



Ghani

THRIVING BEYOND OBSTACLES

GHANI GLASS LIMITED

HALF YEAR
FINANCIAL STATEMENTS 2020-21

CORPORATE INFORMATION

Board of Directors	Mr. Zaid Ghani Mr. Imtiaz Ahmad Khan Mr. Anwaar Ahmad Khan Mr. Aftab Ahmad Khan Mrs. Reema Anwaar Mr. Junaid Ghani Mr. Jubair Ghani Mr. Hamza Ghani Mr. Moeez Ghani Mr. Ibrahim Ghani Mr. Ayub Sadiq Mr. Shamim Ahmed Mr. Ovais Shamim Mr. Nouman Shaukat Mr. Waqar Zafar Mr. Khalid Aslam Butt Hafiz Muhammad Saad Mr. Muhammad Ayub	Chairman Chief Executive Officer Deputy Chief Executive Officer Deputy Chief Executive Officer Director Director Director Director Director Director Director Director Director Director Director Director Director Director Director
Audit Committee	Mr. Ayub Sadiq Mr. Zaid Ghani Mr. Ibrahim Ghani	Chairman Member Member
HR & R Committee	Mr. Ayub Sadiq Mr. Anwaar Ahmad Khan Mr. Zaid Ghani	Chairman Member Member
Chief Financial Officer	Mr. Umer Farooq Khan	
Company Secretary	Hafiz Muhammad Imran Sabir	
Auditors	EY Ford Rhodes, Chartered Accountants	
Legal Advisor	Ally Law Associates	
Share Registrar	Corplink (Pvt) Ltd Wings Arcade, 1-K Commercial Model Town, Lahore, Pakistan Phones : (042) 35916714, 35916719 Fax : (042) 35869037	
Banks	Albaraka Islamic Bank Allied Bank Limited Askari Bank Limited Bank Alfalah Limited, IBD Bank Al-Habib Limited Bank Islami Pakistan Limited Faysal Bank Limited, IBD First Women Bank Limited Habib Metropolitan Bank Limited, IBD MCB Islamic Bank Limited National Bank of Pakistan SME Bank Limited Soneri Bank Limited Standard Chartered Bank Limited, IBD The Bank of Punjab Dubai Islamic Bank Limited Habib Bank Limited Meezan Bank Limited United Bank Limited SAMBA Bank Limited	

Head Office & Registered Office

40-L Model Town Extension,

Lahore, Pakistan

UAN : (042) 111 949 949

Fax : (042) 35172263

E-mail : info@ghaniglass.com

<http://www.ghaniglass.com>

Marketing Office

12 D/5, Chandni Chowk

KDA Scheme No. 7-8

Karachi - 74000

UAN : (021) 111 949 949

Fax : (021) 34926349

E-mail : marketing@ghaniglass.com

GGL Plant-1 & Regional Marketing Office-North

22 km Haripur Taxila Road, (From Haripur)

Thesil & District Haripur (KPK)

Phones : (0995) 639236-40 & (0995) 539063-65

Fax : (0995) 639067

GGL Plant-2

H-15, Landhi Industrial Area

Karachi-74000

Phone : (021) 35020761-63

Fax : (021) 35020280

GGL Plant-3

29-km Lahore Sheikhpura Road,

District Sheikhpura

Phones : (056) 3406810-11

Fax : (056) 3406795

Email : ghanifloat@ghaniglass.com

DIRECTORS' REPORT

Dear Shareholders,

Assalam-o-Alaikum wa Rahmatullah wa Barakatohu.

The Board of Directors of Ghani Glass Limited is pleased to present the Financial Statements of the Company for the half year ended December 31, 2020 along with review report of auditors thereon.

During the six months ended December 31, 2020, the net revenue of the company has increased to Rupees 10 billion as compared to Rupees 9 billion for the corresponding period of the last year.

Margins increased significantly from top to bottom. The Company recorded gross profit of Rupees 2.6 billion as compared to Rupees 1.5 billion for the same period of the last year.

The company succeeded to earn net profit of Rupees 1.8 billion as compared to Rupees 889 million for first half of the FY2020-21. Earning per share also increased to Rupees 3.38 as compared to Rupees 1.64 for the corresponding period of the last year.

	December 31, 2020	December 31, 2019
(Rupees in million)		
Net Sales	10,317	9,084
Gross Profit	2,559	1,528
Profit before Tax	1,863	815
Profit after Tax	1,828	889
Earning per Share (Rupees)	3.38	1.64

The large-scale manufacturing (LSM) continued recovery and registered a growth of 8.16% (FY2019: -5.3%) upto December 2020 for FY 2021. During the half year ended December 31, 2020, Inflation (CPI) was recorded at 8.6% (half year Dec 2019: 11.1%). YoY inflation reduced to 8.0% in Dec 2020 (2019: 12.6%). Fiscal deficit stood at 1.8% of GDP, whereas the primary surplus improved to 0.5%. From July to December 2020, the Current Account recorded a surplus of 0.8% of GDP (except for deficit for the month of December).

Future outlook

The Board of directors, in its meeting held on December 22, 2020, has approved to issue 55% right shares at par value of Rupees 10 per share. The proceeds of the right issue would be utilized on the project of new float line and Balancing, Modernization and Replacement (BMR) of the other existing lines. The project of new float line would contribute to enhance the production capacity. Commercial Production from the project will come during the last quarter of FY2020-21.


Acknowledgment

The Board and the management would like to thank senior executives of Pharmaceutical, food and beverage industries for their continuous support and confidence on our quality products. Thanks are also due to our dealers and customers of float glass for their trust reposed on our quality products. The Board also appreciates the cooperation of our suppliers, contractors and bankers.

The Board acknowledges and puts on record its sincere appreciation for all employees of the Company for their hard work, commitment and loyalty.

On behalf of the Board of Directors


Imtiaz Ahmed Khan
Chief Executive Officer


Anwaar Ahmed Khan
Director

Lahore: February 24, 2021

INDEPENDENT AUDITORS' REVIEW REPORT

To the Members of Ghani Glass Limited
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Ghani Glass Limited** as at **31 December 2020** and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the financial statements for the six-month period then 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.

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 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 Matters

The figures of the condensed interim statement of profit or loss, condensed interim statement of other comprehensive income and related notes for the quarter ended 31 December 2020 have not been reviewed, as we are required to review only the cumulative figures for the six-month period ended 31 December 2020.

The interim financial statements for the six-month period ended 31 December 2019 and the annual financial statements for the year ended 30 June 2020 of the Company were reviewed and audited, by another firm of chartered accountants who expressed an unmodified conclusion and opinion on those interim and annual financial statements on 29 February 2020 and 07 October 2020, respectively.

The engagement partner on the audit resulting in this independent auditor's review report is Farooq Hameed.



EY Ford Rhodes
Chartered Accountants

Lahore : February 26, 2021

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 December 2020

	Note	Un-audited 31 December 2020	Audited 30 June 2020
ASSETS			
Non-current assets			
Property, plant and equipment	5	12,368,030,893	12,654,450,667
Intangible assets		18,293,666	20,908,612
Investment in associate	6	1,610,972,970	1,401,188,850
Long term advances and deposits		21,326,541	26,771,695
		14,018,624,070	14,103,319,824
Current assets			
Stock in trade		3,939,118,816	6,032,112,248
Stores, spares and other consumables		900,759,469	773,541,958
Trade debts	7	1,956,753,784	2,263,315,099
Advances		879,565,160	456,660,357
Tax refund due from government		862,369,176	929,527,193
Short term investments		4,235,300	3,825,840
Other receivables	8	62,550,882	286,109,171
Cash and bank balances	9	3,095,150,676	360,910,482
		11,700,503,263	11,106,002,348
TOTAL ASSETS		25,719,127,333	25,209,322,172
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
1,000,000,000 (30 June 2020: 750,000,000) ordinary shares of Rs 10 each		10,000,000,000	7,500,000,000
Issued, subscribed and paid up share capital			
541,542,666 (30 June 2020: 541,542,666) ordinary shares of Rs 10 each)		5,415,426,660	5,415,426,660
Capital reserves			
Share premium		75,000,000	75,000,000
Reserve created under scheme of amalgamation		365,464,087	365,464,087
Merger reserve		427,419,290	427,419,290
		867,883,377	867,883,377
Revenue reserves			
Exchange translation and other reserves		831,348,620	751,971,159
Unappropriated profit		10,830,018,004	9,014,770,366
		17,944,676,661	16,050,051,562
Non-current liabilities			
Deferred taxation		1,475,888,068	1,429,630,255
Long term payable		1,882,588,686	971,101,458
Liability against right to use asset		68,293,724	71,801,061
		3,426,770,478	2,472,532,774
Current liabilities			
Current portion of liability against right to use asset		23,036,503	32,925,624
Loan from sponsor directors		-	26,000,000
Contract liabilities		266,912,868	210,338,321
Unpaid dividend		-	1,014,638,626
Unclaimed dividend		23,094,816	19,052,071
Trade and other payables	10	4,034,636,007	5,383,783,194
		4,347,680,194	6,686,737,836
TOTAL EQUITY AND LIABILITIES		25,719,127,333	25,209,322,172

CONTINGENCIES AND COMMITMENTS

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



Chief Executive Officer



Director



Chief Financial Officer

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


For the six months ended 31 December 2020

	Note	Six months ended		Three months ended	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019
		(Rupees)		(Rupees)	
Revenue - net	12	10,316,914,749	9,083,581,257	5,798,783,931	4,771,236,143
Cost of sales	13	(7,757,473,923)	(7,555,536,485)	(4,108,930,455)	(4,230,102,103)
Gross profit		2,559,440,826	1,528,044,772	1,698,853,476	541,134,040
General and administrative expenses		(462,961,973)	(451,535,514)	(258,132,931)	(257,400,635)
Selling and distribution expenses		(172,382,489)	(219,982,712)	(99,464,705)	(113,916,593)
Other expenses		(134,654,043)	(59,245,334)	(89,411,622)	(11,720,094)
Expected credit loss on trade debts		(8,467,588)	(73,768,453)	(8,467,588)	(73,768,453)
Other income		14,563,329	48,132,377	(1,557,867)	25,718,892
		(763,902,765)	(756,399,636)	(457,034,713)	(431,086,883)
Profit from operations		1,795,538,061	771,645,136	1,232,818,763	110,047,157
Finance cost		(64,439,270)	(11,397,296)	(62,412,300)	(8,715,329)
Share of profit of associate	6	131,918,721	55,134,407	82,166,214	12,041,032
Profit before taxation		1,863,017,512	815,382,247	1,252,572,677	113,372,860
Taxation (expense) / benefit		(34,578,003)	74,345,945	(57,149,992)	135,108,981
Profit after taxation		1,828,439,510	889,728,192	1,195,422,685	248,481,841
Earnings per share - basic and diluted (rupees)		3.38	1.64	2.21	0.46

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


Lahore Chief Executive Officer


Director


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For the six months ended 31 December 2020

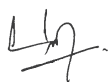
	Six months ended		Three months ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	(Rupees)		(Rupees)	
Profit for the period	1,828,439,510	889,728,192	1,195,422,685	248,481,841
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss in subsequent periods</i>	-	-	-	-
<i>Items that may be reclassified to profit or loss in subsequent periods</i>				
-Exchange translation - net of tax	66,185,589	(58,320,478)	-	(58,320,478)
Total comprehensive income for the period	1,894,625,099	831,407,714	1,195,422,685	190,161,363

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

Lahore


Chief Executive Officer


Director


Chief Financial Officer

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

For the six months ended 31 December 2020

	CAPITAL RESERVES		REVENUE RESERVES				Total
	Issued, subscribed and paid up share capital	Reserve created under scheme of amalgamation	Merger reserve	Share premium	Exchange translation and other reserves	Unappropriated profit	
Balance as on 01 July 2019 (audited)	5,415,426,660	365,464,087	427,419,290	75,000,000	594,673,733	8,698,225,916	15,576,209,686
Total comprehensive Income							
Profit for the period	-	-	-	-	-	889,728,192	889,728,192
Other comprehensive income	-	-	-	-	(58,320,478)	-	(58,320,478)
					(58,320,478)	889,728,192	831,407,714
Adjustment on account of legal reserve of an associate	-	-	-	-	105,090,153	(105,090,153)	-
Balance as on 31 December 2019 (unaudited)	5,415,426,660	365,464,087	427,419,290	75,000,000	641,443,408	9,482,863,955	16,407,617,400
Balance as on 01 July 2020 (audited)	5,415,426,660	365,464,087	427,419,290	75,000,000	751,971,189	9,014,770,366	16,050,051,562
Total comprehensive Income							
Profit for the period	-	-	-	-	-	1,828,439,510	1,828,439,510
Other comprehensive income	-	-	-	-	66,185,589	-	66,185,589
	-	-	-	-	66,185,589	1,828,439,510	1,894,625,099
Adjustment on account of legal reserve of an associate	-	-	-	-	13,191,872	(13,191,872)	-
Balance as on 31 December 2020 (unaudited)	5,415,426,660	365,464,087	427,419,290	75,000,000	831,348,620	10,830,018,004	17,944,676,661

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



Chief Executive Officer



Director



Chief Financial Officer

Lahore

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)


For the six months ended 31 December 2020

	Six months ended 31 December	
	2020	2019
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	1,863,017,512	815,382,247
Adjustments for:		
- Depreciation of property, plant and equipment	588,379,692	584,814,224
- Amortization of intangible assets	2,614,946	2,678,827
- Fair value loss on short term investments	(409,460)	(474,540)
- Exchange gain - net	(17,497,317)	(8,744,491)
- Share of profit of associate	(131,918,721)	(55,134,407)
- Gain on disposal of property, plant and equipment	46,996	(2,362,746)
- Finance cost	64,439,270	11,397,296
- Expected credit loss on trade debts	(8,467,588)	73,768,453
- Provision for Workers' Profit Participation Fund	100,306,957	40,496,475
- Provision for Workers' Welfare Fund	34,347,086	18,748,859
	631,841,860	665,187,950
Operating profit before working capital changes	2,494,859,372	1,480,570,197
Effect on cash flow due to working capital changes:		
(Increase) / decrease in current assets		
- Stock in trade	2,092,993,432	(2,136,938,904)
- Stores and spares	(127,217,511)	1,457,239
- Trade debts	332,526,220	(304,359,486)
- Contract assets	-	2,665,846
- Advances and deposits	(422,904,801)	216,154,510
- Other receivables	132,800,542	5,919,584
Increase / (decrease) in current liabilities		
- Trade and other payables	(411,838,055)	1,218,191,315
- Contract liabilities	56,574,544	66,850,989
	1,652,934,371	(930,058,907)
Cash flows from operating activities	4,147,793,743	550,511,290
Finance costs paid	(22,219,111)	(3,224,017)
Taxes paid	(12,153,010)	(168,140,696)
Worker's Welfare Fund paid	(91,227,000)	(46,694,351)
Workers' Profit Participation Fund paid	(32,158,077)	(29,311,298)
	(157,757,198)	(247,370,362)
Net cash generated from operating activities	3,990,036,545	303,140,928
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(304,558,963)	(822,673,211)
Proceeds from sale of property, plant and equipment	2,552,049	4,368,986
Dividend income received from associate	90,757,747	136,111,818
Net increase in long term advances and deposits	5,445,154	5,832,466
Net cash used in investing activities	(205,804,013)	(676,359,941)
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan repaid to directors - net of receipts	(26,000,000)	(131,199,506)
Dividend paid	(1,010,595,881)	(1,978,569)
Payment of liability against right of use asset	(13,396,457)	(18,218,105)
Net cash used in financing activities	(1,049,992,338)	(151,396,180)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	2,734,240,194	(524,615,193)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	360,910,482	725,982,640
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	3,095,150,676	201,367,447

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


Lahore Chief Executive Officer


Director


Chief Financial Officer

CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS

For the six months ended 31 December 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Ghani Glass Limited ("the Company") was incorporated in Pakistan in 1992 as a limited liability company under the Companies Ordinance, 1984 (now Companies Act, 2017). Its shares are quoted on Pakistan Stock Exchange.

The principal activity of the Company is to engage in the business of manufacturing and sale of glass containers and float glass. Following are the business units of the Company including production facilities, along with their respective locations:

- Head office and Registered office: 40 - L Model Town Extension, Lahore;
- Marketing Office: 12 D/5 Chandani Chowk, KDA Scheme No. 7-8, Karachi;
- Plant 1 and Regional Marketing Office (North): 22 Km Haripur Taxila Road, District Haripur;
- Plant 2: H-15 Landhi Industrial Area, Karachi;
- Plant 3: 29 Km Lahore Sheikupura Road, District Sheikupura;
- Plant 4: 50 Km Lahore Gujranwala road, Tehsil Kamonke, District Gujrawala.

1.2 Impact of COVID-19

The World Health Organization (WHO) declared COVID-19 as a global pandemic on 11 March, 2020. Accordingly on 20 March, 2020, the Government of Pakistan announced temporary lock down as a measure to reduce the spread of COVID-19. The outbreak of COVID-19 has had a distressing impact on overall demand in the global economy with notable downgrade in growth forecasts.

The Company's management is fully cognizant of the business challenges posed by the COVID-19 outbreak and closely monitoring the possible impacts on the Company's operations and liquidity positions and believes that its current policies for managing credit, liquidity and market risk are adequate in response to current situation.

The management has assessed the impact of the COVID-19 on the condensed interim financial statements and concluded that there is no material financial impact of COVID-19 on the carrying amounts of assets, liabilities, income or expenses which required specific disclosures.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- 2.2 These condensed interim financial statements do not include all the information and the disclosures required in the annual financial statements and should be read in conjunction with annual audited financial statements of the Company for the year ended 30 June 2020.
- 2.3 These condensed interim financial statements are unaudited but subject to limited scope review by the auditors and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Limited.

3 SIGNIFICANT ACCOUNTING POLICIES

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

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of the estimation are the same as those that applied to the financial statements for the year ended 30 June 2020.

Provision in respect of taxation, Workers' Profit Participation Fund and Workers' Welfare Fund in these condensed interim financial statements is estimated and this is subject to final adjustment in the annual financial statements.

	Note	Un-audited 31 December 2020	Audited 30 June 2020
		(Rupees)	
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - tangible	5.1	11,519,297,754	11,884,228,354
Capital work in progress	5.2	848,733,138	770,222,313
		12,368,030,893	12,654,450,667
5.1 Operating fixed assets - tangible			
Opening book value		11,884,228,354	10,998,531,887
Add: Additions during the period / year -cost	5.1.1	226,048,137	2,023,219,324
Add: Right-of-use asset during the period / year -cost		-	111,812,416
		12,110,276,491	13,133,563,627
Less: Deletions during the period / year - net book value	5.1.2	(2,599,045)	(2,822,954)
		12,107,677,446	13,130,740,673
Less: Depreciation during the period / year		(588,379,692)	(1,246,512,319)
Book value at the end of the period / year		11,519,297,754	11,884,228,354
5.1.1 Additions/transfers during the period / year - cost			
Buildings		97,327,836	59,706,000
Plant and machinery		28,348,481	366,817,868
Furnace		40,917,912	1,498,840,595
Furniture and fixtures		16,028,898	41,919,993
Electrical equipment		28,877,010	3,009,373
Vehicles		14,548,000	52,925,495
		226,048,137	2,023,219,324
5.1.2 Deletions during the period / year - net book value			
Vehicles		2,599,045	2,822,954
		2,599,045	2,822,954
5.2 Capital work in progress			
Opening book value		770,222,313	1,221,826,595
Add: Additions during the period / year		407,309,314	542,696,455
(Less) / Add: Transfer out / in during the period / year		-	165,150,576
		1,177,531,627	1,929,673,626
Less: Transfers to operating assets during the period / year		(212,368,322)	(1,159,451,313)
Less: Transfers to stores and spares during the period / year		(116,430,167)	-
Book value at the end of the period / year		848,733,138	770,222,313

6 INVESTMENT IN ASSOCIATE

This represents 49.934% investment in RAK Ghani Glass LLC, a limited liability company registered with the Ras Al Khaimah Investment Authority in United Arab Emirates. The associate is engaged in the business of container glass manufacturing.

	Un-audited 31 December 2020	Audited 30 June 2020
Cost of investment	(Rupees)	
21,971 (30 June 2020: 21,971) fully paid ordinary shares of AED 1,000 each	664,050,766	664,050,766
Company's share of profit - post acquisition		
As at 01 July	737,138,084	644,818,508
Share of total comprehensive income:		
- Profit for the period / year	131,918,721	187,706,517
- Other comprehensive income	77,865,399	51,590,293
	209,784,120	239,296,810
Dividend for the period / year	-	(146,977,234)
	946,922,204	737,138,084
Balance at end of the period / year	1,610,972,970	1,401,188,850

7	TRADE DEBTS	Note	Un-audited	Audited
			31 December 2020	30 June 2020
			(Rupees)	
	Local			
	Secured - considered good		-	254,027,673
	Unsecured - considered good	7.1	1,865,687,038	2,001,652,252
			1,865,687,038	2,255,679,925
	Foreign			
	Unsecured - considered good		285,916,508	194,017,346
			285,916,508	194,017,346
	Less: Expected credit loss allowance		(194,849,763)	(186,382,172)
			1,956,753,784	2,263,315,099

7.1 This includes Rs. 56.63 million (30 June 2020: Rs. 182.91 million) due from Ghani Value Glass Limited, a related party.

8 OTHER RECEIVABLES

This includes net receivable from RAK Ghani LLC (associated company) in respect of dividend receivable amounting to Rs. 146.710 million (30 June 2020: Rs. 146.710 million) and amount payable of Rs. 84.159 million (30 June 2020: receivable of 10.671 million) representing current account balance outstanding with the associate at the reporting date.

9	CASH AND BANK BALANCES	Note	Un-audited	Audited
			31 December 2020	30 June 2020
			(Rupees)	
	Cash in hand		31,631,806	30,165,780
	Balances with banks			
	-Current accounts	9.1	896,009,203	263,269,302
	-Savings accounts	9.2	2,167,509,667	67,475,400
			3,063,518,870	330,744,702
			3,095,150,676	360,910,482

9.1 This includes foreign currency bank balance of USD 73,072 (30 June 2020: USD 23,093).

9.2 The balances in savings accounts bear mark-up at the rates ranging from 5.2% to 7% (30 June 2020: 5.2% to 11.2%) per annum.

10	TRADE AND OTHER PAYABLES	Note	Un-audited	Audited
			31 December 2020	30 June 2020
			(Rupees)	
	Creditors for goods and services		602,827,603	899,701,842
	Bills payable		148,320,465	150,857,642
	Accrued liabilities		2,544,809,299	3,681,289,813
	Income tax deducted at source		100,004,304	179,315,331
	Retention money		8,223,470	7,015,184
	Workers' Profit Participation Fund		100,195,581	91,115,624
	Workers' Welfare Fund		38,116,644	35,927,635
	Security deposits		291,093,489	288,848,489
	Employees vehicle deduction contribution		32,430,259	29,250,734
	Payable to Provident Fund		14,964,574	20,460,900
	Sales tax payable		153,650,319	-
			4,034,636,007	5,383,783,194

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended 30 June 2020.

11.2 Commitments

- Letters of credit for import of plant and machinery, materials and stores outstanding as at 31 December 2020 amounts to Rs. 2,168.89 million (30 June 2020: Rs. 1,902.95 million).
- Aggregate amount of bank guarantees issued by banks on behalf of the Company outstanding as at 31 December 2020 amounts to Rs. 2,699.47 million (30 June 2020: Rs. 2,682.57 million).

12	REVENUE - NET	Note	2020	2019	2020	2019
			Un-audited	Un-audited	Un-audited	Un-audited
			Six month period ended		Three month period ended	
			31 December		31 December	
			(Rupees)		(Rupees)	
	Local sales	11,404,946,614	10,099,538,276	6,495,506,384	5,305,627,619	
	Export sales	868,919,443	954,328,638	400,960,194	516,853,575	
		12,273,866,057	11,053,866,914	6,896,466,578	5,822,481,194	
	Less: Sales tax	(1,785,192,726)	(1,561,618,746)	(1,013,327,796)	(818,577,150)	
	Discounts	(171,758,582)	(408,666,911)	(84,354,851)	(232,667,901)	
		(1,956,951,308)	(1,970,285,657)	(1,097,682,647)	(1,051,245,051)	
		10,316,914,749	9,083,581,257	5,798,783,931	4,771,236,143	

12.1 Disaggregation of revenue

Types of products

Local

- Food & beverages and Pharma
- Float glass

Export

- Food & beverages and Pharma
- Float glass

13	COST OF SALES	Note	2020	2019	2020	2019
			Un-audited	Un-audited	Un-audited	Un-audited
			Six month period ended		Three month period ended	
			31 December		31 December	
		(Rupees)		(Rupees)		
	Raw material consumed	1,610,028,435	2,945,736,632	840,824,346	1,410,422,783	
	Packing material consumed	435,961,931	555,326,281	247,455,544	291,035,823	
	Stores and spares consumed	170,763,320	201,897,900	105,224,969	98,852,537	
	Other factory overheads	3,121,983,676	5,565,494,635	1,577,743,184	3,138,504,262	
		5,338,737,363	9,268,455,448	2,771,248,043	4,938,815,405	
	Work in process:					
	Opening balance	92,285,137	139,867,416	94,823,218	149,873,207	
	Closing balance	(93,447,992)	(159,042,141)	(93,447,992)	(159,042,141)	
		(1,162,855)	(19,174,725)	1,375,226	(9,168,934)	
	Finished goods:					
	Opening balance	5,158,257,028	2,859,650,798	4,232,472,988	3,973,234,138	
	Closing balance	(3,036,067,993)	(4,803,945,281)	(3,036,067,993)	(4,803,945,281)	
		2,122,189,035	(1,944,294,483)	1,196,404,995	(830,711,143)	
	Freight charges					
	Local	136,743,177	74,725,394	71,576,012	32,774,400	
	Export	160,967,204	175,824,851	68,326,179	98,392,375	
		297,710,381	250,550,245	139,902,191	131,166,775	
		7,757,473,923	7,555,536,485	4,108,930,455	4,230,102,103	

14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated undertakings, post employment benefit plans and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Amounts due from and due to related parties are shown under receivables and payables. Other significant transactions with related parties are as follows:

Name of related parties / nature of relationship	Nature of transactions	Un-audited	Un-audited
		Six month period ended	
		31 December	
		2020	2019
		(Rupees)	
Ghani Value Glass Limited Common directorship	Sales gross	579,473,217	482,721,223
	Purchases	11,149,553	4,768,756
	Expenses incurred on behalf of the Company	8,607,492	8,403,226
	Expenses incurred by the Company on behalf of related party	2,858,000	3,289,550
RAK Ghani Glass LLC <i>Shareholding of 49.934% by the company</i>	Dividend received during the period	90,757,747	136,111,818
	Expenses incurred on behalf of the related party	-	10,480,267
	Expenses incurred on behalf of the company	4,072,123	4,067,378
Ahmad Brothers Materials (Pvt.) Ltd. <i>Common directorship</i>	Purchases	10,943,632	-
Health Tek (Private) Limited <i>Common directorship</i>	Sales	7,497,938	6,562,210
Sami Pharmaceutical (Private) Limited <i>Common directorship</i>	Sales	129,657,187	122,958,760
Provident fund <i>Provident fund trust</i>	Payment to provident fund	103,830,856	115,086,068
Ghani Foundation Trust <i>Directors being Trustees</i>	Donations	126,150,000	143,888,973
Key Management Personnel			
Directors	Loan received from directors	-	116,800,494
	Loan repaid to directors	26,000,000	248,000,000
Key management personnel	Salary and other benefits	256,789,856	331,874,845

All transactions with related parties are carried out on commercial terms and conditions.

15

	31 December 2020 - Un-audited					
	Issued, subscribed and paid-up capital	Loan from directors	Unpaid dividend	Unclaimed dividend	Liability against right of use asset	Total
					Rupees	
As at 30 June 2020 - Audited	5,415,426,660	26,000,000	1,014,638,626	19,052,071	104,726,685	6,579,844,042
Changes from financing cash flows						
Payment of liability against right of use asset	-	-	-	-	(19,768,927)	(19,768,927)
Payment of dividend - net	-	-	(1,014,638,626)	-	-	(1,014,638,626)
Loan repaid to directors - net of receipts	-	(26,000,000)	-	-	-	(26,000,000)
Total changes from financing cash flows	-	(26,000,000)	(1,014,638,626)	-	(19,768,927)	(1,060,407,553)
Other liability related changes						
Unwinding of liability against right of use asset	-	-	-	-	6,372,469	6,372,469
Unclaimed dividend addition during the period	-	-	-	4,042,745	-	4,042,745
Total liability related other changes	-	-	-	4,042,745	6,372,469	10,415,214
As at 31 December 2020 - Unaudited	5,415,426,660	-	-	23,094,816	91,330,227	5,529,851,703

16 FINANCIAL ASSETS AND LIABILITIES

Set out below, is an overview of financial assets, other than cash and bank balances, held by the company as at 31 December 2020 and 30 June 2020:

	Un-audited 31 December 2020	Audited 30 June 2020
Debt instruments at amortized cost		(Rupees)
Trade debts	1,956,753,784	2,263,315,099
Other receivables	62,550,882	157,380,751
Cash and bank balances	3,095,150,676	360,910,482
Equity instruments at fair value through profit / (loss)		
Short term investments	4,235,300	3,825,840
	5,118,690,642	2,785,432,172

Set out below, is an overview of financial liabilities held by the Company as at 31 December 2020 and 30 June 2020:

	Un-audited 31 December 2020	Audited 30 June 2020
Financial liabilities at amortized cost		(Rupees)
Trade and other payables	3,328,387,626	4,354,629,972
Loan from sponsor directors	-	26,000,000
Contract liabilities	266,912,868	210,338,321
Unpaid dividend	-	1,014,638,626
Unclaimed dividend	23,094,816	19,052,071
Liability against right of use asset	91,330,227	104,726,685
	3,641,490,126	5,624,658,990

16.1 Fair value of financial instruments

Carrying values of the financial assets and financial liabilities approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length

16.2 Fair value hierarchy

The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair value.

The table below analyse financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1. Quoted market price (unadjusted) in an active market for identical instrument.

Level 2. Inputs other than quoted price included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3. Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The main level of inputs used by the Company for its financial assets are derived and evaluated as follows:

	Level 1 (Rupees)	Level 2 (Rupees)	Level 3 (Rupees)
As at 31 December 2020			
Assets carried at fair value			
Equity instruments at fair value through P&L	4,235,300	-	-
As at 30 June 2020			
Assets carried at fair value			
Equity instruments at fair value through P&L	3,825,840	-	-

17 GENERAL

Figures have been rounded off to the nearest rupee, unless otherwise stated.

18 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized by the Board of Directors of the Company for issue on February 24, 2021

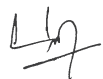
Lahore



Chief Executive Officer



Director



Chief Financial Officer

ڈائریکٹران کی جائزہ رپورٹ

معزز حصد اران

اسلام علیکم ورحمۃ اللہ وبرکاتہ

ڈائریکٹر 31 دسمبر 2020 کو مکمل ہونے والے نصف سال کیلئے غنی گلاس لمیٹڈ کے مالیاتی گوشوارے بعد آڈیٹران کی جائزہ رپورٹ بخوشی پیش کرتے ہیں۔ 31 دسمبر 2020 کو ختم ہونے والے 6 ماہ کے دوران کمپنی کی خالص آمدنی میں گزشتہ برس اسی عرصہ میں 9 ارب کے مقابلے میں 10 ارب روپے تک کا اضافہ ہوا۔ اوپر سے نیچے تک نفع میں خاطر خواہ اضافہ ہوا ہے کمپنی کا خام منافع پچھلے سال اسی عرصہ میں 1.5 ارب روپے کے مقابلے میں 2.6 ارب روپے ریکارڈ ہوا۔ کمپنی 1.8 ارب روپے کا خالص نفع کمانے میں کامیاب ہوئی جو کہ پچھلے سال اسی عرصہ میں 889 ملین روپے تھا اس سال کافی حصص نفع بڑھ کر 3.38 ارب روپے ہو گیا جو پچھلے سال اسی عرصہ میں 1.64 ارب روپے تھا۔

مالیاتی سرخیاں

مالیاتی سرخیاں	31 دسمبر 2020	31 دسمبر 2019
		(دے "000" میں)
خالص آمدنی	10,317	9,084
خام منافع	2,559	1,528
قبل از ٹیکس منافع	1,863	815
بعد از ٹیکس منافع	1,828	889
فی حصص منافع (دے)	3.38	1.64

بڑی صنعتوں کی پیداوار مسلسل بحالی طرف گامزن ہے۔ اور دسمبر 2020 تک اس میں 8.16 فیصد اضافہ ریکارڈ کیا گیا ہے۔ (مالی سال 2019: -5.3%)۔ مہنگائی کا تناسب 8.6 فیصد ریکارڈ کیا گیا۔ (چھ ماہ 2019: 11.1 فیصد) دسمبر 2020 میں سالانہ مہنگائی میں کمی ہوئی (2019: 12.6 فیصد) مالیاتی خسارہ خام قومی آمدنی کا 1.8 فیصد رہا۔ جبکہ پرائمری سرپلس میں 0.5 فیصد تک بہتری آئی۔ جولائی 2020 سے دسمبر 2020 تک کرنٹ کھاتے میں خام قومی آمدنی کے 0.8 فیصد تک بہتری آئی (دسمبر کے مہینے کے دوران خسارے کے علاوہ)۔

مستقبل پر نظر

22 دسمبر 2020 کو ہونے والے میٹنگ میں بورڈ آف ڈائریکٹرز نے 55% رائٹ شیئرز بحساب 10 روپے فی شیئر جاری کرنے کی منظوری دی۔ رائٹ الیٹو سے ملنے والی رقم سے نئی فلوٹ لائن کے منصوبے اور موجودہ دوسری لائینز کے توازن، جدید کاری اور تبدیلی (BMR) کیلئے استعمال ہوگی۔ منصوبے سے تجارتی پیداوار سال 2021 کی آخری سہ ماہی میں حاصل ہو جائے گی۔ نئی لائن لگانے سے پیداواری صلاحیت میں اضافہ ہوگا۔

اظہار تشکر

بورڈ اور انتظامیہ فارماسیوٹیکل، فوڈ اور مشروبات کے صنعتوں کی طرف سے ہماری مصنوعات کے معیار پر اعتماد اور مسلسل تعاون پر ان کی سپورٹرز ایگزیکٹو کا شکریہ ادا کرتے ہیں۔ ہم فلوٹ گلاس کے ڈیلروں اور گاہکوں کا بھی ہماری مصنوعات پر کئے گئے اعتماد پر شکریہ ادا کرتے ہیں۔ بورڈ اپنے سپلائرز، کنٹریکٹرز اور بیکروں کا بھی مشکور ہے۔ بورڈ اپنے تمام ملازمین کا ان کی محنت، عہد اور دیانتداری پر ان کا تہہ دل سے مشکور ہے۔



انوار احمد خان
ڈائریکٹر



انوار احمد خان
چیف ایگزیکٹو آفیسر

لاہور: فروری 2021، 24

Ghani

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