



Ghani

THE GLASS EXPERTS

FIRST QUARTER
FINANCIAL STATEMENTS

2013

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

Ernst & Young 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

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

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, 2013.

The financial results for the first quarter ended September 30, 2013 are as follow:

FINANCIAL INDICATORS	2013	2012
	Rupees '000'	
Sales – Net	133,596	120,780
Gross profit / (loss)	9,812	5,864
Profit / (loss) before taxation	(361)	(2,680)
Net profit / (loss)	1,281	(2,326)
Earning per share	0.07	(0.31)

During the first quarter ended September 30, 2013 net sale of the company has increased to Rupees 134 million as compared to Rupees 121 million for the corresponding period last year. Gross profit has increased to Rupees 10 million as compared to Rupees 6 million for the corresponding period last year showing an increase of 67%. Net Profit has increased to Rupees 1 million as compared to loss of Rupees 2 million for the corresponding period last 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

Lahore: October 24, 2013



Anwaar Ahmad Khan
Chief Executive Officer

Condensed Interim Balance Sheet (un-audited)

AS AT 30 SEPTEMBER 2013

	Note	September 30, 2013 Rupees	June 30, 2013 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	201,635,452	193,516,256
Long term deposits		4,633,044	4,633,044
		206,268,496	198,149,300
CURRENT ASSETS			
Stores, spares and loose tools		13,567,905	11,776,257
Stock in trade	6	62,725,968	80,057,045
Trade debts - unsecured, considered good		175,980,784	111,138,237
Loans and advances		18,440,106	29,678,194
Taxes and duty refundable		16,169,828	21,178,053
Cash and bank balances		33,434,134	120,878,414
		320,318,725	374,706,200
		526,587,221	572,855,500
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
30,000,000 (30 June 2013: 30,000,000) ordinary shares of Rs.10/- each (30 June 2013: Rs 10/- each).		300,000,000	300,000,000
Issued, subscribed and paid up capital			
18,837,500 (30 June 2013: 7,535,000) ordinary shares of Rs.10/- each (30 June 2013: Rs 10/- each).		188,375,000	75,350,000
Share Deposit Money		-	110,774,740
Revenue reserves			
General reserve		3,680,000	3,680,000
Accumulated profits / (losses)		33,746,541	32,465,816
		225,801,541	222,270,556
SURPLUS ON REVALUATION OF FIXED ASSETS			
		92,932,206	92,932,206
		318,733,747	315,202,762
NON CURRENT LIABILITIES			
Deferred taxation		14,324,041	17,533,836
		333,057,788	332,736,598
CURRENT LIABILITIES			
Loans from directors	7	44,665,658	71,665,658
Trade and other payables		147,295,949	158,740,969
Provision for taxation		1,567,827	9,712,275
		193,529,434	240,118,902
		526,587,221	572,855,500
CONTINGENCIES AND COMMITMENTS			
	8	-	-
		526,587,221	572,855,500

The annexed notes from 1 to 11 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 2013

Note	September 30, 2013 Rupees	September 30, 2012 Rupees
Gross sales	157,238,098	142,466,932
Less: Sales tax, excise duty & commission	23,642,154	21,686,603
Sales-net	133,595,944	120,780,329
Cost of sales	123,784,391	114,916,757
Gross profit / (loss)	9,811,553	5,863,572
Administrative expenses	7,234,122	5,174,229
Distribution cost	5,539,462	5,149,705
	12,773,584	10,323,934
Operating loss	(2,962,031)	(4,460,362)
Other operating expenses	429,636	226,174
Finance cost	113,652	95,437
Other operating income	(3,144,076)	(2,101,628)
	(2,600,788)	(1,780,017)
Profit / (Loss) before tax	(361,243)	(2,680,345)
Taxation	(1,641,969)	(354,839)
Profit / (Loss) after tax	1,280,725	(2,325,505)
Other comprehensive income for the period	-	-
Total comprehensive income for the period	1,280,725	(2,325,505)
Earnings per share - basic and diluted	0.07	(0.31)

The annexed notes from 1 to 11 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 2013

	September 30, 2013 Rupees	September 30, 2012 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Loss for the period before taxation	(361,243)	(2,680,345)
Adjustments for non-cash charges and other items:		
Depreciation	2,739,450	2,401,689
Provision for WPPF	-	-
Provision for WWF	-	-
Profit on savings account	(677,557)	(99,168)
	1,700,650	(377,823)
Working capital adjustments		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(1,791,648)	180,399
Stock-in-trade	17,331,077	(10,146,453)
Trade debts	(64,842,547)	(2,773,687)
Loans and advances	11,238,088	(12,596,057)
Taxes and duty refundable	(2,145,489)	(2,083,027)
Increase / (decrease) in current liabilities:		
Trade and other payables	(11,445,020)	32,784,949
Short term loans - net	(27,000,000)	-
	(78,655,539)	5,366,124
CASH GENERATED FROM OPERATIONS	(76,954,889)	4,988,301
Taxes paid	(2,558,562)	(2,613,917)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	(79,513,451)	2,374,384
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(10,858,646)	(334,400)
Profit on savings account received	677,557	99,168
NET CASH USED IN INVESTING ACTIVITIES	(10,181,089)	(235,232)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	113,025,000	-
Share Deposit Money	(110,774,740)	-
Dividend paid	-	-
NET CASH USED IN FINANCING ACTIVITIES	2,250,260	-
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(87,444,281)	2,139,152
CASH AND CASH EQUIVALENTS - At the beginning of the period	120,878,414	3,605,475
CASH AND CASH EQUIVALENTS - At the end of the period	33,434,134	5,744,627

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 2013

	Share Capital	Share Deposit Money	Revenue Reserves		Total
			General Reserve	Accumulated profits / (losses)	
Rupees					
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
Balance as at 30 June 2013	75,350,000	110,774,740	3,680,000	32,465,816	222,270,556
Share deposit money adjusted against right issue		(110,774,740)	-	-	(110,774,740)
Issuance of right shares	113,025,000	-	-	-	113,025,000
Profit / (Loss) for the period ended 30 September 2013	-	-	-	1,280,725	1,280,725
Balance as at 30 September 2013	188,375,000	-	3,680,000	33,746,541	225,801,541



CHIEF EXECUTIVE



DIRECTOR

Condensed Interim Notes to the Financial Statements (un-audited)

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

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, 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 2013 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 2013.

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 2013.

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 2013.

5 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets 5.1

Capital work in progress

5.1 Operating fixed assets - tangible

Opening book value

Additions during the period / year:

- Buildings on freehold land

- Plant and machinery

- Electric installations

- Mills equipment

- Furniture & fixture

- Computers

- Office equipment

- Vehicles

Add: Revaluation of land during the period / year

Less: Depreciation charge for the period / year

Closing book value

	Un-audited 30 September 2013	Audited 30 June 2013
	Rupees	Rupees
	195,388,839	187,281,643
	6,246,613	6,234,613
	201,635,452	193,516,256
	187,281,644	187,221,664
	-	-
	10,846,645	6,545,002
	-	-
	-	462,300
	-	497,788
	-	48,200
	-	-
	-	2,557,516
	10,846,645	10,110,806
	-	-
	(2,739,450)	(10,050,826)
	195,388,839	187,281,643

	Un-audited 30 September 2013 Rupees	Audited 30 June 2013 Rupees
6 STOCK-IN-TRADE		
Raw materials	43,393,929	35,121,765
Finished goods	19,332,039	44,935,280
	62,725,968	80,057,045
7 LOANS FROM DIRECTORS		
Mr. Anwaar Ahmed Khan	15,221,886	23,721,886
Mr. Imtiaz Ahmed Khan	14,721,886	23,721,886
Mr. Aftab Ahmed Khan	14,721,886	24,221,886
	44,665,658	71,665,658

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 2013.

9 TRANSACTIONS WITH RELATED PARTIES

Relationship within group	Nature of transactions	Un-audited 30 September 2013 Rupees	Un-audited 30 September 2012 Rupees
Associated undertakings	Purchase of goods and services	68,063,072	85,794,322
	Sales of goods and services	-	253,852
	Cullet sales	1,123,200	687,560
	Shared expenses (Reimbursement of expenses)	3,750,000	697,160
	Rental income	1,506,519	1,234,773
Post employment benefit plans	Expenses charged in respect of retirement benefit plans	1,017,916	932,936
Key management personnel	Salaries and other employee benefits	11,602,531	11,451,258

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 24, 2013.

11 GENERAL

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



DIRECTOR

Ghani

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