



**BALUCHISTAN  
GLASS LIMITED**



**CONDENSED INTERIM  
FINANCIAL STATEMENTS**  
(Un-Audited)

**FOR THE PERIOD ENDED  
SEPTEMBER 30, 2020**



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# COMPANY INFORMATION



## BOARD OF DIRECTORS

Mr. Muhammad Tousif Paracha	Chairman
Mr. Mian Nazir Ahmed Paracha	CEO
Mr. Faisal Aftab Ahmad	
Mrs. Tabassum Tousif Paracha	
Mr. Shaffi Uddin Paracha	
Mr. Muhammad Niaz Paracha	
Mr. Sana Ullah Khan Ghory	



## AUDIT COMMITTEE

Mr. Faisal Aftab Ahmad	Chairman
Mr. Muhammad Tousif Paracha	Member
Mr. Muhammad Niaz Paracha	Member

## HR & REMUNERATION COMMITTEE

Mr. Sana Ullah Khan Ghory	Chairman
Mr. Muhammad Tousif Paracha	Member
Mr. Mian Nazir Ahmed Paracha	Member



## COMPANY SECRETARY

Mr. Shams Ul Islam, ACA



## BANKERS

The Bank of Punjab  
Bank Al Falah Limited  
Al Baraka Bank (Pakistan) Limited  
Faysal Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
United Bank Limited  
BankIslami Pakistan Limited  
JS Bank Limited  
MCB Bank Limited



## AUDITORS

PKF F.R.A.N.T.S.  
Chartered Accountants

## LEGAL ADVISOR

Masood Khan Ghory  
(Advocate & Legal Consultant)



## REGISTERED OFFICE

Plot no. 8, Sector M, H.I.T.E.,  
Hub, District Lasbella, Balochistan.  
Tel : 0853 - 363657

## HEAD OFFICE

12-KM, Sheikhpura Road,  
Kot Abdul Malik, Lahore.  
Tel: 042 37164071  
Web: [www.balochistanglass.com](http://www.balochistanglass.com)  
Email: [info@balochistanglass.com](mailto:info@balochistanglass.com)

## FACTORIES

### UNIT-I

Plot no. 8, Sector M, H.I.T.E.,  
Hub, District Lasbella,  
Balochistan.

### UNIT-II

29-KM, Sheikhpura Road,  
Sheikhpura.

### UNIT-III

12-KM, Sheikhpura Road,  
Kot Abdul Malik, Lahore.

## SHARE REGISTRAR

Corplink (Pvt.) Limited  
Wings Arcade, 1-K, Commercial,  
Model Town, Lahore

# DIRECTORS' REVIEW

The Directors of your company are pleased to present the Condensed Interim Financial Information of your company for the first quarter ended September 30, 2020.

## COMPANY PERFORMANCE

Analysis of key operating results for the current period in comparison with the previous period is given below:

	September 30 2020	2019 Rupees in thousands
Sales - Net	330,565	423,511
Gross Profit / (Loss)	36,743	(6,087)
Operating Profit / (Loss)	25,004	(28,909)
Depreciation for the period	31,485	35,329
Profit/(Loss) before Tax	7,699	(55,348)
Profit/(Loss) after Tax	4,021	(55,882)
Basic & diluted Earnings/(Loss) per share - Rs	0.02	(0.21)

As stated above, the company has achieved net positive financial results during the period i.e. gross profit is 11.12% of the net revenue as compared to (1.44%) gross loss in the corresponding period. However, the decrease in revenue of the company is because of discontinuation of pharmaceutical operations at Unit - I (HUB) which was operative in corresponding period.

Despite of the obstructive impacts of Covid-19 in last quarters, the management remained successful to capture the targeted market responses and promoted the tableware glass products by offering competitive market prices with improved quality products at low weight which helped the company to achieve better retention during the period. Since the management had planned to expand the tableware glass operations at Unit - III (Kot Abdul Malik) consequently, during the period, the company has established letter of credits for the procurement of Furnace Bricks and other ancillary material including moulds and store items. Refurbishment of the second furnace would enhance the operational capacity by double of the existing capacity.

During the period, the company generated sufficient cashflows which helped to pay off its banks' liabilities by Rs 7.70 million and also reduced the overdraft limit by Rs 113.551 million.

The operations at Unit - I & II are still suspended and management intends to replan the operational strategies at these Units after successful expansion of tableware glass operations at Unit - III and subject to availability of funds. However, the management is fully committed to resolve all the operational related matters and revive these projects.

The Board of Directors appreciates the assistance and co-operation extended by our banks and other financial institutions. The Board recognizes and value dedication and commitment demonstrated by all the employees and contractors of the Company as well as support & cooperation extended by our distributors, dealers, suppliers and other stakeholders of the company

For and on behalf of Board of Directors



MIAN NAZIR AHMED PERACHA  
Chief Executive Officer



MUHAMMAD TOUSIF PERACHA  
Director

Lahore : October 29, 2020

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

AS AT SEPTEMBER 30, 2020

	Note	Un-Audited September 30, 2020 (Rupees in 000s)	Audited June 30, 2020
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital		2,666,000	2,666,000
Issued, subscribed and paid-up share capital		2,616,000	2,616,000
Discount on shares		(514,800)	(514,800)
		2,101,200	2,101,200
Capital reserve			
Revaluation surplus on property, plant and equipment - net of deferred tax		613,068	616,122
Revenue reserve			
Accumulated loss		(5,769,291)	(5,776,366)
		(3,055,023)	(3,059,044)
Subordinated loans - unsecured	5	3,635,082	3,635,082
Director's loan - unsecured	6	313,235	313,235
		893,294	889,273
<b>NON-CURRENT LIABILITIES</b>			
Long term liabilities	7	174,177	197,838
Deferred liabilities	8	63,019	67,789
		237,196	265,627
<b>CURRENT LIABILITIES</b>			
Trade and other payables		720,139	739,409
Unclaimed dividend		164	164
Markup accrued		128,217	117,184
Short term borrowings	9	598,507	712,058
Current maturity of long term loans	10	26,306	25,920
		1,473,333	1,594,735
<b>CONTINGENCIES AND COMMITMENTS</b>			
	11		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,603,823</b>	<b>2,749,635</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	12	1,878,035	1,907,683
Advance against purchase of fixed asset	13	30,511	-
Long term investment	14	125,631	125,631
		2,034,177	2,033,314
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		146,149	138,924
Stock in trade		206,565	249,439
Trade debts		101,753	106,181
Loans and advances		42,744	38,123
Trade deposits, prepayments and other receivable		7,457	7,155
Taxes recoverable		27,079	31,015
Cash and bank balances		37,899	145,484
		569,646	716,321
<b>TOTAL ASSETS</b>		<b>2,603,823</b>	<b>2,749,635</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

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

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Quarter Ended September 30,	
	2020	2019
	(Rupees in 000s)	
Note		
Sales - net	330,565	423,511
Cost of sales	(293,822)	(429,598)
Gross profit / (loss)	36,743	(6,087)
Administrative and selling expenses	(15,182)	(22,822)
Other expenses	-	-
Other income	3,443	-
Operating profit / (loss)	25,004	(28,909)
Finance cost	(17,305)	(26,439)
Profit / (Loss) before taxation	7,699	(55,348)
Taxation - Current	(4,925)	(1,910)
- Deferred	1,247	1,376
	(3,678)	(534)
Profit / (Loss) after taxation	4,021	(55,882)
Earning / (Loss) per share - basic and diluted (Rs.)	0.02	(0.21)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Quarter Ended September 30,	
	2020	2019
	(Rupees in 000s)	
Profit /(Loss) after taxation	4,021	(55,882)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the period	4,021	(55,882)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

	Issued, subscribed and paid-up share capital	Discount on shares	Revaluation surplus on property, plant and equipment	Accumulated Loss	Total Equity
	(Rupees in 000s)				
Balance as on June 30, 2019	2,616,000	(514,800)	629,597	(5,325,636)	(2,594,839)
Incremental depreciation arising due to revaluation surplus on property, plant and equipment (net of deferred tax)	-	-	(3,369)	3,369	-
Total comprehensive loss for the period	-	-	-	(55,882)	(55,882)
Loss after taxation for the period	-	-	-	-	-
Other comprehensive income for the period	-	-	(3,369)	(52,513)	(55,882)
Balance as on September 30, 2019	2,616,000	(514,800)	626,228	(5,378,149)	(2,650,721)
Balance as on July 01, 2020	2,616,000	(514,800)	616,122	(5,776,366)	(3,059,044)
Incremental depreciation arising due to revaluation surplus on property, plant and equipment (net of deferred tax)	-	-	(3,054)	3,054	-
Total comprehensive loss for the period	-	-	-	4,021	4,021
Profit after taxation for the period	-	-	-	-	-
Other comprehensive income for the period	-	-	(3,054)	7,075	4,021
Balance as on September 30, 2020	2,616,000	(514,800)	613,068	(5,769,291)	(3,055,023)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

		Quarter Ended September 30,	
		2020	2019
	Note	(Rupees in 000s)	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit / (Loss) before taxation		7,699	(55,348)
Adjustments for non-cash charges and other items:			
Depreciation		31,485	35,329
Gain on disposal of operating fixed assets		(2,960)	-
Finance cost		17,305	26,439
Operating profit / (loss) before working capital changes		53,529	6,420
Working capital changes			
(Increase) / Decrease in current assets			
Stores, spare parts and loose tools		(7,225)	8,212
Stock in trade		42,874	(96,618)
Trade debts		4,428	(57,079)
Loans and advances		(4,621)	(8,145)
Trade deposits, prepayments and other receivables		(302)	35,753
(Decrease) / Increase in current liabilities			
Trade and other payables		(28,998)	79,735
		6,156	(38,142)
Cash generated from / (used in) operations		59,685	(31,722)
Payments for:			
Finance cost		(6,272)	(10,711)
Taxes		(6,837)	(951)
Gratuity		(3,523)	-
Net cash inflow / (outflow) from operating activities	A	43,053	(43,384)
CASH FLOW FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(2,145)	(52)
Advance against purchase of fixed asset		(30,511)	-
Proceeds from disposal of operating fixed assets		3,269	-
Net cash outflow from investing activities	B	(29,387)	(52)
CASH FLOW FROM FINANCING ACTIVITIES			
Director's loan - net		-	80,794
Long term loans - net		(7,700)	(16,261)
Lease liabilities paid		-	-
Short term borrowings - net		(113,551)	(18,207)
Net cash (outflow) / inflow from financing activities	C	(121,251)	46,326
Net (decrease)/increase in cash and cash equivalents	A+B+C	(107,585)	2,890
Cash and cash equivalents at beginning of the period		145,484	9,733
Cash and cash equivalents at end of the period		37,899	12,623

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

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

FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2020

### 1 STATUS AND NATURE OF BUSINESS

Balochistan Glass Limited (the Company) was incorporated in Pakistan as a public limited company in 1980 under the repealed Companies Act, 1913 (now the Companies Act, 2017). Its shares are listed on the Pakistan Stock Exchange. It is engaged in manufacturing and sale of container glass, pharmaceutical glass bottles, tableware glass products and plastic shells.

The registered office of the Company is situated at Plot no. 8, Block - M, Hub Industrial Trading Estate, District Lasbella, Hub, Balochistan whereas head office of the Company is situated at Pace Tower, 1st floor, 27-H, College Road, Gulberg II, Lahore.

### 2 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, 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 the provisions of and directives issues under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements are being presented and submitted to the shareholders as required by the Listing Regulations of the Pakistan Stock Exchange and section 237 of the Companies Act, 2017. These condensed interim financial statements do not include all the information required for the complete set of financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2020. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

### 3 STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in preparation of financial statements of the company for the year ended June 30, 2020.

There are certain amendments to published International Financial Reporting Standards and interpretations that are mandatory for the financial year beginning on July 01, 2020. These are considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in these condensed interim financial statements.

### 4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

Significant accounting estimates and judgments made by management in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2020.

The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Company for the year ended June 30, 2020.

	Note	Un-Audited September 30, 2020 (Rupees in thousands)	Audited June 30, 2020
<b>5 SUBORDINATED LOANS - Unsecured</b>			
Subordinated loans from directors and their associate		482,080	482,080
Subordinated loans	5.1	3,153,002	3,153,002
		<u>3,635,082</u>	<u>3,635,082</u>
<p><b>5.1.1</b> The above loans are interest free, unsecured and were repayable in respective currencies. These loans shall be treated as subordinated to the principal amounts of the debts owing to the banks and financial institutions and accordingly may only be repaid by the Company in whole or in part provided that upon such repayment, the Company shall comply with the debt to equity ratio requirements of the Prudential Regulations of State Bank of Pakistan as applicable to the Company for the time being.</p> <p><b>5.1.2</b> Keeping in view the heavy losses incurred by the Company, foreign currency loans have been frozen by the mutual consent of the directors / sponsors of the Company at exchange rates prevailing at June 30, 2007. The loans will be payable in foreign currencies equivalent to the rupee amounts reflected as on June 30, 2007, thereby eliminating the effect of foreign currency translation loss to the Company.</p> <p><b>5.1.3</b> In the absence of identifiable repayment period due to peculiarity of Company's circumstances and unconditional right held by the Company to delay the payment till the availability of ample resources for its repayment, these loans are not measured at amortized cost using effective interest rate method as per requirement of financial reporting standards rather these loans are classified in accordance with the guidance provided by the Institute of Chartered Accountants of Pakistan through Technical Release (TR-32 "Accounting Directors' Loan") and are measured at their face values as initially recognized.</p>			
<b>5.1 Subordinated loans</b>			
- Muhammad Tousif Paracha - Director			
- Long term loan	5.2	1,793,045	1,793,045
- Deferred mark-up	5.3	1,024,821	1,024,821
		<u>2,817,866</u>	<u>2,817,866</u>
- Shaffi Uddin Paracha - Director			
- Long term loan	5.2	97,399	97,399
- Mian Nazir Ahmed Paracha - Director			
- Long term loan	5.2	100,001	100,001
- Other associate			
- Long term loan	5.2	104,670	104,670
- Deferred mark-up	5.3	33,066	33,066
		<u>137,736</u>	<u>137,736</u>
	5.4	<u>3,153,002</u>	<u>3,153,002</u>
<p><b>5.2</b> These represent the long term loans provided by the directors / director's associate which were previously classified as long term loans under the mark up arrangement. Pursuant to the arrangements between the Company and the directors and their associate, these have become interest free and payable at the discretion of the Company. Therefore, these loans are not measured at amortized cost as per requirements of applicable financial reporting standards, rather these are treated as equity in accordance with the Technical Release -32 ("Accounting Director Loan") issued by the Institute of Chartered Accountants of Pakistan.</p> <p><b>5.3</b> These represent the amount of mark up charged, on long term loans from directors and their associate, which was previously classified as deferred mark up in previous years. Pursuant to the arrangement between the Company and the directors and their associate, no mark up is to be charged on the loans from July 1, 2017 and outstanding balances of mark up have become payable at the discretion of the Company.</p> <p><b>5.4</b> During the previous financial years, the Company obtained a running finance facility from Bank of Punjab (BOP) to meet its working capital requirements, under the condition that these loans which existed at the time of disbursement of the said facility would be fully subordinated till repayment of the loan to the bank.</p>			

		Un-Audited September 30, 2020	Audited June 30, 2020
		(Rupees in thousands)	
<b>6</b>	<b>DIRECTOR'S LOAN - Unsecured</b>		
	Long term loan from the Director	6.1 313,235	313,235
<b>6.1</b>	The Company has obtained the above loan from Mr. Muhammad Tausif Paracha (Director) to meet its capital and operational requirements. The loan is interest free and payable at the discretion of the Company, accordingly, the said loan is not measured at amortized cost as per requirements of applicable financial reporting standards, rather treated as equity in accordance with the Technical Release -32 ("Accounting Director' Loan") issued by the ICAP.		
<b>7</b>	<b>LONG TERM LIABILITIES</b>		
	Long term loans - secured		
	Banks and financial institutions	45,147	52,847
	Less: Current portion presented under current liabilities	(26,306)	(25,920)
		18,841	26,927
	GIDC payable - Gas Infrastructure Development Cess	155,336	170,911
		174,177	197,838
<b>8</b>	<b>DEFERRED LIABILITIES</b>		
	Deferred taxation	8.1 55,547	56,794
	Employees' retirement benefits - gratuity	7,472	10,995
		63,019	67,789
<b>8.1</b>	Deferred tax asset arising due to assessed tax losses has not been recognized as the future taxable profits may not be available against which the said losses will be adjusted.		
<b>9</b>	<b>SHORT TERM BORROWINGS</b>		
	From Bank - Bank of Punjab (secured):		
	Short term running finance	9.1 56,183	171,067
	From related parties (unsecured):		
	Associated company	9.2 538,390	538,390
	Directors	9.3 2,601	2,601
		540,991	540,991
	Others (unsecured):		
	Temporary bank overdraft	9.4 1,333	-
		598,507	712,058
<b>9.1</b>	This represents running finance facility limit of Rs. 190.000 million (2020: Rs. 210.000 million) with accepted condition of reduction of exposure by Rs. 5.000 million every month during the currency of limit from Bank of Punjab (BOP) availed by the company to meet the working capital requirements. The facility is secured against ranking charge of Rs. 833.334 million over present and future fixed assets, ranking charge of Rs. 334.000 million over current assets, pledge of 58.000 million shares of Gharibwal Cement Limited in the name of Directors and personal guarantee of Director and subordination of loans as stated in note 5.4.		
<b>9.2</b>	This represents unsecured loan / short term advance facility of Rs. 600.000 million (2020: Rs. 600.000 million) obtained from the associated company, Gharibwal Cement Limited (GCL), to meet the working capital requirements of the Company and carries mark up at 3 months KIBOR + 3.5% p.a.		
	At period end, markup payable to GCL amounted to Rs. 34.388 (June 30, 2020: Rs. 19.787 million) which has been disclosed under markup accrued.		
<b>9.3</b>	This represents interest free short term loan obtained from directors of the Company to meet the working capital requirements of the Company.		
<b>9.4</b>	This represents cheques issued in excess of available bank balance.		

	Un-Audited September 30, 2020	Audited June 30, 2020
	(Rupees in thousands)	
<b>10 CURRENT MATURITY OF NON CURRENT LIABILITIES</b>		
FBL - Frozen Markup	13,080	15,260
NBP - DF I	3,250	1,625
NBP - DF II (Frozen Markup)	1,926	963
AlBaraka - Restructured loan	8,050	8,072
	<u>26,306</u>	<u>25,920</u>

## 11 CONTINGENCIES AND COMMITMENTS

### 11.1 Contingencies

There is no material change in the status of contingencies as disclosed in the annual audited financial statements of the Company for the year ended June 30, 2020.

### 11.2 Commitments

Commitments in respect of letters of credit for import of furnace bricks, moulds, stores, spares and loose tools amounting to 76.478 million (June 30, 2020: Rs. 10.291 million).

## 12 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	12.1	1,846,424	1,880,672
Capital work in progress	12.2	27,011	27,011
		<u>1,873,435</u>	<u>1,907,683</u>

### 12.1 Operating fixed assets

Opening book value	1,880,672	1,962,827
Add: Additions / capitalization during the period / year at cost		
Electric and gas installation	-	82
Vehicles	2,145	1,200
Moulds	-	60,719
	2,145	62,001
Less: Disposals during the period / year at book value		
Vehicles	(4,909)	(103)
Less: Depreciation charged during the period / year	(31,485)	(144,053)
Closing book value	<u>1,846,424</u>	<u>1,880,672</u>

### 12.2 Capital work in progress - Movement

Opening	27,011	27,011
Add: Additions during the period	-	-
Closing	<u>27,011</u>	<u>27,011</u>

### 12.3 Capital work in progress - Breakup

Plant and machinery	<u>27,011</u>	<u>27,011</u>
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## 13 ADVANCE AGAINST PURCHASE OF FIXED ASSET

During the period, the Company has established letter of credit at sight for the procurement of furnace bricks to enhance the operational capacity of tableware glass production at Unit - III (kot Abdul Malik) and has paid 30% advance under this arrangement.

#### 14 LONG TERM INVESTMENT

This represents investment in Paidar Hong Glass (Private) Limited (an associated company which is a joint venture between the Company and Chinese investors) and has been accounted for under the equity method of accounting.

During the previous years, some of the machinery items have reached the Associated Company's premises, however, the machinery has not been installed yet as the project is stagnant from previous years till period end because of non execution of contractual responsibility by Chinese investors with respect to establishing, running and functioning of project. The management has assessed that impairment on this investment is not required because the estimated recoverable value of machinery is covering the carrying amount of the machinery and majority of the funds are still available in savings bank accounts of the investee company.

The management has also assessed that the expected fair value of the investment does not materially differ from the carrying amount of the investment at period-end and therefore, the Company has not accounted for its share of profit from the associated company. Further, audited financial statements of the associated company is also not available.

#### 15 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, directors and key management personnel. Significant related party transactions made during the period are as follows:

	Un-Audited Quarter ended September 30, 2020                      2019 (Rupees in thousands)	
<b>Associated Companies</b>		
<b>Gharibwal Cement Limited</b>		
Short term loan received - net	-	(3,232)
Purchases	99	-
Payment against supplies	99	-
Markup charged on short term loan	14,602	14,196
Rent charged during the period	-	1,050
<b>Directors</b>		
<b>Loan received / (paid) - net</b>		
Mr. Tousif Paracha	-	80,794
Mian Nazir Ahmed Paracha	-	1,000
Shaffi Uddin Paracha	-	-

#### 16 INFORMATION ABOUT BUSINESS SEGMENTS

16.1 For management purposes, the activities of the Company are organized into business units based on their products and services and has two reportable operating segments. The glass containers segment mainly relates to production of glass containers and tableware. Plastic shells segment includes production of plastic shells. The analysis for segments is given below:

	September 30, 2020 (Un-audited)		
	Glass Containers	Plastic Shells (Rupees in thousands)	Total
<b>Revenue:</b>			
Sales to external customers	390,937	-	390,937
Less: Sales tax	(60,372)	-	(60,372)
Net Revenue	330,565	-	330,565
Cost of goods sold	(293,822)	-	(293,822)
Admin and selling expenses	(15,182)	-	(15,182)
Other income	21,561 3,443	- -	21,561 3,443
Segment result	25,004	-	25,004
Financial charges	(17,305)	-	(17,305)
Taxation	(3,678)	-	(3,678)
Loss for the year	4,021	-	4,021
<b>Other Information:</b>			
Capital expenditure	2,145		
Depreciation	31,485		

	September 30, 2019 (Un-audited)		
	Glass Containers	Plastic Shells (Rupees in thousands)	Total
<b>Revenue:</b>			
Sales to external customers	511,549	-	511,549
Less: Sales tax	(88,038)	-	(88,038)
Net Revenue	423,511	-	423,511
Cost of goods sold	(429,598)	-	(429,598)
Admin and selling expenses	(22,822)	-	(22,822)
Other income	(28,909) -	- -	(28,909) -
Segment result	(28,909)	-	(28,909)
Financial charges	(26,439)	-	(26,439)
Taxation	(534)	-	(534)
Loss for the year	(55,882)	-	(55,882)
<b>Other Information:</b>			
Capital expenditure	62,001		
Depreciation	35,329		



Un-Audited  
Quarter ended September 30,  
2020                      2019  
(Rupees in thousands)

## 16.2 GEOGRAPHICAL INFORMATION

Local sales - net	323,703	418,947
Export sales	6,862	4,564
	330,565	423,511

## 17 FAIR VALUE ESTIMATION

The carrying values of all financial assets and liabilities reflected in these condensed interim financial statements are a reasonable approximation of their fair values. During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. There was no transfer amongst the levels of fair value hierarchy and any changes in valuation techniques during the period.

The management estimates regarding fair values of financial instruments are same as disclosed in annual audited financial statements of the Company for the year ended June 30, 2020.

## 18 GENERAL

- 18.1** These condensed interim financial statements are presented in Pakistani Rupees and figures have been rounded off to the nearest thousand Pakistani Rupee, unless otherwise stated.
- 18.2** Comparative figures have been rearranged and reclassified wherever required to facilitate better comparison while no major reclassification has been made in corresponding figures.
- 18.3** These condensed interim financial statements are authorized for issue on October 29, 2020 in accordance with the resolution of the Board of Directors of the Company.



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DIRECTOR

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