

# Ghani

THIRD QUARTER  
FINANCIAL  
STATEMENTS  
2020-21



Ghani Value Glass Limited

# CORPORATE INFORMATION

## **BOARD OF DIRECTORS**

### **Directors**

Mr. Awais Ahmad  
Mr. Imtiaz Ahmad Khan  
Mr. Anwaar Ahmad Khan  
Mr. Aftab Ahmad Khan  
Mr. Obaid Ghani  
Mr. Jubair Ghani  
Mr. Ibrahim Ghani  
Mr. Umair Ghani  
Mr. Muhammad Mushtaq  
Mr. Tahir Ghafoor Khan  
Mrs. Maryam Junaid  
Mr. Muhammad Ayub

## **CHAIRMAN**

Mr. Imtiaz Ahmad Khan

## **CHIEF EXECUTIVE OFFICER**

Mr. Anwaar Ahmad Khan

## **AUDIT COMMITTEE**

### **Chairman**

Mr. Awais Ahmad

### **Members**

Mr. Jubair Ghani  
Mrs. Maryam Junaid

## **HR & R COMMITTEE**

### **Chairman**

Mr. Awais Ahmad

### **Members**

Mr. Aftab Ahmad Khan  
Mr. Jubair Ghani

## **CHIEF FINANCIAL OFFICER**

Mr. Umer Farooq Khan

## **COMPANY SECRETARY**

Hafiz Muhammad Imran Sabir

## **AUDITORS**

EY Ford Rhodes  
Chartered Accountants

## **SHARE REGISTRAR**

Corplink (Pvt) Ltd  
Wings Arcade, 1-K Commercial Area  
Model Town, Lahore, Pakistan  
Phones : (042) 35916714, 35916719  
Fax : (042) 35869037

## **BANKERS**

Habib Metropolitan Bank Limited (Islamic)  
MCB Bank Limited (Islamic)  
Albaraka Bank (Pakistan) Limited  
Bank Alfalah Limited (Islamic)  
Askari Bank Limited (Islamic)  
Bank Al Habib (Islamic)  
The Bank of Punjab (Islamic)  
Dubai Islamic Bank

## **HEAD OFFICE & REGISTERED OFFICE**

40-L Model Town Extension, Lahore, Pakistan  
UAN: (042) 111 949 949, Fax:(042) 35172263  
E-mail : [info@ghanivalueglass.com](mailto:info@ghanivalueglass.com)  
<http://www.ghanivalueglass.com>

## **PLANT**

31-KM Sheikhpura Road, Mouza Beti Heriya,  
Tehsil Nankana Sahib, District Sheikhpura.  
Ph: (056) 3406171

# DIRECTORS' REPORT

Dear shareholders

Assalam-u-Alaikum Wa Rehmatullah Wa Barakatohu

The board of Directors of Ghani Value Glass Limited is pleased to present financial statements for the third quarter and nine months ended March 31, 2021.

During the nine months ended March 31, 2021, the Company registered Net Revenue of Rupees 1.9 billion.

Margins increased from top to bottom. During the period under review, the company earned Gross profit of Rupees 656 million. Net Profit was recorded as Rupees 344 million resulting the Earning per share of Rupees 5.92.

FINANCIAL INDICATORS	Nine Months ended	
	March 31, 2021	March 31, 2020
	Rupees '000'	
Sales	1,878,083	1,375,882
Gross profit	655,632	401,553
Net profit	343,517	188,904
Earning per share	5.92	3.57 <i>restated</i>

During the third quarter ended March 31, 2021, the positivity of large-scale manufacturing (LSM) continued (4.85% growth in February 2021). Remittances are also following positive trend (increase in March 2021 by 43%). Headline inflation surged to 9.05% YoY in March (8.70% YoY in February). For 9MFY21, CPI stood at 8.34% YoY. However, the third and more-contagious wave of the pandemic currently circulating in the country may negatively impact the growth forecast. It is expected that economy will grow by 1.3 percent in FY2021 and forecast for FY2022-23 is 2.7 percent (average).

## Future Outlook

The Board of Directors of the Company had approved the Scheme of Arrangement ("the Scheme") for the merger of Ghani Automobile Industries Limited (GAIL) with and into Ghani Value Glass Limited (GVGL). The matter is pending with the Lahore High Court, Lahore.

## Acknowledgment


On behalf of the Directors, we are pleased to record our appreciation for our customers, employees, suppliers, shareholders and financial institutions for their trust in the management of the company.

We thank Allah Subhanatallah for blessing all of us and your company. We all should continue our endeavors to fully obey the commandments of Almighty Allah and Sunnah of our Prophet Muhammad" (Sallallahu-Alaihe-Wasallum).

On behalf of the Board of Directors

Lahore: April 24, 2021

  
**Anwaar Ahmed Khan**  
Chief Executive Officer

  
**Aftab Ahmed Khan**  
Director

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

AS AT 31 MARCH 2021

	Note	UNAUDITED Mar 31, 2021 Rupees	AUDITED June 30, 2020 Rupees
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	5	525,121,139	484,514,882
Long term advances and deposits		9,930,335	9,930,335
		<b>535,051,474</b>	494,445,217
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		65,479,644	49,580,718
Stock in trade		195,020,262	239,336,235
Trade debts - unsecured, considered good		51,754,134	149,367,131
Advances and other receivables		36,618,616	10,454,871
Tax Refund due from Government		199,335,156	209,532,149
Cash and bank balances		547,536,351	161,502,146
		<b>1,095,744,162</b>	819,773,250
		<b>1,630,795,636</b>	1,314,218,467
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorised Capital</b>			
65,000,000 (30 June 2020: 65,000,000) ordinary shares of Rs.10/- each (30 June 2019: Rs 10/- each).		650,000,000	650,000,000
<b>Issued, subscribed and paid up capital</b>		580,312,730	580,312,730
<b>Capital reserves</b>			
Revaluation surplus on property, plant and equipment		144,619,706	144,619,706
<b>Revenue reserves</b>			
General reserve		3,680,000	3,680,000
Unappropriated profit		565,937,632	222,420,244
		<b>569,617,632</b>	226,100,244
		<b>1,294,550,068</b>	951,032,680
<b>NON CURRENT LIABILITIES</b>			
Deferred taxation		9,363,513	27,476,858
<b>CURRENT LIABILITIES</b>			
Trade and other payables		282,215,866	307,873,825
Contract liabilities		42,157,056	25,325,970
Unclaimed dividends		2,509,134	2,509,134
		<b>326,882,056</b>	335,708,929
		<b>1,630,795,636</b>	1,314,218,467
<b>CONTINGENCIES AND COMMITMENTS</b>	6	-	-

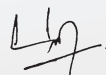
The annexed notes from 1 to 8 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

**Ghani Value Glass Limited**

# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED 31 MAR 2021

	<b>Three Month Period Ended</b>		<b>Nine Month Period Ended</b>	
	<b>March, 31 2021 Rupees</b>	March, 31 2020 Rupees	<b>March, 31 2021 Rupees</b>	March, 31 2020 Rupees
<b>Sales-net</b>	<b>725,913,445</b>	440,504,429	<b>1,878,082,541</b>	1,375,881,765
Cost of sales	<b>(447,242,464)</b>	(303,300,151)	<b>(1,222,450,312)</b>	(974,328,810)
<b>Gross profit</b>	<b>278,670,981</b>	137,204,279	<b>655,632,229</b>	401,552,956
Distribution cost	<b>(14,532,051)</b>	(5,766,833)	<b>(27,130,546)</b>	(22,182,929)
Administrative expenses	<b>(72,884,575)</b>	(60,312,284)	<b>(220,745,427)</b>	(188,134,825)
Other operating expenses	<b>(13,431,700)</b>	(3,364,569)	<b>(30,758,162)</b>	(13,203,862)
	<b>(100,848,326)</b>	(69,443,686)	<b>(278,634,135)</b>	(223,521,616)
<b>Operating Profit</b>	<b>177,822,655</b>	67,760,593	<b>376,998,094</b>	178,031,340
Other operating income	<b>13,370,603</b>	7,685,349	<b>29,069,180</b>	18,859,283
<b>Profit before tax</b>	<b>191,193,258</b>	75,445,942	<b>406,067,274</b>	196,890,623
Taxation	<b>(36,136,223)</b>	(7,652,201)	<b>(62,549,886)</b>	(7,987,017)
<b>Profit after tax</b>	<b>155,057,035</b>	67,793,742	<b>343,517,388</b>	188,903,606
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>155,057,035</b>	67,793,742	<b>343,517,388</b>	188,903,606
<b>Earnings per share - basic and diluted</b>	<b>2.67</b>	0.34	<b>5.92</b>	3.57
		(Restated)		(Restated)

The annexed notes from 1 to 8 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED 31 MAR 2021

	Note	2021 (Rupees)	2020 (Rupees)
Profit for the period		343,517,388	188,903,606
<b>Other comprehensive income:</b>			
Items that will not be reclassified subsequently to profit or loss			
Surplus on revaluation of freehold land		-	-
Items that may be reclassified subsequently to profit or loss		-	-
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>343,517,388</b>	<b>188,903,606</b>

The annexed notes from 1 to 8 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE PERIOD ENDED 31 MAR 2021

	Issued, subscribed and paid up capital	Share deposit Money	Revenue Reserves		Capital Reserve	Total
			General Reserve	Unappropriated profit/ (Accumulated loss)	Revaluation surplus on Property, Plant & Equipment	
			Rupees			
Balance as at 01 July 2019-Audited	374,395,310	-	3,680,000	316,094,704	144,619,706	838,789,720
Final Dividend Jun-19				(74,879,062)		(74,879,062)
Ist Interim Dividend Sep-19				(74,879,062)		
Second Interim Dividend Dec-19				(174,093,819)		
Addition in paid up Capital	205,917,420					
Profit for the year				188,903,606		36,276,314
Balance as at 31 Mar 2020-unaudited	580,312,730	-	3,680,000	181,146,367	144,619,706	909,758,803
Balance as at 01 July 2020-Audited	580,312,730	-	3,680,000	222,420,244	144,619,706	951,032,680
Profit for the year				343,517,388		343,517,388
Balance as at 31 Mar 2021-unaudited	580,312,730	-	3,680,000	565,937,632	144,619,706	1,294,550,068



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE PERIOD ENDED 31 MARCH 2021

	Mar 31, 2021 Rupees	Mar 31, 2020 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit for the period before taxation	406,067,274	196,890,623
Adjustments for non-cash charges and other items:		
Depreciation	27,852,631	26,942,865
Provision for WPPF	21,841,272	10,504,724
Provision for WWF	8,299,683	2,604,292
Finance cost	-	21,279,042
Unrealised exchange loss	-	94,846
Fair value gain on re-measurement of investments	-	(3,536,740)
Profit on savings account	(9,003,484)	-
	455,057,377	254,779,651
<b>Working capital adjustments</b>		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(15,898,926)	(1,250,313)
Stock-in-trade	44,315,973	(96,694,881)
Trade debts	97,612,997	(11,308,157)
Loans and advances	(26,163,745)	(2,900,179)
Increase / (decrease) in current liabilities:		
Trade and other payables	(41,977,445)	98,281,945
Short term loans - net	16,831,086	1,186,773
Contract liabilities		
	74,719,939	(12,684,813)
<b>CASH GENERATED FROM OPERATIONS</b>	529,777,316	242,094,838
Taxes paid	(68,160,373)	(43,309,119)
WPPF paid	(16,127,333)	(15,139,300)
Finance Cost	-	(94,846)
Profit on bank deposit received	-	3,536,740
<b>NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES</b>	445,489,609	187,183,160
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure incurred	(68,458,888)	(62,719,383)
Proceeds from Sale of Scrap	-	(11,185,447)
Profit on savings account received	9,003,484	-
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	(59,455,404)	(73,904,830)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Share Deposit Money	-	205,917,420
Dividend paid	-	(323,851,943)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	-	(117,934,523)
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	386,034,205	(4,656,193)
<b>CASH AND CASH EQUIVALENTS- At the beginning of the period</b>	161,502,146	67,253,862
<b>CASH AND CASH EQUIVALENTS- At the end of the period</b>	547,536,351	62,597,669

The annexed notes from 1 to 8 form an integral part of these financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER



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

**FOR THE PERIOD ENDED 31 Mar 2021**

## **1 LEGAL STATUS AND NATURE OF BUSINESS**

Ghani Value Glass Limited (the Company) was incorporated in Pakistan on 17 March, 1967 as a Public Limited Company and is listed on Pakistan Stock Exchange. The principal activity of company is manufacturing and sale of mirror and tempered glass. The Company's registered office is at 40-L, Model Town Extension, Lahore.

## **2 STATEMENT OF COMPLIANCE**

This interim financial information of the Company for the quarter ended March 31, 2021 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provision of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

This interim financial information is un-audited and is being submitted to shareholders, as required by section 237 of the Companies Act, 2017.

## **3 BASIS OF PREPARATION**

This interim financial information does not include all the information and disclosures required in annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June 30, 2020.

The accounting policies adopted for the preparation of this interim financial information are same as those applied in the preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2020.

The Company has adopted the following amended IFRS and IFRIC interpretation which became effective during the period:

IFRS 2 - Share-based Payments - Classification and Measurement of Share-based Payments Transactions (Amendments)

IFRS 4 - Insurance Contracts: Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts- (Amendments)

IFRS 9-Financial instruments

IFRS 15-Revenue from Contracts with Customers

IAS 40-Investment Property: Transfer of Investment Property (Amendments)

IFRIC 22- Foreign Currency Transactions and Advance Consideration

The adoption of the above amendments did not have any effect on the interim financial information however, the management is in the process of assessing the impact of changes laid down by IFRS 9 on its financial statements.

## **4 ACCOUNTING ESTIMATES AND JUDGMENTS**

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

5 PROPERTY, PLANT AND EQUIPMENT		Note	Un-audited 31 Mar 2021	Audited 30 June 2020
		Rupees	Rupees	
Operating fixed assets-Tangible	5.1	479,385,177	484,514,882	
Capital work in progress		45,735,962	-	
		525,121,139	484,514,882	
5.1 Operating fixed assets - tangible		Un-audited 31 Mar 2021	Audited 30 June 2020	
		Rupees	Rupees	
Opening book value		484,514,882	450,412,495	
Additions during the period / year:				
- Buildings on freehold land		3,973,604	50,281,877	
- Plant and machinery		12,894,279	7,259,913	
- Plant Equipment		2,333,467	1,173,456	
- Furniture & fixture		39,400	98,600	
- Computers		1,210,488	356,140	
-Office Equipment		846,551	492,656	
- Vehicles		1,558,385	11,405,575	
		22,856,174	71,068,217	
Less: Depreciation charge for the period / year		(27,985,879)	(36,965,830)	
Closing book value		479,385,177	484,514,882	

## 6 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingencies and commitments since the last audited financial statements for the year ended 30 June 2020.

## 7 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise companies with common directorship, directors and key management personnel. Details of transactions with associated undertakings during the year, other than those which have been disclosed elsewhere in this financial information, are as follows:

Relationship within group	Nature of transactions	Unaudited Mar-21	Unaudited Mar-20
		Rupees	Rupees
Associated undertakings			
	Ghani Glass Limited		
	Purchase of goods	945,626,804	806,101,299
	Sales of Mirror and Tempering services	12,755,022	15,256,770
	Sales of Offline Glass	34,509,575	-
	Sales of cullet	18,117,509	6,105,570
	Shared expenses	4,464,600	2,925,187
	Rental income	9,027,238	3,676,503
Ghani automobile Industries	Purchase of bikes	52,000	47,000
Ghani Foundation	Donation	48,731,716	34,548,695
Directors	Right Shares issue	-	205,917,420
Staff Retirement Benefit	Payment to Provident Fund	21,233,452	20,400,802
Key Management Personnel	Salaries and other employee benefits	133,580,588	101,767,905

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

These financial information were authorized for issue by the Board of Directors of the Company on April 24, 2021.

## 8 GENERAL

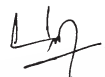
Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

## ڈائریکٹر ان کی جائزہ رپورٹ

معزز حصص داران

اسلام علیکم ورحمۃ اللہ وبرکاتہ

غنی ویلیو گلاس لمیٹڈ کے ڈائریکٹر ان 31 مارچ 2021 کو مکمل ہونی والی سہ ماہی اور نو مہینوں کیلئے مالیاتی گوشوارے بخوشی پیش کرتے ہیں۔

31 مارچ 2021 کو مکمل ہونے والے نو مہینوں کے دوران کمپنی کی خالص آمدنی 1.9 ارب روپے رجسٹرڈ ہوئی نفع اوپر سے نیچے تک بڑھ گیا۔ زیر خوردت کے دوران کمپنی نے 656 ملین روپے خام منافع کمایا خالص نفع 344 ملین روپے ریکارڈ ہوا جس کے نتیجے میں فی حصص نفع 5.92 روپے ہو گیا۔

مالیاتی اعشاریے	31 مارچ 2021	31 مارچ 2020
		(روپے '000 میں)
آمدنی	1,878,083	1,375,882
خام منافع	655,632	401,553
خالص نفع	343,517	188,904
فی حصص نفع (روپے)	5.92	3.57 <i>restated</i>


31 مارچ 2021 کو ختم ہونی والی تیسری سہ ماہی کے دوران کمپنی کے دوران، بڑے پیمان پر مینوفیکچرنگ مثبت طور پر قرار رہی (فروری 2021 میں 4.85 فیصد اضافہ) ترسیلات میں بھی مثبت رجحان کی پیروی ہوئی (مارچ 2021 میں 43 فیصد تک اضافہ) مارچ میں سیڈ لائن افراط زر 9.05 فیصد (فروری میں 8.70 فیصد) تک پہنچ گیا تاہم ملک میں فی الحال گردش کرنے والی وبا کی تیسری اور زیادہ متعدی لہر کی پیش گوئی کو منفی طور پر متاثر کر سکتی ہے۔ توقع کی جاتی ہے کہ سال 2021 میں معیشت میں 1.3 فیصد اضافہ ہوگا اور سال 2022-23 کی پیش گوئی 2.7 فیصد (اوسط) ہے۔


### مستقبل پر نظر:

کمپنی کے بورڈ آف ڈائریکٹرز نے غنی آٹو موٹیل انڈسٹریز لمیٹڈ (GAIL) اور غنی ویلیو گلاس (GVGL) لمیٹڈ کے انتظام کے لئے سیکم آف اربنجنٹ کی منظوری دی ہے یہ معاملہ لاہور ہائی کورٹ، لاہور میں زیر سماعت ہے۔

### اظہار تشکر

ہم ڈائریکٹر ان کی طرف سے اپنے گاہکوں، ملازمین، سپلائرز، حصص داران اور مالیاتی اداروں کے کمپنی کی انتظامیہ پر کئے گئے اعتماد پر ان کے مشکور ہیں۔ ہم اپنے اور کمپنی کے اوپر کی گئی رحمت پر اللہ سبحانہ و تعالیٰ کے شکر گزار ہیں۔ ہمیں چاہئے کہ ہم اللہ کے احکامات اور نبی ﷺ کی سنت کی مکمل پیروی کیلئے مسلسل جدوجہد کریں۔

  
آفتاب احمد خان  
ڈائریکٹر

  
انوار احمد خان  
چیف ایگزیکٹو آفیسر

لاہور: اپریل 2021-24



# Ghani Value Glass Limited

**Head Office:** ▲

40-L Model Town Extension, Lahore-Pakistan

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**Web:** [www.ghanivalueglass.com](http://www.ghanivalueglass.com)