



# Ghani

THE GLASS EXPERTS

FIRST QUARTER FINANCIAL STATEMENTS

2022-23

GHANI VALUE GLASS LIMITED

# CORPORATE INFORMATION

## **BOARD OF DIRECTORS**

### **Directors**

Mr. Awais Ahmad  
Mr. Imtiaz Ahmad Khan  
Mr. Anwaar Ahmad Khan  
Mr. Aftab Ahmad Khan  
Mr. Obaid Ghani  
Mr. Jubair Ghani  
Mr. Ibrahim Ghani  
Mr. Umair Ghani  
Mr. Muhammad Mushtaq  
Mr. Tahir Ghafoor Khan  
Mrs. Maryam Junaid  
Mr. Muhammad Ayub  
Mr. Imtiaz Ahmad Khan

## **CHAIRMAN**

## **CHIEF EXECUTIVE OFFICER**

Mr. Anwaar Ahmad Khan

## **AUDIT COMMITTEE**

### **Chairman**

Mr. Awais Ahmad

### **Members**

Mr. Jubair Ghani  
Mrs. Maryam Junaid

## **HR & R COMMITTEE**

### **Chairman**

Mr. Awais Ahmad

### **Members**

Mr. Aftab Ahmad Khan  
Mr. Jubair Ghani

## **CHIEF FINANCIAL OFFICER**

Mr. Umer Farooq Khan

## **COMPANY SECRETARY**

Hafiz Muhammad 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)  
Albaraka Bank (Pakistan) Limited  
Bank Alfalah Limited (Islamic)  
Askari Bank Limited (Islamic)  
Bank Al Habib (Islamic)  
The Bank of Punjab (Islamic)  
Dubai Islamic Bank  
Allied Bank Limited  
Soneri Bank Limited, Islamic Banking  
Habib Bank Limited  
Meezan Bank Limited  
UBL Ameen Limited  
Bank Alfalah Limited  
Faysal Bank Limited  
Bank of Punjab (Taqwa)

## **HEAD OFFICE & REGISTERED OFFICE**

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

## **PLANT**

31-KM Sheikhpura Road, Mouza Beti Heriya,  
Tehsil Nankana Sahib, 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 financial statements for the first quarter ended September 30, 2022.

During the first quarter ended September 30, 2022, the Company earned Net Revenue of Rupees 620 million as compared to Rupees 716 million for the corresponding period of the last year. Gross Profit has decreased to Rupees 227 million as compared to Rupees 290 million for the corresponding period of the last year. The Company has recorded Net Profit of Rupees 113 million as compared to Rupees 191 million for the same period of the last year. Earning per share was Rupees 1.75 against Rupees 2.96 for the same period of last year. The financial results for the first quarter ended September 30, 2022 are as follow:

FINANCIAL INDICATORS	September 30, 2022	September 30, 2021
	Rupees '000'	
Sales	620,421	715,927
Gross Profit	226,738	290,099
Profit before taxation	137,750	201,389
Net Profit	112,790	190,959
Earning per share (Rupees)	1.75	2.96

The global economy is facing the challenges of slow growth, higher inflation and monetary tightening. Global and domestic uncertainties surround the economic prospects. Year 2022 adversely impacted by high inflation, aggressive monetary tightening and uncertainty from the Ukraine war and pandemic. Amid elevated inflationary pressures, monetary tightening, and uncertainty in the financial market, a flood has further aggravated the supply chain disruptions and dragged down LSM to negative growth. Current account deficit reported a 4-month low in Aug-2022. Moody's Investors Service ("Moody's") has downgraded Pakistan's rating by one notch to Caa1, maintaining outlook at Negative. The downgrade is reasoned by aftershocks of the catastrophic floods the country witnessed this year to escalate risk of government liquidity in consideration of scheduled debt obligations of the country.

## Future Outlook

The economy of Pakistan has already been facing tough challenges of current account deficit, surging inflation, political instability, high international fuel and commodity prices and increasing trade deficit etc. Moreover, severe damages are underway due to unprecedented floods. It is expected that the financial year 2023 would be a tough year due to the magnitude of economic and other challenges.

## 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



**Anwaar Ahmed Khan**  
Chief Executive Officer



**Aftab Ahmed Khan**  
Director

Lahore: October 26, 2022

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT 30 SEPTEMBER 2022

	Note	UNAUDITED Sep 30, 2022 Rupees	AUDITED Jun 30, 2022 Rupees
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	5	1,787,081,290	1,676,673,393
Long term advances and deposits		10,529,035	10,529,035
Deferred Tax asset - net		133,366,131	143,617,691
		1,930,976,456	1,830,820,119
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		165,699,942	159,108,717
Stock in trade	6	744,325,495	484,293,453
Trade debts - unsecured, considered good		180,003,700	136,648,520
Advances and other receivables		87,211,586	154,814,878
Tax Refund due from Government		318,711,518	283,058,174
Cash and bank balances		32,487,066	71,654,182
		1,528,439,306	1,289,577,924
		3,459,415,762	3,120,398,043
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized Share Capital</b>		1,500,000,000	1,500,000,000
<b>150,000,000 (2021: 150,000,000) ordinary shares of Rs. 10 each</b>			
Issued, subscribed and paid up capital		644,413,690	644,413,690
64,441,369 (2021: 64,441,369) ordinary shares of Rs. 10 each			
<b>Capital reserves</b>			
Share Premium		171,854,674	171,854,674
Merger reserve		87,059,680	87,059,680
Revaluation surplus on property, plant and equipment		255,734,706	255,734,706
		514,649,060	514,649,060
<b>Revenue reserves</b>			
General reserve		3,680,000	3,680,000
Unappropriated profit		1,036,212,918	923,422,686
		1,039,892,918	927,102,686
		2,198,955,668	2,086,165,436
<b>NON CURRENT LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,162,391,787	938,581,390
Contract liabilities		92,643,824	90,226,734
Unclaimed dividends		5,424,483	5,424,483
		1,260,460,094	1,034,232,607
<b>CONTINGENCIES AND COMMITMENTS</b>	7	-	-
		3,459,415,762	3,120,398,043

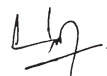
The annexed notes from 1 to 10 form an integral part of these interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

**Ghani Value Glass Limited**

# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	Sep-2022 Rupees	Sep-2021 Rupees
<b>Sales-net</b>	<b>620,421,089</b>	715,927,366
Cost of sales	<b>(393,682,679)</b>	(425,828,284)
<b>Gross profit</b>	<b>226,738,410</b>	290,099,081
Distribution cost	<b>(7,744,106)</b>	(9,596,687)
Administrative expenses	<b>(83,312,266)</b>	(77,164,744)
Other operating expenses	<b>(10,209,215)</b>	(15,220,162)
	<b>(101,265,587)</b>	(101,981,593)
<b>Operating Profit</b>	<b>125,472,824</b>	188,117,488
Other operating income	<b>12,277,602</b>	13,272,055
<b>Profit before taxation</b>	<b>137,750,426</b>	201,389,543
Taxation	<b>(24,960,192)</b>	(10,430,839)
<b>Net Profit after taxation</b>	<b>112,790,233</b>	190,958,703
<b>Earnings per share - basic and diluted</b>	<b>1.75</b>	2.96

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	2022 (Rupees)	2021 (Rupees)
Profit for the period	112,790,233	190,958,703
Other comprehensive income for the period	-	-
<b>Total comprehensive income for the period</b>	<b>112,790,233</b>	<b>190,958,703</b>

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	SEP 30, 2022 Rupees	SEP 30, 2021 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit for the period before taxation	112,790,233	205,361,894
Adjustments for non-cash charges and other items:		
Depreciation	20,231,221	7,979,122
Allowance for expected credit losses		-
Provision for Workers' Profit Participation Fund	7,397,982	11,029,103
Provision for Workers' Welfare Fund	2,811,233	4,191,059
	143,230,670	228,561,178
<b>Working capital adjustments</b>		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(6,591,225)	(21,156,610)
Stock-in-trade	(260,032,042)	(203,331,598)
Trade debts	(43,355,180)	(4,707,192)
Loans and advances	67,603,292	(178,192,601)
Increase / (decrease) in current liabilities:		
Trade and other payables	213,601,181	(86,386,410)
Contract liabilities	2,417,090	1,201,760
	(26,356,883)	(492,572,651)
<b>CASH GENERATED/(USED) FROM OPERATIONS</b>	116,873,787	(264,011,473)
Taxes paid	(25,401,784)	(73,779,762)
WPPF & WWF paid	-	(21,128,098)
Finance Cost	(88,167)	(1,007,512)
<b>NET CASH GENERATED FROM / (USED) IN OPERATING ACTIVITIES</b>	91,472,003	(359,926,845)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed Capital Expenditure incurred	(130,639,118)	26,291,218
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	(130,639,118)	26,291,218
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(39,167,116)	(333,635,627)
<b>CASH AND CASH EQUIVALENTS- At the beginning of the period</b>	71,654,182	550,710,002
<b>CASH AND CASH EQUIVALENTS- At the end of the period</b>	32,487,066	217,074,375


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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

  
CHIEF EXECUTIVE

  
\_\_\_\_\_  
DIRECTOR

  
CHIEF FINANCIAL OFFICER



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

**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

## **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 under the Companies Act, 1913 [(Repealed with the enactment of Companies Act, 2017, (the Act)]. The principal activities of the Company are manufacturing and sales of mirror, tempered glass, laminated glass and automotive vehicles. The shares of the Company are listed on Pakistan Stock Exchange Limited.

The geographical location and address of the Company's business units, including production facilities are as under:

<b>Business Units</b>	<b>Geographical locations</b>
Registered office	40-L, Model Town Extension, Lahore
Glass manufacturing plant	31-KM Sheikhpura Road, Nankana Sahib
Automobile manufacturing plant	49-Km Multan Road, Phool Nagar (Bhai Pheru), Kasur

## **2 STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

## **3 BASIS OF PREPARATION**

This interim financial information does not include all the information and disclosures required in annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June 30, 2022.

The accounting policies adopted for the preparation of this interim financial information are same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2022.

The Company has adopted the following amended IFRS and IFRIC interpretation which became effective during the period:

IFRS 2 - Share-based Payments - Classification and Measurement of Share-based Payments Transactions (Amendments)

IFRS 4 - Insurance Contracts: Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts- (Amendments)

IFRS 9-Financial instruments

IFRS 15-Revenue from Contracts with Customers

IAS 40-Investment Property: Transfer of Investment Property (Amendments)

IFRIC 22- Foreign Currency Transactions and Advance Consideration

The adoption of the above amendments did not have any effect on the interim financial information however, the management is in the process of assessing the impact of changes laid down by IFRS 9 on its financial statements.

#### 4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of 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 2022.

5 PROPERTY, PLANT AND EQUIPMENT	Note	Un-audited 30 Sep 2022	Audited 30 June 2022
		Rupees	Rupees
Operating fixed assets-Tangible	5.1	1,164,642,551	1,175,838,662
Capital work in progress		622,438,739	500,834,731
		<b>1,787,081,290</b>	<b>1,676,673,393</b>
		Un-audited 30 Sep 2022	Audited 30 June 2022
		Rupees	Rupees
<b>5.1 Operating fixed assets - tangible</b>			
Opening book value		1,175,838,662	1,391,750,263
Additions during the period / year:			
- Buildings on freehold land		2,135,719	70,188,218
- Plant and machinery		6,899,391	47,714,602
- Plant Equipment		-	2,557,118
- Furniture & fixture		-	4,272,286
- Computers		-	2,341,248
-Office Equipment		-	2,516,439
- Vehicles		-	72,203,679
		<b>9,035,110</b>	201,793,590
Less: Disposal of Assets for the period / year		-	(66,192,990)
Less: Depreciation/Disposal charge for the period / year		<b>(20,231,221)</b>	(351,512,201)
Closing book value		<b>1,164,642,551</b>	<b>1,175,838,662</b>
<b>6 STOCK-IN-TRADE</b>			
Raw materials		347,244,256	179,997,873
Finished goods		397,081,239	43,619,416
		<b>744,325,495</b>	<b>223,617,289</b>

#### 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 2022.

## 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:

Relationship within group	Nature of transactions	Unaudited Sep-22	Unaudited Sep-21
		Rupees	Rupees
Associated undertakings			
Ghani Glass Limited	Purchase of goods	481,038,510	450,046,692
	Sales of Offline Glass	-	16,979,497
	Sales of cullet	5,025,261	1,892,400
	Shared expenses	2,861,071	2,012,180
	Rental income	2,196,223	3,227,811
Staff Retirement Benefit	Payment to Provident Fund	9,476,194	7,166,277
Key Management Personnel	Salaries and other employee benefits	45,716,373	39,605,914

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 Oct 26, 2022

## 10 GENERAL

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

## ڈائریکٹر ان کی جائزہ رپورٹ

معزز حصداران

اسلام علیکم ورحمۃ اللہ وبرکاتہ

غنی ویلیو گلاس لیڈنگ بورڈ آف ڈائریکٹرز کو 30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے مالی گوشوارے پیش کرنے پر خوشی محسوس کرتے ہیں۔

30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے دوران، کمپنی نے گزشتہ سال کی اسی مدت کے 716 ملین روپے کے مقابلے میں 620 ملین روپے کی خالص آمدنی حاصل کی۔ مجموعی منافع گزشتہ سال کی اسی مدت کے 290 ملین روپے کے مقابلے میں 227 ملین روپے تک کم ہو گیا ہے۔ کمپنی نے گزشتہ سال کی اسی مدت میں 191 ملین روپے کے مقابلے میں 113 ملین روپے کا خالص منافع ریکارڈ کیا ہے۔ گزشتہ سال کی اسی مدت کے لیے 96.2 روپے کے مقابلے میں فی حصص آمدنی 75.1 روپے تھی۔ 30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے مالی نتائج حسب ذیل ہیں:

مالیاتی اعشاریے	30 ستمبر 2022	30 ستمبر 2021
(روپے '000 میں)		
آمدنی	620,421	715,927
خام منافع	226,738	290,099
قبل از ٹیکس نفع	137,750	201,389
خالص نفع	112,790	190,959
فی حصص نفع (روپے)	1.75	2.96

عالمی معیشت کو سخت شرح نمو، بلند افراط زر اور مالیاتی سختی کے چیلنجز کا سامنا ہے۔ عالمی اور ملکی غیر یقینی صورتحال معاشی امکانات کو گھیرے ہوئے ہے۔ سال 2022 بلند افراط زر، جارحانہ مالیاتی سختی اور یوکرین کی جنگ اور دہائی امراض سے غیر یقینی صورتحال سے بری طرح متاثر ہوا۔ افراط زر کے بڑھتے ہوئے دباؤ، مالیاتی منڈی میں سختی، اور غیر یقینی صورتحال کے درمیان، سیلاب نے سلائی چین میں رکاوٹوں کو مزید بڑھا دیا ہے اور LSM کو منفی ترقی کی طرف لے گیا ہے۔ کرنٹ اکاؤنٹ خسارہ اگست 2022 میں 4 ماہ کی کم ترین سطح پر رپورٹ ہوا۔ Moody's Investors Service ("Moody's") نے منفی آؤٹ لک کو برقرار رکھتے ہوئے پاکستان کی ریٹنگ کو ایک درجے سے گھٹا کر Caa1 کر دیا ہے۔ اس کمی کی وجہ ملک میں اس سال آنے والے تباہ کن سیلاب کے آئندہ شاکس ہیں جو ملک کے طے شدہ قرضوں کی ذمہ داریوں کو مد نظر رکھتے ہوئے حکومتی لیکویڈیٹی کے خطرے کو بڑھاتے ہیں۔

مستقبل کا نقطہ نظر

پاکستان کی معیشت کو پہلے ہی کرنٹ اکاؤنٹ خسارے، بڑھتی ہوئی مہنگائی، سیاسی عدم استحکام، ایندھن اور اجناس کی بین الاقوامی قیمتوں میں اضافے اور بڑھتے ہوئے تجارتی خسارے وغیرہ کے سخت چیلنجز کا سامنا ہے۔ مزید یہ کہ سیلاب کی وجہ سے شدید نقصانات کا سامنا ہے۔ توقع ہے کہ مالی سال 2023 معاشی اور دیگر چیلنجزوں کی شدت کی وجہ سے ایک مشکل سال ہوگا۔

اظہار تشکر

ڈائریکٹرز کی جانب سے، ہمیں اپنے صارفین، ملازمین، سپلائرز، شیئرز، ہولڈرز اور مالیاتی اداروں کے لیے کمپنی کے انتظام پر اعتماد کے لیے اپنی تعریف ریکارڈ کرتے ہوئے خوشی ہو رہی ہے۔

ہم اللہ سبحانہ اللہ کا شکر ادا کرتے ہیں کہ اس نے ہم سب کو اور آپ کی کمپنی کو برکت دی ہے۔ ہم سب کو اللہ تعالیٰ کے احکامات اور اپنے نبی محمد صلی اللہ علیہ وسلم کی سنت پر پوری طرح عمل کرنے کی کوششیں جاری رکھنے کی پابند ہیں۔

آفتاب احمد خان  
ڈائریکٹر

انوار احمد خان  
چیف ایگزیکٹو آفیسر

لاہور: 26 اکتوبر 2022

# Ghani

**GHANI VALUE GLASS LIMITED**

**Head Office:**

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