

Ghani

THE GLASS EXPERTS

FIRST QUARTER
FINANCIAL STATEMENTS

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GHANI VALUE GLASS LIMITED

www.ghanivalueglass.com

GHANI VALUE GLASS LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS	Chairman Mr. Imtiaz Ahmad Khan Directors Mr. Anwaar Ahmad Khan Mr. Aftab Ahmad Khan Mr. Junaid Ghani Mr. Obaid Ghani Mr. Jubair Ghani Mrs. Ayesha Aftab Mrs. Reema Anwaar Mrs. Jaweria Obaid
CHIEF EXECUTIVE OFFICER	Mr. Anwaar Ahmad Khan
AUDIT COMMITTEE	Chairman Mr. Aftab Ahmad Khan Members Mrs. Ayesha Aftab Mrs. Reema 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	E & Y Ford Rhodes Sidat Hyder 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 MCB Bank Limited
REGISTERED OFFICE	50-L Model Town, Lahore, Pakistan Ph: 042-35203975-76, Fax: 042-35160314
HEAD 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: (0563) 406171

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 quarterly financial statements for the first quarter ended September 30, 2012.

Despite the current economic challenges, rising inflationary trend and use of expensive alternate energy sources due to prevailing power and gas shortages, your company has been able to achieve comparatively better results for the first quarter ended September 30, 2012. The results for the period under review are as follow:

FINANCIAL INDICATORS	2012	2011
	Rupees	
Sales – Net	120,780,329	79,068,101
Gross profit / (loss)	5,863,572	(426,701)
Profit / (loss) before taxation	(2,680,345)	(4,837,352)
Net profit / (loss)	(2,325,505)	(2,633,897)
Earning per share	(0.31)	(0.35)

Your company is producing a variety of value added glass including tempered glass, silver coating mirror, aluminum coating mirror and double glazing glass. The management believes that in future by providing a range of quality products, efficient marketing strategy, continuous research & development and by developing more effective human resources, Inshallah the company will get a remarkable position in local as well as International market.

We wish to record our appreciation for the commitment of our employees to the company and continued patronage of our customers.

We thank Allah Subhanatallah for blessing your company and all of us and we all should obey the commandments of Allah Subhanatallah and Sunnah of our Prophet Muhammad (Sallalaho-Alaihe-Wasallum).

On behalf of the Board of Directors

Lahore: October 31, 2012

Anwaar Ahmad Khan
Chief Executive Officer

GHANI VALUE GLASS LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED) AS AT 30 SEPTEMBER 2012

	Note	September 30, 2012 Rupees	June 30, 2012 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	185,805,165	187,872,455
Long term deposits		4,633,044	4,633,044
		190,438,209	192,505,499
CURRENT ASSETS			
Stores, spares and loose tools		10,163,388	10,343,787
Stock in trade	6	82,767,106	72,620,652
Trade debts - unsecured, considered good		104,620,896	101,847,209
Loans and advances		24,090,039	11,493,982
Taxes and duty refundable		17,212,599	18,232,763
Cash and bank balances		5,744,627	3,605,475
		244,598,654	218,143,868
		435,036,864	410,649,367
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
8,000,000 (30 June 2012: 8,000,000) ordinary shares of Rs.10/- each (30 June 2012: Rs 10/- each).		80,000,000	80,000,000
Issued, subscribed and paid up capital			
7,535,000 (30 June 2012: 7,535,000) ordinary shares of Rs.10/- each (30 June 2012: Rs 10/- each).		75,350,000	75,350,000
Revenue reserves			
General reserve		3,680,000	3,680,000
Accumulated profits / (losses)		4,454,805	6,780,310
		83,484,805	85,810,310
SURPLUS ON REVALUATION OF FIXED ASSETS			
		92,932,206	92,932,206
		176,417,011	178,742,516
NON CURRENT LIABILITIES			
Deferred taxation		14,431,511	16,143,931
		190,848,522	194,886,448
CURRENT LIABILITIES			
Loans from directors	7	48,197,000	48,197,000
Trade and other payables		194,633,761	161,848,811
Provision for taxation		1,357,581	5,717,108
		244,188,342	215,762,919
		435,036,864	410,649,367
CONTINGENCIES AND COMMITMENTS			
	8	-	-
		435,036,864	410,649,367

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

FIRST QUARTER FINANCIAL STATEMENTS

GHANI VALUE GLASS LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2012

Note	September 30, 2012 Rupees	September 30, 2011 Rupees
Gross sales	142,466,932	92,116,795
Less: Sales tax, excise duty & commission	21,686,603	13,048,694
Sales-net	120,780,329	79,068,101
Cost of sales	114,916,757	79,494,802
Gross profit / (loss)	5,863,572	(426,701)
Administrative expenses	5,174,229	2,578,335
Distribution cost	5,149,705	3,184,130
	10,323,934	5,762,465
Operating loss	(4,460,362)	(6,189,166)
Other operating expenses	226,174	-
Finance cost	95,437	44,248
Other operating income	(2,101,628)	(1,396,062)
	(1,780,017)	(1,351,814)
Loss before tax	(2,680,345)	(4,837,352)
Taxation	(354,839)	(2,203,455)
Loss after tax	(2,325,505)	(2,633,897)
Other comprehensive income for the period	-	-
Total comprehensive income for the period	(2,325,505)	(2,633,897)
Earnings per share - basic and diluted	(0.31)	(0.35)

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

GHANI VALUE GLASS LIMITED

CONDENSED INTERIM STATEMENT OF CASHFLOW (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2012

	September 30, 2012 Rupees	September 30, 2011 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Loss for the period before taxation	(2,680,345)	(4,837,352)
Adjustments for non-cash charges and other items:		
Depreciation	2,401,689	2,590,602
Provision for WPPF	-	-
Provision for WWF	-	-
Profit on savings account	(99,168)	(153,275)
	(377,823)	(2,400,025)
Working capital adjustments		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	180,399	(1,695,695)
Stock-in-trade	(10,146,453)	24,187,632
Trade debts	(2,773,687)	(39,787,803)
Loans and advances	(12,596,057)	3,835,832
Taxes and duty refundable	(2,083,027)	2,679,673
Increase / (decrease) in current liabilities:		
Trade and other payables	32,784,949	14,404,571
Short term loans - net	-	-
	5,366,124	3,624,210
CASH GENERATED FROM OPERATIONS	4,988,301	1,224,184
Taxes paid	(2,613,917)	(1,651,934)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	2,374,384	(427,749)
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(334,400)	(1,081,788)
Profit on savings account received	99,168	153,275
NET CASH USED IN INVESTING ACTIVITIES	(235,232)	(928,513)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	-	(49,611)
NET CASH USED IN FINANCING ACTIVITIES	-	(49,611)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	2,139,152	(1,405,873)
CASH AND CASH EQUIVALENTS - At the beginning of the period	3,605,475	2,013,320
CASH AND CASH EQUIVALENTS - At the end of the period	5,744,627	607,446

The annexed notes from 1 to 11 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 2012

	Share Capital	Revenue Reserves		Total
		General Reserve	Accumulated profits / (losses)	
Rupees				
Balance as at 30 June 2011	75,350,000	3,680,000	(17,890,758)	61,139,242
Loss for the period ended 30 September 2011	-	-	(2,633,897)	(2,633,897)
Balance as at 30 September 2011	75,350,000	3,680,000	(20,524,655)	58,505,345
Balance as at 30 June 2012	75,350,000	3,680,000	6,780,310	85,810,310
Loss for the period ended 30 September 2012	-	-	(2,325,505)	(2,325,505)
Balance as at 30 September 2012	75,350,000	3,680,000	4,454,805	83,484,805

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

GHANI VALUE GLASS LIMITED

CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED 30 SEPTEMBER 2012

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 50-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 2012 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 2012.

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 2012.

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 2012.

5 PROPERTY, PLANT AND EQUIPMENT

		Un-audited 30 September 2012 Rupees	Audited 30 June 2012 Rupees
Operating fixed assets	5.1	184,819,974	187,221,664
Capital work in progress		985,191	650,791
		185,805,165	187,872,455
5.1 Operating fixed assets - tangible			
Opening book value		187,221,664	177,340,086
Additions during the period / year:			
- Buildings on freehold land		-	-
- Plant and machinery		-	9,120,151
- Electric installations		-	-
- Mills equipment		-	-
- Furniture & fixture		-	75,180
- Computers		-	98,969
- Office equipment		-	-
- Vehicles		-	696,600
		-	9,990,900
Add: Revaluation of land during the period / year			10,337,500
Less: Depreciation charge for the period / year		(2,401,689)	(10,446,822)
Closing book value		184,819,974	187,221,664

GHANI VALUE GLASS LIMITED

	Un-audited	Audited
	30 September 2012 Rupees	30 June 2012 Rupees
6 STOCK-IN-TRADE		
Raw materials	44,456,984	47,061,390
Finished goods	38,310,122	25,559,262
	82,767,106	72,620,652
7 LOANS FROM DIRECTORS		
Mr. Anwaar Ahmed Khan	15,899,000	15,899,000
Mr. Imtiaz Ahmed Khan	15,899,000	15,899,000
Mr. Aftab Ahmed Khan	16,399,000	16,399,000
	48,197,000	48,197,000

7.1 These represent unsecured, interest free loans from Directors for working capital and are payable on demand.

8 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 2012.

9 TRANSACTIONS WITH RELATED PARTIES

Relationship within group	Nature of transactions	Un-audited	Un-audited
		30 September 2012 Rupees	30 September 2011 Rupees
Associated undertakings	Purchase of goods and services	85,794,322	27,765,413
	Sales of goods and services	253,852	-
	Cullet sales	687,560	104,586
	Shared expenses (Reimbursement of expenses)	697,160	509,040
	Rental income	1,234,773	1,085,922
Post employment benefit plans	Expenses charged in respect of retirement benefit plans	932,936	704,728
Key management personnel	Salaries and other employee benefits	11,451,258	7,345,839

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

10 DATE OF AUTHORIZATION FOR ISSUE

These financial information were authorized for issue by the Board of Directors of the Company on October 31, 2012.

11 GENERAL

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE

DIRECTOR

Ghani

THE GLASS EXPERTS

GHANI VALUE GLASS LIMITED

Head Office:

40-L, Model Town, Lahore, Pakistan.

UAN: +92-42-111 949 949

Fax: +92-42-35172263

www.ghanivalueglass.com

Marketing Office:

12-D/5 Chandni Chowk,

KDA Scheme, 7/8, Karachi, Pakistan.

UAN: +92-21-111 949 949

Fax: +92-21-34926349