (48,000)         -           Long term diminishing musharaka - net         (48,000)         -           Dividend paid         (250)         (5)           Net cash generated from / (used in) financing activities         458,128         (18,508)           Net increase / (decrease) in cash and cash equivalents         136,176         (80,629)           Cash and cash equivalents at beginning of the period         (1,150,268)         (813,867)	Long term loans - net	(11,268)	(5,955)
Net cash used in operating activities         (264,069)         (8,944)           Cash flows from investing activities         (6,883)         (53,177)           Capital expenditure incurred         (51,000)         (-51,000)           Short term investments         (57,883)         (53,177)           Net cash used in investing activities         (57,883)         (53,177)           Cash flows from financing activities         (25,622)         (18,503)           Long term diminishing musharaka - net         (25,622)         (18,503)           Dividend paid         (250)         (5)           Net cash generated from / (used in) financing activities         458,128         (18,508)           Net increase / (decrease) in cash and cash equivalents         136,176         (80,629)           Cash and cash equivalents at beginning of the period         (1,150,268)         (813,867)	Long term deposits - net	(13)	(891)
Capital expenditure incurred Short term investments Net cash used in investing activities  Capital expenditure incurred Short term investments Net cash used in investing activities  Cash flows from financing activities  Long term financing - net Long term diminishing musharaka - net Dividend paid Net cash generated from / (used in) financing activities  Net increase / (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of the period  (6,883) (53,177)  (51,000) - (75,883) (53,177)  (18,503) - (18,503) - (18,508)  (18,508)		(174,211)	(19,463)
Capital expenditure incurred       (6,883) (53,177)         Short term investments       (51,000) -         Net cash used in investing activities       (57,883) (53,177)         Cash flows from financing activities       (25,622) (18,503)         Long term financing - net       (25,622) (48,000) -         Long term diminishing musharaka - net       (250) (250) (5)         Dividend paid       (250) (45,000) (250) (5)         Net cash generated from / (used in) financing activities       458,128 (18,508)         Net increase / (decrease) in cash and cash equivalents       136,176 (80,629)         Cash and cash equivalents at beginning of the period       (1,150,268) (813,867)	Net cash used in operating activities	(264,069)	(8,944)
Short term investments         (51,000)         -           Net cash used in investing activities         (57,883)         (53,177)           Cash flows from financing activities         (25,622)         (18,503)           Long term financing - net         (25,622)         (484,000)         -           Long term diminishing musharaka - net         (250)         (55)           Dividend paid         (250)         (55)           Net cash generated from / (used in) financing activities         458,128         (18,508)           Net increase / (decrease) in cash and cash equivalents         136,176         (80,629)           Cash and cash equivalents at beginning of the period         (1,150,268)         (813,867)	Cash flows from investing activities		
Short term investments         (51,000)         -           Net cash used in investing activities         (57,883)         (53,177)           Cash flows from financing activities         (25,622)         (18,503)           Long term financing - net         (484,000)         -           Long term diminishing musharaka - net         (250)         (55)           Dividend paid         (250)         (55)           Net cash generated from / (used in) financing activities         458,128         (18,508)           Net increase / (decrease) in cash and cash equivalents         136,176         (80,629)           Cash and cash equivalents at beginning of the period         (813,867)	Capital expenditure incurred	(6,883)	(53,177)
Cash flows from financing activities  Long term financing - net Long term diminishing musharaka - net Dividend paid Net cash generated from / (used in) financing activities  Net increase / (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of the period  (25,622) 484,000 (25) (5) (5) (18,508)  (80,629) (80,629) (813,867)	Short term investments	(51,000)	- 1
Long term financing - net       (25,622)       (18,503)         Long term diminishing musharaka - net       484,000       -         Dividend paid       (250)       (5)         Net cash generated from / (used in) financing activities       458,128       (18,508)         Net increase / (decrease) in cash and cash equivalents       136,176       (80,629)         Cash and cash equivalents at beginning of the period       (1,150,268)       (813,867)	Net cash used in investing activities	(57,883)	(53,177)
Long term diminishing musharaka - net  Dividend paid  Net cash generated from / (used in) financing activities  Net increase / (decrease) in cash and cash equivalents  Cash and cash equivalents at beginning of the period  136,176 (80,629) (813,867)	Cash flows from financing activities		
Long term diminishing musharaka - net  Dividend paid  Net cash generated from / (used in) financing activities  Net increase / (decrease) in cash and cash equivalents  Cash and cash equivalents at beginning of the period  136,176 (80,629) (813,867)	Long term financing - net	(25.622)	(18.503)
Dividend paid (250) (5)  Net cash generated from / (used in) financing activities 458,128 (18,508)  Net increase / (decrease) in cash and cash equivalents 136,176 (80,629)  Cash and cash equivalents at beginning of the period (1,150,268) (813,867)	· · ·		
Net cash generated from / (used in) financing activities       458,128       (18,508)         Net increase / (decrease) in cash and cash equivalents       136,176       (80,629)         Cash and cash equivalents at beginning of the period       (1,150,268)       (813,867)			(5)
Cash and cash equivalents at beginning of the period (1,150,268) (813,867)	Net cash generated from / (used in) financing activities		
Cash and cash equivalents at beginning of the period (1,150,268) (813,867)	Not ingresses / (degreeses) in each and each equivalents	400 470	(00.000)
		· ·	
(057,750)	· · · · · · · · · · · · · · · · · · ·		
	outh and outh oquitaions at one of the period	(1,017,032)	(054,430)

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

# For the quarter ended 30 September 2022

08 |

				Reserves				
			Capital		Re	Revenue		
	Issued, subscribed and paid-up capital	Revaluation surplus on property, plant and equipment	Share premium	Fair value reserve	General reserve	Accumulated profits	Total reserves	Total
				Rupees	Rupees in thousand			
Balance as at 30 June 2021 - (audited)	204,597	849,056	34,086	11,218	285,000	841,416	2,020,776	2,225,373
Profit after taxation for the period Other commetensive income for the neriod	•	,	•	1		35,872	35,872	35,872
- Fair value gain on Investment classified as Fair Value through OCI	'		'	34,107		•	34,107	34,107
Total comprehensive income for the period	•	•	•	34,107	٠	35,872	626'69	086'69
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax	•	(3,970)				3,970		
Transaction with owners of the Company								
Final cash dividend for the year ended June 30, 2021	•	ı	•		ı	1		•
Balance as at 30 September 2021 - (un-audited)	204,597	845,086	34,086	45,325	285,000	881,258	2,090,755	2,295,353
Balance as at 30 June 2022 - (audited)	204,597	830,273	34,086	23,931	285,000	967,825	2,141,115	2,345,712
Profit after taxation for the period  Other Comprehensive income for the period  Eair value pair on Investment placefied as Eair Value through OCI	•			- (6.405)	•	386	386	386
Total comprehensive income for the period				(6,405)		386	(6,019)	(6,019)
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax	•	(4,768)	1		,	4,768		,
Transaction with owners of the Company								
Final cash dividend for the year ended 30 June 2022	•	1				•		•
Balance as at 30 September 2022 - (un-audited)	204,597	825,505	34,086	17,526	285,000	972,980	2,135,096	2,339,694

The annexed notes 1 to 8 form an integral part of these condensed interm financial statements. Chief Financial Officer

Chief Executive

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

## For the period ended 30 September 2022

## 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 30 June 2022.

## 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 30 June 2022. Tax has been charged taking a full year assessment of the year 2023 and a deferred tax asset for Rs. 19.48 million has been recorded for the quarter ended 30 September 2022.

## 4 Property, plant and equipment

	30 September 2022	30 September 2021
	Rupees in	thousand
Additions during the period	6,883	53,177

## 5 Contingencies and commitments

## 5.1 Contingencies

There is no change in the status of contingency, set out in note 29 to the annual financial statements of the Company for the year ended 30 June 2022.

## 5.2 Commitments

## BERGER PAINTS

- **5.2.1** Outstanding letter of credit as at 30 September 2022 amounted to Rs. 613 million (30 June 2022: Rs. 967.30 million).
- **5.2.2** Outstanding letter of guarantees as at 30 September 2022 amounted to Rs. 124.70 million (30 June 2022: Rs. 124.70 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 30 September 2022. All transactions were carried out at arms length price.

	30 September 2022	30 September 2021
	Rupees in	n thousand
Sales		
Berger Road Safety (Private) Limited - a subsidiary Buxly Paints Limited - related party	- 82,731	1,011 52,907
Toll manufacturing income		
Buxly Paints Limited - related party	7,570	6,998
Rental income and other services charged		
Buxly Paints Limited - related party Berger Road Safety (Private) Limited - a subsidiary	300 658	300 870
interest income		
Berger Road Safety (Private) Limited - a subsidiary Buxly Paints Limited - related party	1,856 -	1,718 1,741
Rental expenses		
Buxly Paints Limited - related party	450	450
Royalty		
Slotrapid Limited B.V.I - holding company	12,350	12,694

<sup>7</sup> These condensed interim financial statements were authorized for issue on 26 October 2022 by the Board of Directors of the Company.

## 8 General

Figures presented in these condensed interim 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 30 September 2022

	(Un-audited) 30 September 2022	(Audited) 30 June 2022
	Rupees in t	housand
ASSETS		
Non-current assets		
Property, plant and equipment Intangible assets	1,601,325 9	1,629,120 23
Equity - accounted investee - unlisted	35,132	35,174
Long term investment - FVOCI	27,053 49,900	33,458 38,632
Long term loans Long term deposits and prepayments	38,151	38,138
Deferred taxation - net	12,993	-
	1,764,563	1,774,545
Current assets		
Stores, spare parts and loose tools	25,311 1,818,238	22,735 1,628,152
Stock in trade Trade debts - unsecured	1,727,249	1,701,094
Loans and advances	138,627	186,924
Trade deposits and short term prepayments	28,736	26,976
Other receivables	21,353	64,418
Tax refund due from Government Short term investment	272,240 191,000	222,585 140,000
Cash and bank balances	40,575	224,292
	4,263,329	4,217,176
	6,027,891	5,991,721
EQUITY AND LIABILITIES	250,000	250,000
Authorised share capital Share capital and reserves	250,000	250,000
Issued, subscribed and paid-up capital	204,597	204,597
Capital reserves Revaluation surplus on property, plant and equipment	825,505	830,273
Other reserves	51,612	58,017
_	877,117	888,290
Revenue reserves General reserve	285,000	285,000
Accumulated profits	994,009	990,162
Equity attributable to the owners of the Company	1,279,009 2,360,723	1,275,162 2,368,049
Non-controlling interests	6,510	7,725
Total equity	2,367,233	2,375,774
Non-current liabilities		
Long term financing - secured	158,662	183,222
Long term diminishing musharaka	500,000	16,000
Deferred grant	1,189	2,251
Long term employee benefits Deferred taxation - net	145,602	144,012 1,477
	805,453	346,962
Current liabilities		
Trade and other payables	1,719,927 1,379	1,773,812 1,379
Current portion of deferred income Current portion of long term financing	27,731	67,731
Unclaimed dividend	6,576	6,826
Accrued markup	45,836	45,298
Short term borrowings - secured	1,053,756 2,855,205	1,373,939 3,268,985
Contingencies and commitments	3,660,658	3,615,947
Contingencies and commitments		
	6,027,891	5,991,721
Chief Financial Officer		Discotos

Quarter Ended

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

	30 Septe	ember
	2022	2021
	Rupees in	n thousand
Revenue from contract with customers - net	1,571,883	1,548,117
Cost of sales	(1,291,496)	(1,256,588)
Gross profit	280,387	291,529
Selling and distribution expenses	(166,587)	(177,332)
Administrative and general expenses	(51,148)	(45,502)
Impairment loss reversed / (recorded) during the year	0	-
Other operating expenses	(20,217)	(4,265)
	(237,952)	(227,099)
Profit from operations	42,435	64,430
Other income	32,193	15,707
	74,628	80,137
Finance cost	(71,552)	(30,530)
Share of profit of equity - accounted investee	(42)	61
Profit before taxation for the period	3,034	49,667
Taxation	(5,170)	(15,432)
Profit after taxation for the period	(2,136)	34,235
Attributable to:		
Owners of the Company	(921)	35,067
Non-controlling interests	(1,215)	(832)
	(2,136)	34,235
Earnings per share - basic and diluted (Rupees)	(0.05)	1.71

## **Condensed Interim**

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

Quarter Ended

	Quarter E	naea
	30 Septer	nber
	2022 Rupees in	2021
	rapecs in	inousunu
Profit after taxation for the period	(2,136)	34,235
Other comprehensive income		
Items that may be reclassified to profit or loss		
Items that will not be reclassified to statement of profit or loss		
Fair value gain on investment classified as FVOCI	(6,405)	34,107
Total comprehensive income for the period	(8,541)	68,342
Attributable to:		
Owners of the Company	(7,326)	69,174
Non-controlling interests	(1,215)	(832)
	(8,541)	68,342

**Quarter Ended** 

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

	30 Sept	tember
	2022	2021
	Rupees i	n thousand
Cash flows from operating activities		
Cash (used in) / generated from operations	(68,821)	10,498
Finance cost paid	(71,014)	(26,956)
Income taxes - net	(69,295)	17,203
Staff retirement benefits	(3,369)	(2,863)
Long term loans	(11,268)	(5,955)
Long term deposits	(13)	(891)
	(223,780)	(8,964)
Net cash used in operating activities	(223,780)	(8,964)
Cash flows from investing activities		
Capital expenditure incurred	(6,882)	(53,192)
Short term investments	(51,000)	- 1
Net cash used in investing activities	(57,882)	(53,192)
Cash flows from financing activities		
Long term financing - net	(65,622)	(18,503)
Long term diminishing musharaka - net	484,000	- 1
Dividend paid	(250)	(5)
Net cash used in financing activities	418,128	(18,508)
Net decrease in cash and cash equivalents	136,465	(80,664)
Cash and cash equivalents at beginning of the period	(1,149,647)	(812,184)
Cash and cash equivalents at end of the period	(1,013,181)	(892,848)

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

# For the quarter ended 30 September 2022

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				Reserves					
			Capital		Re	Revenue			
	Issued, subscribed and paid-up capital	Revaluation surplus on property, plant and equipment	Share premium	Fair value reserve	General reserve	Accumulated profits	Total equity attributable to owners of the Parent Company	Non controlling Interests	Total
					Rupees in thousand	sand			
Balance as at 30 June 2021 - (audited)	204,597	849,056	34,086	11,218	285,000	869,962	2,253,919	6,183	2,260,102
Profit after taxation for the period Other comprehensive income for the period	,					35,067	35,067	(832)	34,235
- Fair value gain on Investment classified as Fair Value through OCI	-		•	34,107	,	1	34,107		34,107
Total comprehensive income for the period	•	•	•	34,107	٠	35,067	69,174	(832)	68,342
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax		(3,970)	•		•	3,970	1		
Transaction with owners of the Company									
Final cash dividend for the year ended June 30, 2021	•		•	•	•	•	1	•	•
Balance as at 30 September 2021 - (un-audited)	204,597	845,086	34,086	45,325	285,000	666'806	2,323,093	5,351	2,328,444
Balance as at 30 June 2022 - (audited)	204,597	830,273	34,086	23,931	285,000	990,162	2,368,049	7,725	2,375,774
Profit after taxation for the period Other Comprehensive income for the period - Fair value gain on Investment classified as Fair Value through OCI				- (6,405)		(921)	(921)	(1,215)	(2,136)
Total comprehensive income for the period	•			(6,405)		(921)	(7,326)	(1,215)	(8,541)
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax	٠	(4,768)		•	•	4,768			
Transaction with owners of the Company									
Final cash dividend for the year ended 30 June 2022	•		•			•	•	•	•
Balance as at 30 September 2022 - (un-audited)	204,597	825,505	34,086	17,526	285,000	994,009	2,360,723	6,510	2,367,233





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