

Ghani

FIRST QUARTER
FINANCIAL
STATEMENTS
2020-21

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. Nauman Shoukat
Mr. Muhammad Mushtaq
Mr. Tahir Ghafoor Khan
Mrs. Maryam Junaid

CHAIRMAN

Mr. Imtiaz Ahmad Khan

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

HEAD OFFICE & REGISTERED OFFICE

40-L Model Town Extension, Lahore, Pakistan
UAN: (042) 111 949 949, Fax:(042) 35172263
E-mail : 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, 2020.

During the first quarter ended September 30, 2020, Net Revenue of the Company has increased to Rupees 445 million as compared to Rupees 364 million for the corresponding period of the last year. Gross Profit has increased to Rupees 141 million as compared to Rupees 98 million for the corresponding period of the last year. The Company has recorded Net Profit of Rupees 65 million as compared to Rupees 36 million for the same period of the last year. Earning per share was Rupees 1.12 against Rupees 0.71 for the same period of last year. The financial results for the first quarter ended September 30, 2020 are as follow:

FINANCIAL INDICATORS	September 30, 2020	September 30, 2019
	Rupees '000'	
Sales	444,518	363,613
Gross Profit	141,016	97,525
Profit /(Loss) before taxation	64,368	37,582
Net Profit /(Loss)	64,753	36,276
Earning /(Loss) per share (Rupees)	1.12	0.71

The large-scale manufacturing (LSM) industries had registered a 5% YoY growth during the first quarter 2020-21 (8 out of 15 major industries recorded negative production while 7 industries showed 2% to 15% growth on a YoY basis). The economy rebounded during the first quarter ended September 30, 2020 by the timely action of the Government through the announcement of stimulus package and solid steps to boost housing and construction industry.

Future Outlook

The Board of Directors, in their meeting held on September 21, 2020 has approved the Scheme of Arrangement ("the Scheme") for the merger of Ghani Automobile Industries Limited (GAIL) with and into Ghani Value Glass Limited (GVGL) subject to the approval of the shareholders and sanction of the Lahore High Court, Lahore.

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: October 29, 2020



Anwaar Ahmed Khan
Chief Executive Officer



Jubair Ghani
Director

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT 30 SEPTEMBER 2020

	Note	September 30, 2020 Rupees	June 30, 2020 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6	490,014,374	484,514,882
Long term advances and deposits		9,930,335	9,930,335
		499,944,709	494,445,217
CURRENT ASSETS			
Stores, spares and loose tools		54,447,931	49,580,718
Stock in trade	7	242,182,212	239,336,235
Trade debts - unsecured, considered good		128,850,280	149,367,131
Advances and other receivables		21,806,666	10,454,871
Tax Refund due from Government		229,786,366	209,532,149
Cash and bank balances		164,512,810	161,502,146
		841,586,264	819,773,250
		1,341,530,973	1,314,218,467
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
65,000,000 (30 June 2019: 45,000,000) ordinary shares of Rs.10/- each (30 June 2019: Rs 10/- each).		650,000,000	650,000,000
Issued, subscribed and paid up capital		580,312,730	580,312,730
Capital reserves			
Revaluation surplus on property, plant and equipment		144,619,706	144,619,706
Revenue reserves			
General reserve		3,680,000	3,680,000
Unappropriated profit		287,174,573	222,420,244
		290,854,573	226,100,244
		1,015,787,009	951,032,680
NON CURRENT LIABILITIES			
Deferred taxation		26,419,685	27,476,858
CURRENT LIABILITIES			
Trade and other payables		265,232,512	307,873,825
Contract liabilities		31,582,632	25,325,970
Unclaimed dividends		2,509,134	2,509,134
		299,324,279	335,708,929
CONTINGENCIES AND COMMITMENTS	8	1,341,530,973	1,314,218,467

The annexed notes from 1 to 11 form an integral part of these 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 2020

	September 30,2020 Rupees	September 30,2019 Rupees
	----- (Rupees) -----	
Sales-net	444,517,886	363,613,362
Cost of sales	(303,501,904)	(266,087,965)
Gross profit	141,015,982	97,525,397
Distribution cost	(5,390,429)	(8,201,659)
Administrative expenses	(72,984,462)	(54,301,030)
	(78,374,891)	(62,502,689)
Operating Profit	62,641,090	35,022,708
Other operating expenses	(4,919,431)	(2,872,937)
Finance cost	(513,828)	(320,433)
Other operating income	7,160,501	5,752,401
	1,727,241	2,559,031
Profit before tax	64,368,332	37,581,739
Taxation	384,643	(1,305,425)
Profit/Loss after tax	64,752,975	36,276,314
Other comprehensive income for the period	-	-
Total comprehensive Profit for the period	64,752,975	36,276,314
Earnings per share - basic and diluted	1.12	0.71 (Restated)

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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2020

	Note	2020 (Rupees)	2019 (Rupees)
Profit for the period		64,752,975	36,276,314
Other comprehensive income:			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that may be reclassified subsequently to profit or loss		-	-
Other comprehensive income for the period		-	-
Total comprehensive income for the period		64,752,975	36,276,314

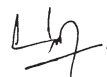
The annexed notes from 1 to 11 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2020

	Septemeber 30, 2020 Rupees	Septemeber 30, 2019 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period before taxation	64,368,332	37,581,739
Adjustments for non-cash charges and other items:		
Depreciation	9,114,692	5,326,644
Provision for WPPF	3,464,388	2,022,764
Provision for WWF	1,455,043	849,561
Unrealised exchange loss	-	612
Profit on savings account	(1,767,883)	(1,036,803)
	76,634,571	44,744,517
Working capital adjustments		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(4,867,213)	(8,627,858)
Stock-in-trade	(2,845,977)	(30,847,126)
Trade debts	20,516,852	(32,949,619)
Loans and advances	(11,351,795)	8,255,527
Increase / (decrease) in current liabilities:		
Trade and other payables	(34,688,771)	42,940,991
Contract liabilities	6,256,662	1,292,410
	(26,980,241)	(19,935,676)
CASH GENERATED FROM OPERATIONS	49,654,329	24,808,842
Taxes paid	(17,671,388)	(9,278,469)
WPPF paid	(16,127,333)	(15,139,300)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	15,855,608	391,073
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(14,612,827)	(4,629,533)
Profit on savings account received	1,767,883	1,036,803
NET CASH USED IN INVESTING ACTIVITIES	(12,844,944)	(3,592,730)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term advances	-	50,325
Dividend paid	-	-
NET CASH USED IN FINANCING ACTIVITIES	-	50,325
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	3,010,664	(3,151,332)
CASH AND CASH EQUIVALENTS- At the beginning of the period	161,502,146	67,253,862
CASH AND CASH EQUIVALENTS- At the end of the period	164,512,810	64,102,530

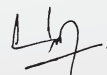
The annexed notes from 1 to 11 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE PERIOD ENDED 30 SEPTEMBER 2020


	Issued, subscribed and paid up capital	Share deposit Money	Revenue Reserves		Capital Reserve	Total
			General Reserve	Unappropriated profit/ (Accumulated loss)	Revaluation surplus on Property, Plant & Equipment	
	Rupees					
Balance as at 30 Jun 2019	374,395,310	-	3,680,000	316,094,704	144,619,706	838,789,720
Final Dividend Jun-2019				(74,879,062)		(74,879,062)
Profit for the year				36,276,314		36,276,314
Balance as at 30 Sep 2019	374,395,310	-	3,680,000	277,491,956	144,619,706	800,186,972
Balance as at 30 June 2020	580,312,730	-	3,680,000	222,421,599	144,619,706	951,034,035
Profit for the year				64,752,975		64,752,975
Balance as at 30 Sep 2020	580,312,730	-	3,680,000	287,174,573	144,619,706	1,015,787,009



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE PERIOD ENDED 30 SEPTEMBER 2020

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 is listed on Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of mirror, tempered glass and laminated glass. The Company's registered office is situated at 40-L, Model Town Extension, Lahore. The manufacturing unit is located at 31-KM Sheikhpura Road, Mouza Beti Heriya, Tehsil Nankana Sahib, District Sheikhpura.

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; and

- Provisions of and directives issued under the Companies Act, 2017.

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.

This condensed interim financial information does not include all the information required for full financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2020

3 STANDARDS, INTERPRETATIONS AND AMMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS THAT ARE EFFECTIVE AND RELEVANT

The new standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2019 are considered not to be relevant for the Company's financial statements and hence have not been detailed here.

4 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, 2020.

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, 2020.

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.

5 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 2020.

6 PROPERTY, PLANT AND EQUIPMENT	Note	Un-audited 30 Sep 2020	Audited 30 June 2020
		Rupees	Rupees
Operating fixed assets-Tangible	6.1	479,936,589	484,514,882
Capital work in progress		10,077,794	-
		490,014,383	484,514,882
		Un-audited 30 Sep 2020	Audited 30 June 2020
		Rupees	Rupees
6.1 Operating fixed assets - tangible			
Opening book value		484,514,882	450,412,495
Additions during the period / year:			
- Buildings on freehold land		2,566,756	50,281,877
- Plant and machinery		1,544,128	7,259,913
- Plant Equipment		-	1,173,456
- Furniture & fixture		-	98,600
- Computers		-	356,140
-Office Equipment		457,716	492,656
- Vehicles		-	11,405,575
		4,568,600	71,068,217
Less: Depreciation charge for the period / year		(9,146,894)	(36,965,830)
Closing book value		479,936,589	484,514,882
7 STOCK-IN-TRADE			
Raw materials		127,222,435	161,647,851
Finished goods		114,959,777	77,688,384
		242,182,212	239,336,235

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 2020.

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-20	Unaudited Sep-19
		Rupees	Rupees
Associated undertakings Ghani Glass Limited	Purchase of goods	247,192,583	213,284,936
	Sales of Mirror and Tempering services	3,481,714	3,820,407
	Sales of Offline Glass	35,246	-
	Sales of cullet	4,540,504	-
	Shared expenses	1,483,100	1,567,900
	Rental income	3,073,305	1,076,187
	Payment to Provident Fund	7,396,600	5,240,286
Staff Retirement Benefit			
Key Management Personnel	Salaries and other employee benefits	37,429,398	1,194,839

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, 2020

10 GENERAL

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

ڈائریکٹران کی جائزہ رپورٹ

معزز حصداران

اسلام علیکم ورحمۃ اللہ وبرکاتہ

غنی ویلیو گلاس لمیٹڈ کے ڈائریکٹران 30 ستمبر 2020 کو مکمل ہونے والی پہلی سہ ماہی کیلئے مالیاتی گوشوارے بخوشی پیش کرتے ہیں۔

30 ستمبر 2020 کو ختم ہونے والی پہلی سہ ماہی میں کمپنی کی خالص آمدنی میں گزشتہ برس اسی مدت میں 364 ملین روپے کے مقابلے میں 445 ملین روپے تک کا اضافہ ہوا۔ خام نفع میں پچھلے سال اسی عرصہ میں 98 ملین روپے کے مقابلے میں 141 ملین روپے تک کا اضافہ ہوا۔ کمپنی کا خالص نفع پچھلے برس اسی عرصہ میں 36 ملین روپے کے مقابلے میں 64 ملین روپے رہا۔ فی حصص نفع پچھلے سال اسی مدت میں 0.71 روپے کے مقابلے میں 1.12 روپے ریکارڈ کیا گیا۔

مالیاتی اعشاریے	30 ستمبر 2019	30 ستمبر 2020
(روپے '000 میں)		
آمدنی	363,613	444,518
خام منافع	97,525	141,016
قبل از ٹیکس نفع / نقصان	37,582	64,368
خالص نفع / نقصان	36,276	64,753
فی حصص نفع / نقصان (روپے)	0.71	1.12

بڑی صنعتوں کی پیداوار میں اس سہ ماہی کے دوران 5% کا اضافہ ریکارڈ کیا گیا۔ (15 بڑی صنعتوں میں سے 8 کی پیداوار میں کمی ہوئی جبکہ 7 صنعتوں کی پیداوار میں 2% سے 15% تک کا اضافہ ہوا)۔ گورنمنٹ کے تعمیراتی اور رہائشی شعبے کے متعلق ٹھوس اقدامات اور معاشی بحالی کے اعلان کے بروقت اقدامات کی بدولت پہلی سہ ماہی کے دوران معیشت بحال ہوئی ہے۔

مستقبل کے منصوبے:

بورڈ آف ڈائریکٹران نے اپنے اجلاس منعقدہ 21 ستمبر 2020 میں غنی آٹوموبیل انڈسٹریز لمیٹڈ اور غنی ویلیو گلاس لمیٹڈ کے انتظام کی سکیم کی منظوری دے دی ہے۔ یہ انتظام حصص داران کی منظوری اور لاہور ہائی کورٹ کی منظوری سے مشروط ہے۔

ہم ڈائریکٹران کی طرف سے اپنے گاہکوں، ملازمین، سپلائرز، حصص داران 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 اکتوبر 29، 2020



Ghani Value Glass Limited

Head Office:

40-E, Model Town Extension, Lahore-Pakistan

GAN : +92-42-111-000-940 / FAX: +92-42-36372293

Web: www.ghanivalueglass.com