

Ghani

• Third Quarter Financial Statements 2017- 18 •



Ghani Value Glass Limited

CORPORATE INFORMATION

BOARD OF DIRECTORS

Chairman

Mr. Awais Ahmad

Directors

Mr. Imtiaz Ahmad Khan
Mr. Anwaar Ahmad Khan
Mr. Aftab Ahmad Khan
Mr. Junaid Ghani
Mr. Obaid Ghani
Mr. Jubair Ghani
Mr. Ibrahim Ghani
Ms. Afifa Anwaar
Mrs. Javaria Obaid

CHIEF EXECUTIVE OFFICER

Mr. Anwaar Ahmad Khan

AUDIT COMMITTEE

Chairman

Mr. Junaid Ghani

Members

Mr. Awais Ahmad
Ms. Afifa Anwaar

HR & R COMMITTEE

Chairman

Mr. Aftab Ahmad Khan

Members

Mr. Junaid Ghani
Mr. Jubair Ghani

CHIEF FINANCIAL OFFICER

Mr. Umer Farooq Khan

COMPANY SECRETARY

Hafiz Mohammad Imran Sabir

AUDITORS

EY Ford Rhodes
Chartered Accountants

SHARE REGISTRAR

Corplink (Pvt) Ltd
Wings Arcade, 1-K Commercial Area
Model Town, Lahore, Pakistan
Phones : (042) 35916714, 35916719
Fax : (042) 35869037

BANKERS

Habib Metropolitan Bank Limited (Islamic)
MCB Bank Limited (Islamic)
MCB Bank Limited (Conventional)
Albaraka Bank (Pakistan) Limited
Bank Alfalah Limited (Islamic)
Askari Bank Limited (Islamic)
Bank Al Habib (Islamic)
The Bank of Punjab (Islamic)

HEAD OFFICE & REGISTERED OFFICE

40-L Model Town, Lahore, Pakistan
UAN: (042) 111 949 949, Fax:(042) 35172263
E-mail : info@ghanivalueglass.com
<http://www.ghanivalueglass.com>

PLANT

Hussain Nagar
District Sheikhpura
Ph: (056) 3406171

Ghani Value Glass Limited

DIRECTORS' REPORT

Dear shareholders

Assalam-u-Alaikum Wa Rehmatullah Wa Barakatohu

The board of Directors of Ghani Value Glass Limited is pleased to present financial statements for the third quarter and nine months ended March 31, 2018.

FINANCIAL INDICATORS	Nine Months Ended	
	March 31, 2018	March 31, 2017
	Rupees '000'	
Sales	829,631	645,062
Gross Profit	192,648	57,588
Profit before tax	122,933	20,443
Net Profit	100,886	13,029
Earning per share (Rupees)	3.37	0.44

During the nine months ended March 31, 2018, your Company has displayed excellent performance. Net Sales of your Company has increased to Rupees 829 million as compared to Rupees 645 million for the corresponding period of last year showing a growth of 29%. Gross profit has increased to Rupees 193 million as compared to Rupees 58 million for the corresponding period of the last year. Net Profit has accelerated to Rupees 101 million as compared to Rupees 13 million for the corresponding period of last year. Earning per share has also increased to Rupees 3.37 against Rupees 0.44 for the same period of last year.

Projects Update

25% right issue at par value of Rs.10 per share is in process. The right issue proceeding will be utilized for new projects of Lamination, Autoclave, Double Glazed, Double Edging, Sandblasting, Beveling Glass Lines.

Interim Dividend

The Board of Directors in their meeting held on April 30, 2018 has approved an interim cash dividend @ Rupees 2 per shares i.e.20% (in addition to interim cash dividend @ Rupee 1 per shares i.e. 10% already paid) for the year ending June 30, 2018.


Acknowledgment


On behalf of the Directors, we are pleased to record our appreciation for our customers, employees, suppliers, shareholders and financial institutions for their trust in the management of the company.

We thank Allah Subhanatallah for blessing all of us and your company. We all should continue our endeavors to fully obey the commandments of Almighty Allah and Sunnah of our Prophet Muhammad" (Sallallahu-Alaihe-Wasallum).

On behalf of the Board of Directors

Lahore: April 30, 2018


Anwaar Ahmed Khan
Chief Executive Officer


Aftab Ahmed Khan
Director

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT 31 MARCH 2018

	Note	Mar 31, 2018 Rupees	June 30, 2017 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	416,829,312	402,733,301
Long term deposits		4,723,044	4,723,044
		421,552,356	407,456,345
CURRENT ASSETS			
Stores, spares and loose tools		51,567,575	50,725,207
Stock in trade		137,353,373	131,954,582
Trade debts - unsecured, considered good		209,101,481	191,127,545
Advances		55,098,926	44,107,387
Profit accrued		55,353	24,172
Tax Refund due from Govt		75,491,278	88,661,282
Cash and bank balances		121,035,584	41,818,546
		649,703,570	548,418,721
		1,071,255,926	955,875,066
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
30,000,000 (30 June 2017: 30,000,000) ordinary shares of Rs.10/- each (June 2017: Rs 10/- each).			
		300,000,000	300,000,000
Issued, subscribed and paid up capital			
29,951,625 (30 June 2017: 29,951,625) ordinary shares of Rs.10/- each (30 June 2017: Rs 10/- each).			
		299,516,250	299,516,250
Revenue reserves			
General reserve		3,680,000	3,680,000
Unappropriated profit		159,045,724	88,111,190
		462,241,974	391,307,440
SURPLUS ON REVALUATION OF FIXED ASSETS			
		113,607,206	113,607,206
NON CURRENT LIABILITIES			
Deferred taxation		26,788,218	9,966,949
Long term deposits		635,720	525,160
		27,423,938	10,492,109
CURRENT LIABILITIES			
Trade and other payables		467,982,808	440,392,415
Provision for taxation		-	75,896
		467,982,808	440,468,311
CONTINGENCIES AND COMMITMENTS			
	6	-	-
		1,071,255,926	955,875,066

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Ghani Value Glass Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED 31 Mar 2018

	Three Months Period Ended		Nine Months Period Ended	
	2018 Rupees	2017 Rupees	2018 Rupees	2017 Rupees
	----- (Rupees) -----			
Sales-net	376,433,133	260,380,316	829,630,732	645,061,522
Cost of sales	282,011,395	244,986,507	636,982,677	587,473,968
Gross profit / (loss)	94,421,738	15,393,809	192,648,055	57,587,554
Distribution cost	6,994,432	3,496,694	29,314,384	10,407,690
Administrative expenses	4,743,057	7,740,321	36,572,582	32,653,108
	11,737,489	11,237,015	65,886,966	43,060,798
	-			
Operating Profit/(loss)	82,684,248	4,156,794	126,761,088	14,526,756
	-			
Other operating expenses	5,915,016	460,054	12,988,668	1,732,279
Finance cost	31,956	187,526	542,831	243,404
Other operating income	(3,420,491)	(2,452,214)	(9,703,375)	(7,892,172)
	2,526,481	(1,804,634)	3,828,124	(5,916,489)
	-			
Profit before tax	80,157,767	5,961,428	122,932,964	20,443,245
	-			
Taxation	13,333,700	270,070	22,046,806	7,413,559
	-			
Profit after tax	66,824,068	5,691,358	100,886,159	13,029,686
Other comprehensive income for the period	-	-	-	-
Total comprehensive Profit for the period	66,824,068	5,691,358	100,886,159	13,029,686
Earnings per share - basic and diluted	2.23	0.19	3.37	0.44

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CASH FLOW STATEMENT OF (UN-AUDITED)

FOR THE PERIOD ENDED 31 Mar 2018

	Mar 31, 2018 Rupees	Mar 31, 2017 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period before taxation	122,932,964	20,443,246
Adjustments for non-cash charges and other items:		
Depreciation	24,000,154	13,954,082
Provision for WPPF	6,602,200	1,108,776
Provision for WWF	2,508,836	421,335
Provision for Doubtful debts	5,829,911	-
Provision for Doubtful Advances	3,000,000	-
Exchange (gain) / Loss	3,877,632	-
Profit on savings account	(355,659)	(291,079)
Finance cost	542,831	-
	168,938,870	35,636,360
Working capital adjustments		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(842,368)	(15,736,183)
Stock-in-trade	(5,398,791)	58,783,579
Trade debts	(27,681,480)	(38,924,998)
Loans and advances	(13,991,539)	(24,209,278)
Profit accrued	(31,181)	-
Taxes and duty refundable	13,170,004	(9,619,779)
Increase / (decrease) in current liabilities:		
Trade and other payables	(14,847,166)	62,500,889
Long term deposits payable	110,561	124,380
	(49,511,959)	32,918,610
CASH GENERATED FROM OPERATIONS	119,426,910	68,554,970
Taxes paid	(1,926,534)	(5,561,693)
WPPF paid	-	(189,889)
Finance cost Paid	(542,831)	(243,404)
Finance Income received	355,659	291,079
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	117,313,204	62,851,063
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(38,096,166)	(43,805,152)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	79,217,038	19,045,911
CASH AND CASH EQUIVALENTS - At the beginning of the period	41,818,546	18,294,330
CASH AND CASH EQUIVALENTS - At the end of the period	121,035,584	37,340,241

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE PERIOD ENDED 31 Mar 2018

	Share Capital	Revenue Reserves		Total
		General Reserve	Unappropriated profit/	
Rupees				
Balance as at 01 July 2016	299,516,250	3,680,000	67,806,918	371,003,168
Profit for the period	-	-	13,029,686	13,029,686
Balance as at 31 Mar 2017	299,516,250	3,680,000	80,836,604	384,032,854
Balance as at 01 July 2017	299,516,250	3,680,000	88,111,190	391,307,440
Profit for the period	-	-	100,886,159	100,886,159
Dividend for the period ended December 31, 2017	-	-	(29,951,625)	(29,951,625)
Balance as at 31 Mar 2018	299,516,250	3,680,000	159,045,724	159,045,724



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE PERIOD ENDED 31 Mar 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

Ghani Value Glass Limited (the Company) was incorporated in Pakistan on 17 March, 1967 as a Public Limited Company and its shares are quoted on Pakistan Stock Exchange. The principal activity of company is manufacturing and sale of mirror and tempered glass. The Company's registered office is at 40-L Block, Model Town Lahore.

2 BASIS OF PRESENTATION AND MEASUREMENT

- 2.1 This interim financial information is un-audited but subject to limited scope review by the auditors. This interim financial information of the Company nine month period ended 31 March 2018 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) - 34 " Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance 1984. In case where the requirements differ, the provisions of directives issued under the Companies Ordinance, 1984 have been followed.
- 2.2 The figures of the condensed interim profit and loss account for the three month period ended 31 March 2017 and 2018 have not been reviewed by the auditors of the Company as they have reviewed the cumulative figures for the six month period ended 31 December 2017 and 2018. This interim financial information 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 for the year ended 30 June 2017.

3 ACCOUNTING POLICIES

The accounting policies applied for the preparation of this condensed interim financial information are the same as those applied in preparation of the annual audited financial statements of the Company for the year ended 30 June 2017.

3.1 Standards, Interpretations and amendments to published approved accounting standards effective in 2017:

The accounting policies adopted in the preparation of these financial statements are consistent with those of the previous financial year except as describe below:

New Standards, Interpretations and Amendments

The Company has adopted the following revised standard, amendments and interpretation of IFRSs which became effective for the current year:

Standard or Interpretation

- IAS 7 Cash flow Statements - Disclosure Initiative (Amendment)
- IAS 12 Income Taxes - Recognition of Deferred Tax Assets for Unrealised Losses

Improvements to Accounting Standards Issued by the IASB in September 2014

The adoption of the above standards, amendment and improvement to accounting standards did not have any effect on the condensed interim financial information.

4 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the financial statements for the year ended 30 June 2017.

5	PROPERTY, PLANT AND EQUIPMENT	Note	Un-audited 31 Mar 2018 Rupees	Audited 30 June 2017 Rupees
	Operating fixed assets-Tangible	5.1	407,342,007	393,246,865
	Capital work in progress		9,487,306	9,486,436
			416,829,312	402,733,301
			Un-audited 31 Mar 2018 Rupees	Audited 30 June 2017 Rupees
5.1	Operating fixed assets - tangible			
	Opening book value		393,246,865	356,139,188
	Additions during the period / year:			
	- freehold land		-	-
	- Buildings on freehold land		5,151,547	13,736,339
	- Plant and machinery		14,435,865	47,162,703
	- Electrical Installation		-	1,472,500
	- Mills equipment		177,195	2,590,060
	- Furniture & fixture		140,900	221,814
	- Computers		320,683	383,815
	-Office Equipment		26,490	41,000
	- Vehicles		19,121,994	43,150
			39,374,674	65,651,381
	Less: Depreciation charge for the period / year		(24,000,154)	(28,543,704)
	Less: Disposals during for the period / year(at book value)		(1,279,377)	-
	Closing book value		407,342,007	393,246,865

6 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended 30 June 2017.

7 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise companies with common directorship, directors and key management personnel. Details of transactions with associated undertakings during the year, other than those which have been disclosed elsewhere in this financial information, are as follows:

Relationship within group	Nature of transactions	Unaudited	Unaudited
		Mar-18	Mar-17
		Rupees	Rupees
Associated undertakings			
Ghani Glass Limited	Purchase of goods	355,983,928	341,449,088
	Sales of goods and services	43,627,379	3,308,197
	Cullet sales	3,984,786	2,205,032
	Shared expenses	4,371,300	4,391,894
	Rental income	3,231,138	4,668,361
Staff Retirement Benefit	Payment to Provident Fund	4,923,183	6,750,969
Key Management Personnel	Salaries and other employee benefits	42,918,963	21,569,795

All transactions with related parties have been carried out on commercial terms and conditions.

This Interim financial information were authorized for issue by the Board of Directors of the Company on April 30, 2018.

8 GENERAL

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

ڈائریکٹران کی جائزہ رپورٹ

معزز ہمداران

اسلام علیکم ورحمۃ اللہ وبرکاتہ

غنی ویلیو گلاس لمیٹڈ کے ڈائریکٹران 31 مارچ 2018 کو مکمل ہوئی وہ مالی سہ ماہی اور نو مہینوں کیلئے مالیاتی گوشوارے بخوشی پیش کرتے ہیں۔

نومینیا اختتام پذیر

مالیاتی اعشاریے	31 مارچ 2017	31 مارچ 2018
آمدنی	645,062	829,631
خام منافع	57,588	192,648
قبل از ٹیکس نفع	20,443	122,933
بعد از ٹیکس نفع	13,029	100,886
فی حصص نفع (روپے)	0.44	3.37

31 مارچ 2018 کو اختتام پذیر ہونے والے نو مہینوں کے دوران آپ کی کمپنی نے اعلیٰ کارکردگی کا مظاہرہ کیا ہے۔ کمپنی کی خالص آمدنی میں گذشتہ برس اسی مدت میں 645 ملین روپے کے مقابلے میں 829 ملین روپے تک کا اضافہ ہوا جو کہ 29% بڑھوتری کا عکاس ہے۔ خام نفع میں پچھلے سال اسی عرصہ کے دوران 58 ملین روپے کے مقابلے میں 193 ملین روپے تک کا اضافہ ہوا۔ خالص نفع گذشتہ برس اسی عرصہ میں 13 ملین روپے کے مقابلے میں 101 ملین روپے تک بڑھ گیا۔ فی حصص نفع بھی گذشتہ برس اسی عرصے میں 0.44 روپے کے مقابلے میں 3.37 روپے تک بڑھ گیا۔

جاری منصوبوں کی خبریں


25% رائٹ ایٹو بحساب 10 روپے فی حصص پر کام جاری ہے۔ اس رائٹ ایٹو کی آمدنی کو لمینیشن، آٹو کلیو، ڈبل گلیزڈ، ڈبل ایجننگ، سینڈ بلاسٹنگ، بیولنگ گلاس لائسنز کے نئے منصوبوں پر خرچ کیا جائے گا۔


عبوری منافع منقسمہ

ڈائریکٹران نے اپنے اجلاس منعقدہ 30 اپریل 2018 کو 30 جون 2018 کو مکمل ہونے والے سال کیلئے 20% (2 روپے فی حصص) عبوری منافع منقسمہ کی منظوری دی ہے یہ عبوری منافع منقسمہ پہلے عبوری منافع منقسمہ 10% (1 روپے فی حصص) جو کہ پہلے ہی ادا کیا جا چکا ہے کے علاوہ ہے۔

اظہار تشکر

ہم ڈائریکٹران کی طرف سے اپنے گاہکوں، ملازمین، سپلائرز، ہمداران اور مالیاتی اداروں کے کمپنی کی انتظامیہ پر کئے گئے اعتماد پر ان کے مشکور ہیں۔ ہم اپنے اور کمپنی کے اوپر کی گئی رحمت پر اللہ سبحانہ و تعالیٰ کے شکر گزار ہیں۔ ہمیں چاہئے کہ ہم اللہ کے احکامات اور نبی ﷺ کی سنت کی مکمل پیروی کیلئے مسلسل جدوجہد کریں۔


آفتاب احمد خان
ڈائریکٹر


انوار احمد خان
چیف ایگزیکٹو آفیسر

لاہور 30 اپریل 2018

Ghani Value Glass Limited

Head Office: ▲

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