



## Ghani Global Glass Limited

Faith.... Experience.... Innovation.... Growth

# CORPORATE INFORMATION

## BOARD OF DIRECTORS

Masroor Ahmad Khan      Chief Executive Officer  
Atique Ahmad Khan      Chairman  
Hafiz Farooq Ahmad  
Ayesha Masroor  
Ubaid Waqar  
Muhammad Danish Siddique  
Yasir Ahmed Awan

## AUDIT COMMITTEE

Muhammad Danish Siddique - Chairman  
Atique Ahmad Khan  
Hafiz Farooq Ahmad  
Ayesha Masroor

## HUMAN RESOURCE & REMUNERATION AND COMPENSATION COMMITTEE

Ubaid Waqar - Chairman  
Masroor Ahmad Khan  
Atique Ahmad Khan  
Ayesha Masroor

## PRESIDENT

M. Ashraf Bawany

## COMPANY SECRETARY

Farzand Ali, FCS

## CHIEF FINANCIAL OFFICER

Asim Mahmud, FCA

## LEGAL ADVISOR

Barrister Ahmed Pervaiz, Ahmed & Pansota  
Lahore

## SHARE REGISTRAR

Vision Consulting Limited  
1st Floor, 3-C, LDA Flats, Lawrence Road, Lahore  
Tel: 042-36375531, 36375339, Fax: 042-36312550

## BANKERS

Al Baraka Bank (Pakistan) Limited  
Askari Bank Limited  
Bank Al Falah Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
National Bank of Pakistan Limited  
Standard Chartered Bank (Pakistan) Limited  
The Bank of Punjab

## REGIONAL MARKETING OFFICE

C-7/A, Block F, Gulshan-e-Jamal  
Rashid Minhas Road, Karachi.  
Ph: (021) 34572150  
E-mail: hanif@ghaniglobal.com

## GLASS PLANT

52-K.M. Lahore Multan Road  
Phool Nagar, Distt. Kasur  
Ph: (049) 4510349-549, Fax: (049) 4510749  
E-mail: glassplant@ghaniglobal.com

## REGISTERED/CORPORATE OFFICE

10-N, Model Town Ext, Lahore 54000, Pakistan  
UAN: 111 GHANI 1 (442-641)  
Fax: (092) 42 35160393  
E-mail: info@ghaniglobalglass.com  
Website: www.ghaniglobalglass.com  
www.ghaniglobal.com

# DIRECTORS' REPORT

## Dear Shareholders

Assalam-o-Alaikum Wa RehmatUllah Wa BarakatoH

The Directors of your Company (Ghani Global Glass Limited) are pleased to present the unaudited condensed interim financial statements of the Company for the half year ended December 31, 2020, along with review report of the auditors thereon, in compliance with the requirements of Companies Act, 2017.

## OVERVIEW OF THE ECONOMY

The economy started recovery in Q1 of this fiscal year—which began in July 2020—after GDP growth slowed significantly in FY 2020 (July 2019–June 2020) due to lockdown measures imposed at the tail end of the year. In July–September quarter, industrial production rebounded, mainly due to healthier manufacturing activity. Moreover, average remittances growth surged in the quarter, which, coupled with easing containment measures, have boosted private spending. Turning to Q2 (October–December) economic conditions continued to improve, ALHAMDULILLAH. In October, merchandise exports expanded modestly year-on-year, while imports continued to contract, leading to a notable improvement in the trade deficit. The economy should rebound in FY 2021 as the impact of the pandemic gradually fades and domestic demand recovers. Moreover, structural reforms should boost investment, while foreign demand is expected to pick up in tandem with the global economic recovery. However, mounting debt, uncertainty over the evolution of the virus and geopolitical tensions cloud the outlook.

## FINANCIAL PERFORMANCE:

Alhamdulillah your Company's sales are improving day by day by acceptance of company products in the market. For the period ended December 2020, your company's sales have increased to Rs. 773 million from Rs. 637 million as compared with the same period of last year, depicting increase of 21%. Gross profit of the company has increased to Rs.230 million from Rs. 138 million as compared to the same period of last year. Distribution cost and administrative cost incurred during period is Rs. 18 million and 38 million whereas for the last period it was Rs. 16 million and Rs. 30 million, respectively showing normal increase in distribution & admin expenses. This period end company is showing operating profit of Rs. 164 million compared to last period profit of Rs. 93 million. Finance cost for the period incurred on the long term finance and working capital lines decreased to Rs. 57 million compared to Rs. 73 million for the last period. Alhamdulillah company's net profit for this half year increased to Rs. 93 million compared to profit of Rs. 19 million in the corresponding period. Earning Per Share (EPS) increase from Rs. 0.19 to Rs. 0.93.

A comparison of the key financial results of your Company for the half year ended December 31, 2020 with the same period last year is as under:

Particulars	Rupees in '000' Except EPS		Variance	
	December 2019	December 2018	Rs. 000	%
Sales	772,768	637,404	135,364	21
Net Sales	663,204	541,103	122,101	23
Gross Profit	230,065	137,954	92,111	67
Distribution cost	17,843	15,629	2,214	14
Administrative expenses	37,911	29,692	8,219	28
Operating profit	163,780	92,502	71,278	77
Financial cost	57,491	73,460	(15,969)	(22)
Net Profit	92,634	19,042	73,592	386
Earning per Share (EPS)	0.93	0.19	0.74	389

## FUTURE PROSPECTS

The board of directors of your Company has announced the expansion plan for setup to new furnace, BMR to enhance capacity and value addition and to tap the unmet and increasing demands of market and to diversify into new products and markets. For this purpose letter of credits for import of refractory, furnace equipment from Europe, Japan and China has been opened. Machinery has already been selected for imports from Europe, China and Russian countries.

With the commissioning of new furnace having additional production line, tube manufacturing capacity will be enhanced by about 50% and this furnace is expected to be ready in third or fourth quarter of current calendar year IN SHAA ALLAH.

Moving forward, old furnace's repair and refurbishment is also scheduled afterwards, which would not only help the company to produce both clear and amber tube at a time but will also help boost the exports of the company IN SHAA ALLAH.

Furthermore, addition of European ampoule manufacturing machines are also on the cards which would also contribute handsome margins in the bottom line of the company.

Efforts are also under way ALHAMDULILLAH, to engage ourselves in supplying packaging in shape of vials for COVID 19 vaccine. This requirement can be catered through commissioning of new furnace for which all endeavors are being carried out to achieve COD soonest. Consequently it would be total game changer for the company IN SHAA ALLAH.

To meet the financial requirements of expansion plan and BMR as well repayment of borrowings, the board of directors of your company has announced 140% Right Issue amounting to Rs. 1.400 billion for allotment of 140 million ordinary shares at par value of Rs. 10/ per share on December 21, 2020. The directors and majority shareholder/ holding company (Ghani Global Holdings Limited) has subscribed its right issue portion amounting to Rs.701 Million.

Management of your Company is of the firm view that turnover and profitability of the Company will further increase in the periods to come, IN SHAA ALLAH.

## ACKNOWLEDGEMENTS

The board of directors wishes to express their gratitude to valued shareholders, banks/financial Institutions, customers and suppliers for their continuous support, cooperation and patronage. We also wish to place on record the dedication, hard work and diligence of executives, staff and workers of the company. Needless to mention, all growth in the business of the company is not possible without will and blessings of ALMIGHTY ALLAH.

**For and behalf of Board of Directors**



**MASROOR AHMAD KHAN**  
Chief Executive Officer



**Hafiz Farooq Ahmad**  
Director

**Lahore:**

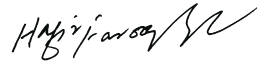
**Dated:** February 16, 2021

آپ کی کمپنی کا نظم و ضبط یہ ہے کہ ان شاء اللہ، آئندہ ادوار میں کمپنی کا کاروبار اور منافع مزید بڑھے گا۔

## اعترافات

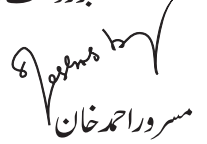
بورڈ آف ڈائریکٹرز اپنے شیئر ہولڈرز، بینک / فنانشل ٹیوٹس، کسٹمرز اور سپلائرز کی مسلسل حمایت، تعاون اور سرپرستی پر شکر گزار ہیں۔ ہم اپنے اعلیٰ افسران سٹاف اور ورکرز کی پیشہ ورانہ فرائض کی ادائیگی سخت محنت اور جان فشانی کی قدر کرتے ہیں۔ یہاں یہ ذکر ضروری ہے کہ کمپنی کے کاروبار کی تمام ترقی اللہ تعالیٰ کی برکات اور مرضی کے بغیر ممکن نہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے



حافظ فاروق احمد

ڈائریکٹر



چیف ایگزیکٹو آفیسر

لاہور

مورخہ 16 فروری 2021ء

گزشتہ سال اسی مدت کے ساتھ 31 دسمبر 2020 کو ختم ہونے والی مدت کے لئے آپ کی کمپنی کے اہم مالیاتی نتائج کا موازنہ درجہ ذیل ہے۔

تفصیلات	روپے '000' میں سوائے فی شیئر منافع		تغیر
	دسمبر 2019	دسمبر 2018	روپے '000'
سیل	772,768	637,404	135,364
خالص سیل	663,204	541,103	122,101
گراس پرافٹ	230,065	137,954	92,111
تقسیم کاری کی لاگت	17,843	15,629	2,214
انتظامی اخراجات	37,911	29,692	8,219
آپریٹنگ منافع	163,780	92,502	71,278
مالیاتی لاگت	57,491	73,460	(15,969)
خالص منافع	92,634	19,042	73,592
فی شیئر منافع	0.93	0.19	0.74
			389
			386
			(22)
			77
			28
			14
			67
			23
			21

## مستقبل کے امکانات

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز نے گنجائش اور قیمت میں اضافے اور مارکیٹ کی ڈیمانڈ اور نئی مصنوعات اور مارکیٹوں میں تنوع پیدا کرنے کے لئے نئی فرنس اور بی ایم آر کے ذریعے توسیعی منصوبے کا اعلان کیا ہے۔ اس مقصد کے لئے یورپ، جاپان اور چین سے ریفریٹری وفرنس کے سامان کی درآمد کے لئے لیڈر آف کریڈٹ کھول دیا گیا ہے۔ مشینری کا انتخاب پہلے ہی یورپ، چین اور روسی ممالک سے درآمدات کے لئے کیا گیا ہے۔

اضافی پروڈکشن لائن ٹیوب مینوفیکچرنگ کی گنجائش رکھنے والی نئی فرنس کے آغاز کے ساتھ ہی اس میں تقریباً 50 فیصد اضافہ ہو جائے گا اور توقع کی جا رہی ہے کہ یہ فرنس موجودہ جاری سال کی تیسری یا چوتھی سہ ماہی میں انشاء اللہ تیار ہو جائے گی۔ اسکے بعد، پرانے فرنس کی مرمت اور تجدید کاری کا پلان بھی شیڈول میں شامل ہے، جس سے کمپنی کو نہ صرف ایک وقت میں واضح اور امبر ٹیوب تیار کرنے میں مدد ملے گی بلکہ انشاء اللہ کمپنی کی برآمد کو بڑھانے میں بھی مدد ملے گی۔

مزید برآں، یورپی ایمپول مینوفیکچرنگ مشینوں میں اضافہ کیا جائے گا جو کمپنی کے پرافٹ اور مارجن میں اضافے کیلئے حصہ ڈالیں گے۔

الحمد للہ، آپ کی کمپنی کو ویڈ 19 ویکسین کے لئے شیشیوں کی شکل میں پیکیجنگ کی فراہمی میں خود کو شامل کرنے کی بھی کوششیں کر رہی ہے۔ اس مقصد کا حصول نئی فرنس شروع کرنے کے ذریعے پورا کیا جاسکتا ہے، ان مقاصد کے حصول کے لئے تمام کوششیں کی جا رہی ہیں۔ جسکے نتیجے میں یہ پلان انشاء اللہ کمپنی کے لئے گیم چینجر ہوں گے۔

توسیع کے منصوبے اور بی ایم آر کی مالی ضروریات کو پورا کرنے اور قرضوں کی ادائیگی کے لئے آپ کی کمپنی کے بورڈ آف ڈائریکٹرز نے 21 دسمبر 2020 کو 1.4 بلین روپے اکٹھا کرنے کیلئے 140 ملین عام شیئرز بحساب 10 روپے فی شیئر الاٹ کرنے کے لئے 140 فیصد رائٹ ایشو کا اعلان کیا ہے۔ ڈائریکٹرز اور اکثریتی شیئر ہولڈر/ ہولڈنگ کمپنی (غنی گلوبل ہولڈنگز لمیٹڈ) نے 701 ملین روپے جمع کروا کر رائٹ ایشو کو سبسکرائب کر لیا ہے۔ جبکہ باقی شیئر ہولڈرز 2 مارچ 2021 تک رائٹ ایشو کے پیسے جمع کرائیں گے۔

# ڈائریکٹرز رپورٹ

پیارے شیئر ہولڈرز  
السلام وعلیکم ورحمۃ اللہ وبرکات

آپ کی کمپنی (غنی گلوبل گلاس لمیٹڈ) کے ڈائریکٹران کمپنیز ایکٹ 2017 کی تعمیل میں کمپنی کے تخفیف شدہ آڈٹ کے بغیر اور آڈیٹر کی جائزہ رپورٹ دوسری سہ ماہی کے حسابات بابت 31 دسمبر 2020 پیش کرنے میں خوشی محسوس کرتے ہیں۔

## اکانومی کا جائزہ

مالی سال 2020 (جولائی 2019- جون 2020) میں جی ڈی پی کی نمونمیاں طور پر سست ہونے کے بعد رواں مالی سال کی پہلی سہ ماہی میں معیشت کی بحالی کا آغاز ہوا، جو سال کے آخری اختتام پر لاک ڈاؤن کے اقدامات کی وجہ سے تھا۔ جولائی تا ستمبر سہ ماہی میں صنعتی پیداوار میں صحت مندی پیدا ہو گئی، اس کی بنیادی وجہ صحت مندانہ تیاری کی سرگرمی ہے۔ مزید یہ کہ، سہ ماہی میں ترسیل زر کی اوسط نمو بڑھ گئی، جس نے قابو پانے میں آسانی کے ساتھ نجی اخراجات میں اضافہ کیا ہے۔ الحمد للہ، دوسری سہ ماہی (اکتوبر- دسمبر) کی اقتصادی حالت میں بہتری کا سلسلہ جاری ہے۔ اکتوبر میں، تجارتی مال کی برآمد میں سال بہ سال معمولی اضافہ ہوا، جبکہ درآمدات کا معاہدہ جاری رہا، جس کے نتیجے میں تجارتی خسارے میں نمایاں بہتری واقع ہوئی۔

مالی سال 2021 میں معیشت کی بحالی ہونی چاہئے کیونکہ وبائی امراض کا اثر آہستہ آہستہ ختم ہوتا جا رہا ہے اور گھریلو طلب میں تیزی آرہی ہے۔ مزید یہ کہ، ساختی اصلاحات سے سرمایہ کاری کو فروغ دینا چاہئے، جبکہ عالمی معاشی بحالی کے ساتھ غیر ملکی مانگ میں بھی اضافے کی توقع ہے۔ تاہم، بڑھتے ہوئے قرض، وائرس کے ارتقاء اور جیو پالیٹیکل کشیدگی کے بارے میں غیر یقینی صورتحال، اس نقطہ نظر کو تبدیل کرتی ہے۔

## مالیاتی کارکردگی

مارکیٹ میں کمپنی کی پراڈکٹس کی قبولیت کے باعث آپ کی کمپنی کی سیل میں دن بدن اضافہ ہو رہا ہے۔ دسمبر 2020 کی مدت کے دوران کمپنی کی سیل 637 ملین روپے سے بڑھ کر 773 ملین روپے ہو گئی جو کہ گزشتہ سال کے اسی عرصہ کے دوران اس میں 21 فیصد اضافہ ریکارڈ ہوا۔ پچھلے سال کی اسی مدت کے مقابلے میں کمپنی کا گراس پرافٹ 138 ملین سے بڑھ کر 230 ملین روپے ہو گیا ہے۔ اس دوران تقسیم کاری کی لاگت اور انتظامی اخراجات بالترتیب 18 ملین روپے اور 38 ملین روپے رہے جبکہ پچھلے عرصے میں یہ بالترتیب 16 ملین روپے اور 30 ملین روپے تھے۔ اس مدت کے دوران کمپنی مجموعی منافع 164 ملین روپے رہا جبکہ پچھلی مدت میں یہ 93 ملین تھا۔ پراجیکٹ فنانس اور ورکنگ کیپیٹل لائسنز کی فنانس کا سٹ 73 ملین روپے سے کم ہو کر 57 ملین ہو گئی۔ الحمد للہ دوسری سہ ماہی میں کمپنی کا خالص منافع 93 ملین روپے رہا جبکہ پچھلی مدت میں یہ منافع 19 ملین روپے تھا۔ فی شیئر آمدنی 19 پیسے سے بڑھ کر 93 پیسے ہو گئی۔



## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF GHANI GLOBAL GLASS LIMITED

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of **GHANI GLOBAL GLASS LIMITED** ("the Company") as at December 31, 2020 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the half year ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

The figures of the condensed interim statement of profit or loss account and the condensed interim statement of comprehensive income for the quarters ended December 31, 2020 and December 31, 2019 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2020.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other Matter

The condensed interim financial information for the half year ended December 31, 2019 and the annual financial statements for the year ended June 30, 2020 of the Company were reviewed and audited, by another firm of chartered accountants who expressed an unmodified conclusion and opinion thereon vide their reports dated February 28, 2020 and October 02, 2020, respectively.

The engagement partner on the review resulting in this independent auditor's review report is Muhammad Nasir Muneer.

LAHORE

Dated: **16 FEB 2021****CROWE HUSSAIN CHAUDHURY & CO.**  
Chartered Accountants



# GHANI GLOBAL GLASS LIMITED

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2020

	Note	December 31, 2020 (Un-audited) Rupees	June 30, 2020 (Audited) Rupees
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	1,493,396,163	1,494,231,182
Intangible assets - goodwill		19,794,072	19,794,072
Deferred tax asset	6	-	-
Long term deposits		5,020,900	5,020,900
		1,518,211,135	1,519,046,154
<b>Current assets</b>			
Stores, spares and loose tools		110,756,742	73,309,245
Stock in trade		305,553,880	277,070,763
Trade debts		231,673,528	254,543,768
Loans and advances		53,486,659	22,732,812
Trade deposits and prepayments		15,165,314	20,434,942
Other receivables		4,754,667	21,829,391
Tax refunds due from government		109,208,863	92,835,413
Advance income tax - net		92,379,424	88,581,745
Cash and bank balances		18,708,049	64,426,670
		941,687,126	915,764,749
<b>TOTAL ASSETS</b>		<b>2,459,898,261</b>	<b>2,434,810,903</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized share capital			
300,000,000 (June 30, 2020: 200,000,000) ordinary shares of Rupees 10 each		3,000,000,000	2,000,000,000
Issued, subscribed and paid up share capital	7	1,000,000,000	1,000,000,000
Accumulated losses		(316,660,527)	(409,294,177)
Loan from sponsors	8	149,573,178	781,660,638
<b>Total equity</b>		832,912,651	1,372,366,461
<b>Non-current liabilities</b>			
Long term financing		175,318,083	286,575,093
Long term security deposits		400,000	400,000
Deferred income		1,697,369	1,022,185
		177,415,452	287,997,278
<b>Current liabilities</b>			
Trade and other payables		164,238,896	107,476,591
Payable to related parties		4,726,244	89,800
Accrued profit on financing		23,268,972	34,695,288
Short term borrowings	9	989,835,178	521,174,236
Current portion of long term financing		267,500,868	111,011,249
		1,449,570,158	774,447,164
<b>CONTINGENCIES AND COMMITMENTS</b>	10		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,459,898,261</b>	<b>2,434,810,903</b>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

  
**MASROOR AHMAD KHAN**  
(Chief Executive Officer)

  
**ASIM MAHMUD**  
(Chief Financial Officer)

  
**HAFIZ FAROOQ AHMAD**  
(Director)

# GHANI GLOBAL GLASS LIMITED

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Half Year Ended		Quarter Ended	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees
Gross sales				
- Local	706,025,401	637,028,903	378,099,423	331,713,405
- Export	66,743,006	374,976	31,080,704	374,976
	<u>772,768,407</u>	<u>637,403,879</u>	<u>409,180,127</u>	<u>332,088,381</u>
Less: Sales tax	(105,794,995)	(95,555,365)	(56,282,423)	(49,220,079)
Trade discounts	<u>(3,769,117)</u>	<u>(745,120)</u>	<u>(2,315,988)</u>	<u>(745,120)</u>
Sales - net	663,204,295	541,103,394	350,581,716	282,123,182
Cost of sales	<u>(433,138,912)</u>	<u>(403,149,718)</u>	<u>(217,947,818)</u>	<u>(220,482,469)</u>
<b>Gross Profit</b>	230,065,383	137,953,676	132,633,898	61,640,713
Administrative expenses	<u>(37,910,723)</u>	<u>(29,691,605)</u>	<u>(16,106,829)</u>	<u>(13,771,768)</u>
Selling and distribution expenses	<u>(17,842,565)</u>	<u>(15,629,438)</u>	<u>(9,364,450)</u>	<u>(7,140,205)</u>
Other operating expenses	<u>(13,242,189)</u>	<u>(1,293,185)</u>	<u>(8,828,267)</u>	<u>(354,697)</u>
	(68,995,477)	(46,614,228)	(34,299,546)	(21,266,670)
Other operating income	<u>2,710,544</u>	<u>1,162,369</u>	<u>1,859,380</u>	<u>856,645</u>
<b>Operating Profit</b>	163,780,450	92,501,817	100,193,732	41,230,688
Finance cost	<u>(57,490,606)</u>	<u>(73,459,897)</u>	<u>(31,239,139)</u>	<u>(37,607,033)</u>
<b>Profit before Taxation</b>	106,289,844	19,041,920	68,954,593	3,623,655
Taxation	<u>(13,656,194)</u>	-	<u>(10,890,437)</u>	-
<b>Profit after Taxation</b>	<u>92,633,650</u>	<u>19,041,920</u>	<u>58,064,156</u>	<u>3,623,655</u>
Earnings per share - basic and diluted (Rupees)	<u>0.93</u>	<u>0.19</u>	<u>0.58</u>	<u>0.04</u>

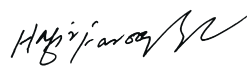
The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.



**MASROOR AHMAD KHAN**  
(Chief Executive Officer)



**ASIM MAHMUD**  
(Chief Financial Officer)



**HAFIZ FAROOQ AHMAD**  
(Director)

# GHANI GLOBAL GLASS LIMITED

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Half Year Ended		Quarter Ended	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees	Un-audited Rupees
<b>Net Profit for the Period</b>	92,633,650	19,041,920	58,064,156	3,623,655
<b>Other Comprehensive Income for the Period</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>	-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>92,633,650</u>	<u>19,041,920</u>	<u>58,064,156</u>	<u>3,623,655</u>

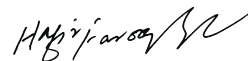
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**MASROOR AHMAD KHAN**  
(Chief Executive Officer)



**ASIM MAHMUD**  
(Chief Financial Officer)



**HAFIZ FAROOQ AHMAD**  
(Director)

# GHANI GLOBAL GLASS LIMITED

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Share Capital	Accumulated Losses	Loan from Sponsors	Total
	Rupees	Rupees	Rupees	Rupees
<b>Balance as at June 30, 2019 (audited)</b>	1,000,000,000	(449,771,147)	768,960,638	1,319,189,491
Profit after taxation	-	19,041,920	-	19,041,920
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	19,041,920	-	19,041,920
<b>Transactions with sponsors</b>				
Loan received during the period	-	-	20,000,000	20,000,000
<b>Balance as at December 31, 2019 (un-audited)</b>	1,000,000,000	(430,729,227)	788,960,638	1,358,231,411
<b>Balance as at June 30, 2020 (audited)</b>	1,000,000,000	(409,294,177)	781,660,638	1,372,366,461
Profit after taxation	-	92,633,650	-	92,633,650
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	92,633,650	-	92,633,650
<b>Transactions with sponsors</b>				
Loan repaid during the period	-	-	(632,087,460)	(632,087,460)
<b>Balance as at December 31, 2020</b>	1,000,000,000	(316,660,527)	149,573,178	832,912,651

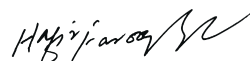
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**MASROOR AHMAD KHAN**  
(Chief Executive Officer)



**ASIM MAHMUD**  
(Chief Financial Officer)



**HAFIZ FAROOQ AHMAD**  
(Director)

# GHANI GLOBAL GLASS LIMITED

## CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	December 31, 2020	December 31, 2019
	Un-audited Rupees	Un-audited Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	106,289,844	19,041,920
Adjustment for:		
- Depreciation	43,423,366	44,035,421
- Finance costs	57,490,606	73,459,897
- Amortization of deferred income	(1,484,473)	-
- Gain on disposal of operating fixed assets	-	(5,175)
	99,429,499	117,490,143
<b>Operating profit before working capital changes</b>	205,719,343	136,532,063
<b>(Increase) / decrease in current assets</b>		
Stores, spares and loose tools	(37,447,497)	(27,766,017)
Stock in trade	(28,483,117)	(115,943,383)
Trade debts	23,157,175	(612,578)
Loans and advances	(30,753,847)	29,769,356
Trade deposits and prepayments	5,269,623	(8,655,650)
Other receivables	17,074,724	(593,856)
Tax refunds due from government	(16,373,448)	2,786,172
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	55,860,453	48,454,538
Payable to related party	4,636,444	(2,399,047)
	(7,059,490)	(74,960,465)
<b>Cash generated from operations</b>	198,659,853	61,571,598
Finance cost paid	(68,916,922)	(47,008,410)
Refund of income tax received	-	25,377,373
Income tax paid	(17,740,808)	(19,753,852)
<b>Net Cash Generated from Operating Activities</b>	112,002,123	20,186,709
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions in operating fixed assets	(42,588,344)	(19,495,423)
Proceeds from disposal of operating fixed assets	-	12,476
Long term deposits	-	(945,162)
<b>Net Cash Used in Investing Activities</b>	(42,588,344)	(20,428,109)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Payments) / Proceeds against loan from sponsors	(632,087,460)	20,000,000
Proceeds / (payments) against long term financing	48,294,118	(82,456,396)
Short term borrowings - net	468,660,942	38,604,040
<b>Net Cash Used in Financing Activities</b>	(115,132,400)	(23,852,356)
<b>Net Decrease in Cash and Cash Equivalents</b>	(45,718,621)	(24,093,756)
<b>Cash and Cash Equivalents at the beginning of the Period</b>	64,426,670	60,349,591
<b>Cash and Cash Equivalents at the End of the Period</b>	18,708,049	36,255,835

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

  
**MASROOR AHMAD KHAN**  
(Chief Executive Officer)

  
**ASIM MAHMUD**  
(Chief Financial Officer)

  
**HAFIZ FAROOQ AHMAD**  
(Director)



# GHANI GLOBAL GLASS LIMITED

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT FOR THE HALF YEAR ENDED DECEMBER 31, 2020

Note 1

### **The Company and its Operations**

---

Ghani Global Glass Limited ("the Company") was incorporated in Pakistan under the Companies Act, 2017 (then the Companies Ordinance, 1984) as a private limited company on October 04, 2007 as Ghani Tableware (Private) Limited. Its status was changed to public unlisted company, consequently its name was changed to Ghani Tableware Limited as on July 24, 2008. Name of the Company was further changed to Ghani Global Glass Limited on January 14, 2009. The Company became listed on Pakistan Stock Exchange on December 12, 2014 upon merger of Libas Textiles Limited with and into the Company. The Company is principally engaged in manufacturing and sale of glass tubes, glass-ware, vials and ampules and chemicals. The Company commenced its commercial operations with effect from April 01, 2016. The Company's registered office is situated at 10-N, Model Town Extension, Lahore and its manufacturing units are situated on 52-K.M. Lahore Multan Road, Phool Nagar District Kasur.

The Company is subsidiary of Ghani Global Holdings Limited (Holding Company) which holds 50,098,200 (June 30, 2020: Rs. 50,098,200) ordinary shares of Rupees 10 each representing 50.10% (June 30, 2020: 50.10%) of total share issued as at reporting date.

Note 2

### **Basis of Preparation**

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#### **2.1 Statement of compliance**

**2.1.1** These condensed interim financial statements of the Company 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;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued 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.

**2.2** These condensed interim financial statements should be read in conjunction with annual audited financial statements for the year ended June 30, 2020. Comparative statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2020 whereas comparative statement of profit or loss account, comparative statement of comprehensive income and comparative statement of cash flows are extracted from unaudited condensed interim financial statements for the half year ended December 31, 2019.

Where provisions of and directives issued 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.

**2.3** These condensed interim financial statements are unaudited and have been subjected to limited scope review by the auditors as required by Section 237 of the Companies Act, 2017. The figures for the quarters ended on December 31, 2019 and 2020 presented in the condensed interim financial statements have not been reviewed by the external auditors.

**2.4** These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the external auditors as required by the Companies (Code of Corporate Governance) Regulations, 2019.

**2.5** The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation were the same as those that were applied to the financial statements for the year ended June 30, 2020.

**2.6** These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentational currency. All the figures have been rounded off to the nearest rupees, unless otherwise stated.

**Note 3**
**Significant Accounting Policies**

The accounting policies and methods of computation of this condensed interim financial statements are the same as those followed in the preparation of annual financial statements for the preceding financial year ended on June 30, 2020.

**Note 4**
**Accounting Estimates and Judgment**

The accounting estimates and associated assumptions used in the preparation of these interim financial statements (un-audited) are consistent with those applied in the preparation of annual financial statements of the Company for the year ended June 30, 2020.

**Note 5**
**Property, Plant and Equipment**

		<b>December 31, 2020</b>	<b>June 30, 2020</b>
	<b>Note</b>	<b>Un audited Rupees</b>	<b>Audited Rupees</b>
Operating fixed assets	5.1	1,434,203,224	1,450,381,451
Capital work in progress - at cost	5.2	59,192,939	31,241,731
Advances against purchase of vehicles		-	12,608,000
		<u>1,493,396,163</u>	<u>1,494,231,182</u>
<b>5.1 Movement of operating fixed assets- tangible</b>			
Opening book value		1,450,381,451	1,499,776,438
Add: Addition during the period	5.1.1	27,245,136	38,690,911
Less: Book value of the disposals - net		-	7,301
		<u>1,477,626,587</u>	<u>1,538,460,048</u>
Less: Depreciation charged during the period / year		43,423,363	88,078,597
Closing book value		<u>1,434,203,224</u>	<u>1,450,381,451</u>
<b>5.1.1 Addition during the period / year</b>			
Building		-	63,210
Plant and machinery		9,192,494	15,568,677
Furnace		-	18,628,759
Furniture and fixtures		269,100	1,794,935
Office equipments		-	2,360,430
Computers		220,300	274,900
Vehicles		17,563,242	-
		<u>27,245,136</u>	<u>38,690,911</u>
<b>5.2 Capital work in progress</b>			
Opening balance		31,241,731	31,241,731
Additions during the period / year		<u>27,951,208</u>	-
		59,192,939	31,241,731
Transfer during the year		-	-
Closing balance		<u>59,192,939</u>	<u>31,241,731</u>

Note 6

**Deferred Tax Asset**

Being prudent, the Company has not recognized deferred tax asset amounting to Rs. 85.967 million (June 30, 2020 : Rs. 141.031 million).

Note 7

**Share Capital**

	December 31, 2020	June 30, 2020
	Un audited Rupees	Audited Rupees
<b>7.1 Issued, subscribed and paid up capital</b>		
98,000,000 (June 30, 2020: 98,000,000) Ordinary shares of Rupees 10 each fully paid in cash	980,000,000	980,000,000
2,000,000 (June 30, 2020: 2,000,000) Ordinary shares of Rupees 10 each issued for consideration other than cash under scheme of arrangement for amalgamation.	20,000,000	20,000,000
	<u>1,000,000,000</u>	<u>1,000,000,000</u>

**7.2** The process for amalgamation of Libaas Textile Limited with and into the Company as on December 12, 2014 resulted in issuance of shares for consideration other than cash.

**7.3** Movement in issued, subscribed and paid up capital of the company is as follows:

December 31, 2020	June 30, 2020		December 31, 2020	June 30, 2020
Number	Number		Rupees	Rupees
100,000,000	100,000,000	Opening balance	1,000,000,000	1,000,000,000
-	-	Shares issued	-	-
<u>100,000,000</u>	<u>100,000,000</u>	Closing balance	<u>1,000,000,000</u>	<u>1,000,000,000</u>

**7.4** Ghani Global Holdings Limited (Holding Company) held 50,098,200 (June 30, 2020: 50,098,200) ordinary shares representing 50.10% (June 30, 2020: 50.10%) of the paid up capital at reporting date.

Note 8

**Loan From Sponsors**

	December 31, 2020	June 30, 2020
	Un audited Rupees	Audited Rupees
<b>Unsecured Loan</b>		
Opening balance	781,660,638	768,960,638
Loan received during the period / year	-	22,000,000
	<u>781,660,638</u>	<u>790,960,638</u>
Loan repaid during the period / year	(632,087,460)	(9,300,000)
Closing balance	<u>149,573,178</u>	<u>781,660,638</u>

**8.1** The loan has been obtained from sponsors of the Company to meet the liquidity requirements of the Company, which is unsecured and interest free. There is neither fixed tenure of loan nor there is any schedule for repayment of loan. The repayment is at the discretion of the Company. In line with Technical Release - 32 (TR 32 - Accounting Directors' Loan) issued by the Institute of Chartered Accountants of Pakistan (ICAP), these loans are shown as part of equity.

## Note 9

**Short Term Borrowings**

		<b>December 31, 2020</b>	<b>June 30, 2020</b>
	Note	<b>Un audited Rupees</b>	<b>Audited Rupees</b>
From banking companies - secured	9.1	978,335,178	509,774,236
Loan from director		11,500,000	11,400,000
		<u>989,835,178</u>	<u>521,174,236</u>

- 9.1** These finances are obtained under profit arrangements and are secured against first pari passu hypothecation charge / ranking charge on the present and future current assets, ranking charge on present and future fixed assets of the Company, corporate guarantee of Ghani Global Holdings Limited and personal guarantees of sponsoring directors of the Company. These form part of total credit facilities of Rs. 1,125 million (June 30, 2020: Rs. 600 million). The rates of profit ranging from relevant KIBOR plus 1% to 2.25% (June 30, 2020: relevant KIBOR plus 1% to 2.25%). These facilities are expiring on various dates by October 14, 2021 and are renewable.

## Note 10

**Contingencies and Commitments****10.1 Contingencies**

- 10.1.1** Guarantees issued by banks in the ordinary course of business of Rupees 56.41 million (June 30, 2020: Rupees 56.41 million) against gas connection in favor of Sui Northern Gas Pipelines Limited.
- 10.1.2** The Company has filed a petition against Federation of Pakistan, before the Honorable Lahore High Court, Lahore vide W.P No. 50298/2019, challenging the rejection of sales tax refund of Rupees 84,128,215 by the Sales Tax Department and Appellant Forum which was claimed by the Company in 2016. The case is at argument stage and the management is of the view, as per advise of the legal counsel, that the case would be decided in favour of the Company.

**10.2 Commitments**

- 10.2.1** Commitments in respect of letter of credit for machinery, raw materials, stores and spares outstanding as at reporting date is of Rupees 312.615 million (June 30, 2020: Rupees 40.770 million).
- 10.2.2** Commitments for capital expenditure related to building amounted to Rupees 16 million (June 30, 2020: Rupees 6.5 million).

**Ghani Global Glass Limited***Notes to and forming part of the financial statements*

Note 11

**Balances and Transactions With Related Parties**

Related parties comprise of parent and associated companies, directors of the Company, companies in which directors also hold directorship, related companies, key management personnel and staff retirement benefit funds. The Company in the normal course of business carries out transactions with various related parties. Detail of related parties (with whom the Company has transacted) along with relationship and transactions with related parties, other than those which have been disclosed elsewhere in these financial statements, are as follows:

**Transactions with related parties during the period**

Related party	Relationship	Nature of Transaction	December 31, 2020	December 31, 2019		
			(Un-audited) Rupee	Un audited Rupees		
Ghani Global Holdings Limited	Parent Company	Guarantee	1,666,702	1,300,000		
		Commission				
		Payment made	6,500,000	-		
Ghani Chemical Industries Limited	Associates	Purchases	27,036,905	18,581,462		
		Return on advances given	749,460	593,855		
		Return on advances received	2,490,041	729,741		
		Payment made	1,178,495,242	369,920,000		
		payment received	1,176,231,824	369,270,000		
		<b>Key management personnel</b>				
		Sponsors	Loan received / (repaid)	(632,087,460)	20,000,000	
<b>Others</b>						
Employees Provident Fund Trust		Contribution	7,539,390	5,842,270		

**Balances with related parties - (Payable) / Receivable**

Ghani Global Holdings Limited	4,743,498	(89,800)
Ghani Chemical Industries Limited	(4,726,244)	21,787,824

Note 12

**Financial Risk Management**

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



## Note 13

## Segment Information

For management purposes, the activities of the Company are recognized into two operating segment, i.e. manufacturing and sales of glass tubes and glass ware; and chemicals. The Company operates in the said reportable operating segments based on the nature of the product, risk and return, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in these financial statements relate to the Company's reportable segments. Entity-wide disclosures regarding reportable segments are as follows:

<b>Glass tubes and Glass ware</b>	<b>Chemicals</b>	<b>Total</b>
Rupees	Rupees	Rupees

**Segment results for the half year ended December 31, 2020 - Unaudited**

Revenue - net	614,434,726	48,769,569	663,204,295
Segment results	172,917,644	1,394,451	174,312,095
Other operating expense			(13,242,189)
Finance cost			(57,490,606)
Other income			2,710,544
Profit before taxation			106,289,844

**Segment results for the half year ended December 31, 2019 - Unaudited**

Revenue - net	473,247,566	67,855,828	541,103,394
Segment results	94,481,231	(1,848,598)	92,632,633
Other operating expense			(1,293,185)
Finance cost			(73,459,897)
Other income			1,162,369
Profit before taxation			19,041,920

**Segment financial position for the half year ended December 31, 2020 - Unaudited**

	Glass tubes and Glass ware	Chemicals	Total
	Rupee	Rupee	Rupee
Segment assets	2,122,541,387	18,551,991	2,141,093,378
Unallocated assets	-	-	318,804,883
<b>Total Assets</b>			<u>2,459,898,261</u>
Segment liabilities	1,166,336,293	5,945,219	1,172,281,512
Unallocated liabilities	-	-	454,704,098
<b>Total Liabilities</b>			<u>1,626,985,610</u>

**Segment financial position for the year ended June 30, 2020 - Audited**

	Glass tubes and Glass ware	Chemicals	Total
	Rupee	Rupee	Rupee
Segment assets	2,054,319,237	44,835,721	2,099,154,958
Unallocated assets	-	-	335,655,945
<b>Total Assets</b>			<b>2,434,810,903</b>
Segment liabilities	628,419,927	320,700	628,740,627
Unallocated liabilities	-	-	433,703,815
<b>Total Liabilities</b>			<b>1,062,444,442</b>

*Note 13, Segment Information - Cont ...*

**13.2** All non-current assets of the Company as at reporting date were located within Pakistan.

**13.3 Geographical Information:**

Company's revenue from external customers on the basis of geographical location is given as under:

	<b>December 31, 2020</b>	<b>June 30, 2020</b>
	<b>(Un-audited)</b>	<b>(Audited)</b>
	Rupee	Rupee
Pakistan	596,461,289	1,205,246,449
Abroad	66,743,006	91,838,067
	<u>663,204,295</u>	<u>1,297,084,516</u>

Note 14

**Subsequent Event**

Subsequent to the period end, the Company has initiated the process of issuance of further right issue of 140 million ordinary shares of Rs. 10 each to its existing shareholders.

Note 15

**Authorization of Interim Financial Information**

This condensed interim financial information was authorized and approved by the Board of Directors of the Company for issuance on February 16, 2021.

Note 16

**General**

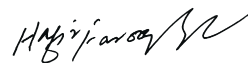
Corresponding figures have been re-arranged / re-classified wherever necessary to facilitate comparison. However, no significant reclassification has been made in this condensed interim financial information.



**MASROOR AHMAD KHAN**  
(Chief Executive Officer)



**ASIM MAHMUD**  
(Chief Financial Officer)



**HAFIZ FAROOQ AHMAD**  
(Director)