

# Ghani

The Glass Experts

• First Quarter Financial Statements 2016-17 •



Ghani Value Glass Limited

## **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS**

#### **Chairman**

Mr. Ayub Sadiq

#### **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  
Mrs. Afifa Anwaar  
Mrs. Javaria Obaid

### **CHIEF EXECUTIVE OFFICER**

Mr. Anwaar Ahmad Khan

### **AUDIT COMMITTEE**

#### **Chairman**

Mr. Junaid Ghani

#### **Members**

Mr. Ayub Sadiq  
Mrs. 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)  
Burj Bank Limited (Islamic)  
Bank Alfalah Limited (Islamic)  
Askari Bank Limited (Islamic)

### **HEAD OFFICE & REGISTERED OFFICE**

40-L Model Town, Lahore, Pakistan  
UAN: (042) 111 949 949, Fax:(042) 35172263  
E-mail : [info@ghanivalueglass.com](mailto: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 first quarter ended September 30, 2016.

During the period under review, the Company has recorded Net Revenue of Rupees 170 million as compared to Rupees 137 million for the corresponding period of last year. Gross profit stood at Rupees 13 million. The Company has registered Net Loss of Rupees 2.7 million as compared to Rupees 2.5 million for the corresponding period of last year. Loss per share was Rupees 0.091 against Rupees 0.13 for the same period of last year. During the period under review, the earnings remained lower mainly due to low productivity. The financial results for the first quarter ended September 30, 2015 are as follow:

<b>FINANCIAL INDICATORS</b>	<b>September 30, 2016</b>	<b>September 30, 2015</b>
	Rupees '000'	
Sales	169,583	137,131
Gross profit	13,065	13,111
Profit / (Loss) before taxation	(2,715)	(3,014)
Net profit / (Loss)	(2,715)	(2,514)
Earning / (Loss) per share	(0.091)	(0.13)

The work on new safety glass project has been progressing very fast. The project is expected to be in operation during the second quarter of current financial year.

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



**Anwaar Ahmad Khan**  
Chief Executive

Lahore: October 29, 2016

## CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT 30 SEPTEMBER 2016

	Note	Sep 30, 2016 Rupees	June 30, 2016 Rupees
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	5	394,838,619	372,379,375
Long term deposits		4,723,044	4,723,044
		<b>399,561,663</b>	377,102,419
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		31,877,929	34,649,775
Stock in trade	6	123,736,742	175,423,491
Trade debts - unsecured, considered good		289,483,083	235,761,354
Advances		42,386,563	37,157,175
Profit accrued		30,284	30,284
Tax Refund due from Govt		56,010,726	84,964,452
Cash and bank balances		5,878,596	18,294,330
		<b>549,403,923</b>	586,280,862
		<b>948,965,586</b>	963,383,281
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorised Capital</b> Rs.10/- each (2015: Rs 10/- each).		<b>300,000,000</b>	300,000,000
<b>Issued, subscribed and paid up capital</b> Rs.10/- each (2015: Rs 10/- each).		<b>299,516,250</b>	299,516,250
<b>Revenue reserves</b>			
General reserve		3,680,000	3,680,000
Unappropriated profit		65,092,395	67,806,918
		<b>368,288,645</b>	371,003,168
<b>SURPLUS ON REVALUATION OF FIXED ASSETS</b>		<b>113,607,206</b>	113,607,206
<b>NON CURRENT LIABILITIES</b>			
Deferred taxation		17,623,529	17,623,529
Long term deposits		400,780	359,320
		<b>18,024,309</b>	17,982,849
<b>CURRENT LIABILITIES</b>			
Trade and other payables		449,045,427	460,556,140
Provision for taxation		-	233,917
		<b>449,045,427</b>	460,790,057
		<b>948,965,586</b>	963,383,280
<b>CONTINGENCIES AND COMMITMENTS</b>	7	-	-
		<b>948,965,586</b>	963,383,280

The annexed notes from 1 to 10 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR

# Ghani Value Glass Limited

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2016

	September 30, 2016 Rupees	September 30, 2015 Rupees
Gross sales	203,828,289	164,117,882
Less: Sales tax,excise duty & commission	34,245,391	26,987,102
Sales-net	169,582,899	137,130,780
Cost of sales	156,518,121	124,019,511
<b>Gross profit / (Loss)</b>	<b>13,064,777</b>	<b>13,111,269</b>
Administrative expenses	14,033,675	12,565,633
Distribution cost	3,284,894	6,442,160
	17,318,569	19,007,793
<b>Operating Profit / (Loss)</b>	<b>(4,253,791)</b>	<b>(5,896,524)</b>
Other operating expenses	-	102,468
Finance cost	1,538	26,153
Other operating income	(1,540,806)	(3,011,632)
	(1,539,268)	(2,883,011)
<b>Profit / (Loss) before tax</b>	<b>(2,714,523)</b>	<b>(3,013,513)</b>
Taxation	-	500,000
<b>Profit / (Loss) after tax</b>	<b>(2,714,523)</b>	<b>(2,513,513)</b>
Other comprehensive income for the period	-	-
<b>Total comprehensive Profit / (Loss) for the period</b>	<b>(2,714,523)</b>	<b>(2,513,513)</b>
<b>Earning / (Loss) per share - basic and diluted</b>	<b>(0.091)</b>	<b>(0.13)</b>

The annexed notes from 1 to 10 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR

## CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2016

	September 30, 2016 Rupees	September 30, 2015 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit for the period before taxation	(2,714,523)	(3,013,513)
Adjustments for non-cash charges and other items:		
Depreciation	6,650,720	6,240,779
Profit on savings account	(1,713)	(255,171)
	<b>3,934,484</b>	2,972,095
<b>Working capital adjustments</b>		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	2,771,846	(3,555,889)
Stock-in-trade	51,686,749	(45,715,236)
Trade debts	(53,721,729)	(21,106,424)
Loans and advances	(5,229,388)	(12,402,895)
Taxes and duty refundable	28,953,726	2,233,779
Trade and other payables	(11,072,916)	120,113,152
Short term loans - net	-	(45,000,000)
Long term deposits payable	41,460	83,199
	<b>13,429,748</b>	(5,350,314)
<b>CASH GENERATED FROM OPERATIONS</b>	<b>17,364,231</b>	(2,378,219)
Taxes paid	1,048,286	(7,580,257)
WPPF paid	(1,720,000)	(1,516,801)
<b>NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES</b>	<b>16,692,517</b>	(11,475,277)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure incurred	(29,109,964)	(6,496,634)
Profit on savings account received	1,713	255,171
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(29,108,251)</b>	(6,241,463)
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(12,415,734)</b>	(17,716,660)
<b>CASH AND CASH EQUIVALENTS - At the beginning of the period</b>	<b>18,294,330</b>	21,102,957
<b>CASH AND CASH EQUIVALENTS - At the end of the period</b>	<b>5,878,596</b>	3,386,297

The annexed notes from 1 to 10 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR

# Ghani Value Glass Limited

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

FOR THE PERIOD ENDED 30 SEPTEMBER 2016

	Share Capital	Revenue Reserves		Total
		General Reserve	Unappropriated profit/	
Rupees				
Balance as at 30 June 2015	188,375,000	3,680,000	68,098,808	260,153,808
Loss for the period ended 30 Sep 2015	-	-	(2,513,513)	(2,513,513)
Balance as at 30 September 2015	188,375,000	3,680,000	65,585,295	257,640,295
Balance as at 30 June 2016	299,516,250	3,680,000	67,806,918	371,003,168
Profit for the year			(2,714,523)	(2,714,523)
Balance as at 30 September 2016	299,516,250	3,680,000	65,092,395	368,288,645



CHIEF EXECUTIVE



DIRECTOR

## CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2016

### 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 Karachi and Lahore Stock Exchanges. The principal activity of company is manufacturing and sale of silver & aluminium mirror, tempered and double glazed glass. The Company's registered office is at 40-L Block, Model Town Lahore.

### 2 BASIS OF PRESENTATION AND MEASUREMENT

This condensed interim financial information is un-audited for the three months period ended 30 September 2016 and has been prepared in accordance with the requirements of the International Accounting Standard (IAS)- 34 'Interim Financial Reporting' and provisions of and directive issued under the Companies Ordinance, 1984. In case where the requirement differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. 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 2016.

### 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 2016.

### 4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumption 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 2016.

### 5 PROPERTY, PLANT AND EQUIPMENT

	Note	Un-audited 30 Sep 2016	Audited 30 June 2016
		Rupees	Rupees
Operating fixed assets-Tangible	5.1	352,710,618	356,139,188
Capital work in progress		42,128,002	16,240,187
		<u>394,838,619</u>	<u>372,379,375</u>
<b>5.1 Operating fixed assets - tangible</b>			
Opening book value		356,139,188	301,565,534
Additions during the period / year:			
- freehold land		-	-
- Buildings on freehold land		-	8,112,445
- Plant and machinery		3,222,150	127,124,906
- Electrical Installation		-	159,000
- Mills equipment		-	15,225,232
- Furniture & fixture		-	-
- Computers		-	19,250
-Office Equipment		-	259,684
- Vehicles		-	3,868,742
		<u>3,222,150</u>	154,769,259
Less: Depreciation charge for the period / year		<u>(6,650,720)</u>	(100,195,605)
Closing book value		<u>352,710,618</u>	<u>356,139,188</u>



## 6 STOCK-IN-TRADE

Raw materials  
Finished goods

<b>Un-audited 30 Sep 2016 Rupees</b>	<b>Audited 30 June 2016 Rupees</b>
<b>61,323,104</b>	62,704,616
<b>62,413,638</b>	112,718,875
<b>123,736,742</b>	175,423,491

## 7 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 2016.

## 8 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:

<b>Relationship within group</b>	<b>Nature of transactions</b>	<b>Un-audited 30 Sep 2016 Rupees</b>	<b>Audited 30 June 2016 Rupees</b>
Associated undertakings	Purchase of goods	<b>53,924,681</b>	121,661,322
	Sales of goods and services	<b>2,578,196</b>	30,099,264
	Cullet sales	-	916,360
	Shared expenses	<b>1,060,550</b>	607,400
	Rental income	<b>1,539,093</b>	1,599,321
Staff Retirement Benefit	Payment to Provident Fund	<b>1,074,108</b>	1,089,569
Key Management Personnel	Salaries and other employee benefits	<b>10,784,898</b>	14,822,802

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

## 9 DATE OF AUTHORIZATION FOR ISSUE

These financial information were authorized for issue by the Board of Directors of the Company on October 29, 2016.

## 10 GENERAL

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



DIRECTOR

# Ghani Value Glass Limited

Head Office: ▲

40-L Model Town, Lahore-Pakistan

**UAN :** +92-42-111-849-949 | **FAX:** +92-42-35172263

**Web:** [www.ghanivalueglass.com](http://www.ghanivalueglass.com)