



2021-22

FIRST QUARTER

FINANCIAL STATEMENTS



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

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 Shekhupura Road, Mouza Beti Heriya,
Tehsil Nankana Sahib, District Shekhupura.
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, 2021.

During the first quarter ended September 30, 2021, Net Revenue of the Company has increased to Rupees 716 million as compared to Rupees 457 million for the corresponding period of the last year. Gross Profit has increased to Rupees 304 million as compared to Rupees 139 million for the corresponding period of the last year. The Company has recorded Net Profit of Rupees 191 million as compared to Rupees 58 million for the same period of the last year. Earning per share was Rupees 3.02 against Rupees 0.91 for the same period of last year. The financial results for the first quarter ended September 30, 2021 are as follow:

FINANCIAL INDICATORS	September 30, 2021	September 30, 2020
	Rupees '000'	
Sales	715,927	456,643
Gross Profit	304,194	138,686
Profit before taxation	201,389	58,119
Net Profit	190,959	58,383
Earning per share (Rupees)	3.02	0.91

The economy started smoothly moving to balanced and sustainable growth path during the FY21. The revival of economic activities along with accelerated vaccination process, might be promising for achieving a strong economic growth. However, the economy appeared to lose some momentum in Q1 FY 2022. A third wave of Covid-19 cases likely hampered economic sentiment and weighed on activity in July–September, amid some partial lockdowns in place during the period. Moreover, worker remittances and export growth averaged markedly lower in the quarter, boding poorly for overall GDP. Additionally, industrial production growth showed mixed trend during the first quarter. On a more positive note, affordable housing loans under the government's flagship markup subsidy scheme generated a surge in lending activity in July–September.

Future Outlook

The board of directors and shareholders of your company approved the proposed scheme of arrangement for merger of Ghani Automobile Industries Limited (GAIL) with and into Ghani Value Glass Limited (GVGL). The Honorable Lahore High Court Lahore, vide its order No.50413 dated September 6, 2021 allowed the proposed merger of GAIL into GVGL.

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, 2021



Anwaar Ahmed Khan
Chief Executive Officer



Aftab Ahmed Khan
Director

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

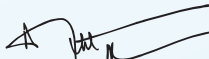
AS AT 30 SEPTEMBER 2021

		UNAUDITED	AUDITED
		Sep 30, 2021	June 30, 2021
	Note	Rupees	Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	1,192,877,185	1,139,366,354
Long term advances and deposits		20,068,149	20,068,149
Deferred Tax asset - net		132,964,990	117,759,317
		1,345,910,325	1,277,193,820
CURRENT ASSETS			
Stores, spares and loose tools		99,361,234	78,204,624
Stock in trade	6	426,948,887	223,617,289
Trade debts - unsecured, considered good		59,925,646	55,218,454
Advances and other receivables		197,482,061	19,289,460
Tax Refund due from Government		326,425,544	351,118,112
Cash and bank balances		217,024,374	550,710,002
		1,327,167,746	1,278,157,941
		2,673,078,071	2,555,351,761
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital		1,500,000,000	1,500,000,000
Issued, subscribed and paid up capital		644,413,690	644,413,690
Capital reserves			
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
Revenue reserves			
General reserve		3,680,000	3,680,000
Unappropriated profit		1,002,922,715	811,964,012
		1,006,602,715	815,644,012
		2,165,665,465	1,974,706,762
NON CURRENT LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		395,696,854	482,487,508
Contract liabilities		108,839,317	95,281,057
Unclaimed dividends		2,876,434	2,876,434
		507,412,605	580,644,999
CONTINGENCIES AND COMMITMENTS	7		
		2,673,078,071	2,555,351,761

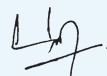
The annexed notes from 1 to 10 form an integral part of these financial statements.



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 2021

	2021 Rupees	2020 Rupees
Sales-net	715,927,366	456,643,362
Cost of sales	(411,733,426)	(317,957,006)
Gross profit	304,193,940	138,686,357
Distribution cost	(9,596,687)	(6,035,292)
Administrative expenses	(91,259,603)	(77,244,368)
Other operating expenses	(15,220,162)	(4,919,431)
	(116,076,452)	(88,199,091)
Operating Profit	188,117,488	50,487,266
Other operating income	13,272,055	7,632,656
Profit before tax	201,389,543	58,119,922
Taxation	(10,430,839)	263,388
Profit after tax	190,958,703	58,383,310
Other comprehensive income for the period		-
Total comprehensive income for the period	190,958,703	58,383,310
Earnings per share - basic and diluted	3.02	0.91

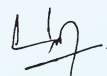
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CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	2021 (Rupees)	2020 (Rupees)
Profit for the period	190,958,703	58,383,310
Other comprehensive income:		
Items that will not be reclassified subsequently to profit or loss		
Surplus on revaluation of freehold land	-	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the period	-	-
Total comprehensive income for the period	190,958,703	58,383,310


The annexed notes from 1 to 10 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 2021

	Sep 30, 2021 Rupees	Sep 30, 2020 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period before taxation	205,361,894	57,998,665
Adjustments for non-cash charges and other items:		
Depreciation	7,929,122	9,807,165
Provision for WPPF	11,029,103	3,464,388
Provision for WWF	4,191,059	1,455,043
Profit on savings account	-	(1,767,883)
	228,511,178	70,957,377
Working capital adjustments		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(21,156,610)	(4,867,213)
Stock-in-trade	(203,331,598)	7,589,036
Trade debts	(4,707,192)	14,661,697
Loans and advances	(178,192,601)	(7,022,867)
Increase / (decrease) in current liabilities:		
Trade and other payables	(86,386,410)	(31,316,832)
Contract liabilities	1,201,760	6,256,662
	(492,572,651)	(14,699,516)
CASH GENERATED FROM OPERATIONS	(264,061,473)	56,257,861
Taxes paid	(73,779,762)	(17,671,388)
WPPF & WWF paid	(21,128,098)	(16,127,333)
Finance Cost	(1,007,512)	4,146
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	(359,976,846)	22,463,286
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	26,291,218	(14,612,827)
Advances paid for purchase of property, plant and equipment	-	1,767,883
NET CASH USED IN INVESTING ACTIVITIES	26,291,218	(12,844,944)
CASH FLOW FROM FINANCING ACTIVITIES		
NET CASH USED IN FINANCING ACTIVITIES	-	(4,656,193)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(333,685,628)	9,614,196
CASH AND CASH EQUIVALENTS - At the beginning of the period	550,710,002	166,695,166
CASH AND CASH EQUIVALENTS - At the end of the period	217,024,374	176,309,362

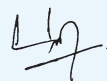
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CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	Issued, subscribed and paid up capital	Shares to be issued pursuant to merger	Revenue Reserves		Capital Reserve			Total
			General Reserve	Unappropriated profit/ (Accumulated loss)	Merger reserve	Share Premium	Revaluation surplus on Land	
Rupees								
ar	580,312,730		3,680,000	222,421,599			144,619,706	951,034,035
							111,115,000	111,115,000
				58,383,310				58,383,310
		64,100,960						64,100,960
					87,059,680	171,854,674		258,914,354
<hr/>								
	580,312,730	64,100,960	3,680,000	280,804,909	87,059,680	171,854,674	255,734,706	1,443,547,659
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	580,312,730	64,100,960	3,680,000	811,964,012	87,059,680	171,854,674	255,734,706	1,974,706,762
	-							-
				190,958,703				190,958,703
<hr/>								
	580,312,730	64,100,960	3,680,000	1,002,922,715	87,059,680	171,854,674	255,734,706	2,165,665,465



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

Ghani Value Glass Limited

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

FOR THE PERIOD ENDED 30 SEPTEMBER 2021

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 Ordinance, 1984 [(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:

<u>Business Units</u>	<u>Geographical locations</u>
Registered office	40-L, Model Town Extension, Lahore
Corporate 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, 2021.

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, 2021.

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 2021.

5 PROPERTY, PLANT AND EQUIPMENT	Note	Un-audited 30 Sep 2021 Rupees	Audited 30 June 2021 Rupees
Operating fixed assets-Tangible	5.1	1,113,075,136	1,113,578,800
Capital work in progress		79,802,049	25,787,554
		1,192,877,185	1,139,366,354
		30 Sep 2021	Audited 30 June 2021
		Rupees	Rupees
5.1 Operating fixed assets - tangible			
Opening book value		1,113,578,800	484,514,882
Additions during the period / year:			
- Freehold Land		-	353,005,000
- Buildings on freehold land		2,784,457	80,101,026
- Plant and machinery		2,139,005	235,229,310
- Plant Equipment		-	1,518,068
- Furniture & fixture		390,600	730,716
- Computers		576,102	1,874,761
- Office Equipment		64,000	4,039,605
- Vehicles		1,471,295	1,962,279
		7,425,459	678,460,765
Less: Depreciation charge for the period / year		(7,929,122)	(49,396,847)
Closing book value		1,113,075,136	1,113,578,800
6 STOCK-IN-TRADE			
Raw materials		231,602,500	179,997,873
Finished goods		195,346,387	43,619,416
		426,948,887	223,617,289
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 2021.

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-21	Unaudited Sep-20
		Rupees	Rupees
Associated undertakings Ghani Glass Limited	Purchase of goods	449,997,799	247,192,583
	Sales of Mirror and Tempering services	-	3,481,714
	Sales of Offline Glass	16,979,497	35,246
	Sales of cullet	1,892,400	4,540,504
	Shared expenses	2,012,180	1,483,100
	Rental income	3,227,811	3,073,305
Staff Retirement Benefit	Payment to Provident Fund	7,166,277	7,396,600
Key Management Personnel	Salaries and other employee benefits	39,605,914	37,429,398

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, 2021

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 2021 مکمل ہونے والی پہلی سہ ماہی کیلئے مالیاتی گوشوارے بخوشی پیش کرتے ہیں۔

30 ستمبر 2021 کو ختم ہونے والی پہلی سہ ماہی میں کمپنی کی خالص آمدنی میں گزشتہ برس اسی مدت میں 457 ملین روپے کے مقابلے میں 716 ملین روپے تک کا اضافہ ہوا۔ خام نفع میں پچھلے سال اسی عرصہ میں 139 ملین روپے کے مقابلے میں 304 ملین روپے تک کا اضافہ ہوا۔ کمپنی کا خالص نفع پچھلے برس اسی عرصہ میں 58 ملین روپے کے مقابلے میں 191 ملین روپے رہا۔ فی حصص نفع پچھلے سال اسی مدت میں 0.91 روپے کے مقابلے میں 3.02 روپے ریکارڈ کیا گیا۔


مالیاتی اعشاریے	30 ستمبر 2020	30 ستمبر 2021
(روپے '000 میں)		
آمدنی	456,643	715,927
خام منافع	138,686	304,194
قبل از ٹیکس نفع / نقصان	58,119	201,389
خالص نفع / نقصان	58,383	190,959
فی حصص نفع / نقصان (روپے)	0.91	3.02


مالی سال 2021 دوران معیشت متوازن اور پائیدار ترقی کی طرف گامزن ہو گئی ہے۔ بڑھتے ہوئے ویکسینیشن کے عمل کے ساتھ معاشی سرگرمیوں کی بحالی منظور معاشی ترقی حاصل کرنے کا عندیہ ہے۔ تاہم پہلی سہ ماہی کے دوران معیشت کی رفتار میں کمی دکھائی دی۔ اس سہ ماہی میں کووڈ-19 کی تیسری لہر نے معیشت کو متاثر کیا کیوں کہ کچھ جگہوں پر جزوی لاک ڈاؤن لگایا گیا۔ مزید برآں بیرون ملک سے بھیجی گئی رقوم اور برآمدات میں کمی نے جی ڈی پی (GDP) کو مجموعی طور پر متاثر کیا۔ صنعتی پیداوار کا مکمل جلد رجحان دیکھنے میں آیا۔ جولائی سے ستمبر کے دوران حکومت کی طرف سے کم لاگت گھروں کے قرضوں کی سکیم کی بدولت قرض کی سرگرمیوں میں تیزی رہی۔

مستقبل کے منصوبے:

بورڈ آف ڈائریکٹران اور حصداران نے غنی آٹوموبیل انڈسٹریز لمیٹڈ کی غنی ویلیو گلاس لمیٹڈ میں انضمام کی مجوزہ سکیم آف اریجنٹس کی منظوری دی تھی۔ لاہور ہائی کورٹ لاہور نے اپنے آرڈر نمبر 50413 بمطابق 6 ستمبر 2021 کو مجوزہ انضمام کی اجازت دے دی ہے۔

ہم ڈائریکٹران کی طرف سے اپنے گاہکوں، ملازمین، سپلائرز، حصداران اور مالیاتی اداروں کے کمپنی کی انتظامیہ پر کئے گئے اعتماد پر ان کے مشکور ہیں۔ ہم اپنے اور کمپنی کے اوپر 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، 2021

Ghani

GHANI VALUE GLASS LIMITED

Head Office:

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Fax: + 92-42-35172263

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