



Faith
Experience
Innovation
Growth

3rd Quarter

March 31, 2025

Ghani Chemical Industries Limited

Manufacturers of Medical / Industrial Gases & Chemicals



CORPORATE INFORMATION

BOARD OF DIRECTORS

Masroor Ahmad Khan
(Chairman)
Hafiz Farooq Ahmad
(Chief Executive Officer)
Atique Ahmad Khan
Rabia Atique
Muhammad Hanif
Hafiz Imran Lateef
Shiekh Muhammad Saleem Ahsan

CHIEF FINANCIAL OFFICER

Asim Mahmud

COMPANY SECRETARY

Farzand Ali

LEGAL ADVISOR

Asif Mahmood Khan, Advocate
DSK Law Firm, Lahore.

REGISTERED/CORPORATE OFFICE

10-N, Model Town Ext, Lahore.
UAN: 111 GHANI 1 (442-641)
Fax: (092) 042-35160393
E-mail: info.gases@ghaniglobal.com
Website: www.ghaniglobal.com

REGIONAL MARKETING OFFICE

C-7/A, Block F, Gulshan-e-Jamal
Rashid Minhas Road, Karachi.
Ph: 021-34572150

MANUFACTURING PLANTS

- Phool Nagar, Tehsil Pattoki.
Distt. Kasur, Punjab.
- Eastern Industrial Zone, Port Qasim,
Karachi, Sindh.
- Hattar Special Economic Zone,
Distt. Haripur, KPK.

SHARE REGISTRAR

Corplink (Private) Limited
Wings Arcade, 1-K Commercial,
Model Town, Lahore-Pakistan.
Tell: 042-35916714

BOARD COMMITTEES

Audit & Risk Management Committee

Shiekh Muhammad Saleem Ahsan
(Chairman)
Masroor Ahmad Khan
Rabia Atique

HR&R and Compensation Committee

Hafiz Imran Lateef
(Chairman)
Rabia Atique
Hafiz Farooq Ahmad
Muhammad Hanif

BANKERS

Albaraka Bank (Pakistan) Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Bank Islami (Pakistan) Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metro Bank Limited
JS Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Soneri Bank Limited
The Bank of Punjab
The Bank of Khyber

EXTERNAL AUDITORS

ShineWing Hameed Chaudhri & Co.
Chartered Accountants

SHARIAH ADVISOR (SUKUK)

Al Halal Shariah Advisors (Private) Limited

CREDIT RATING

Long term rating A
Short term rating A1
(by The Pakistan Credit Rating Agency Limited)

DIRECTORS' REVIEW

DEAR SHAREHOLDERS,

Assalam-o-Alaikum Wa RehmatUllah Wa BarakatoH

The directors of your Company (**Ghani Chemical Industries Limited**) are pleased to present the unaudited condensed interim financial statement of the Company for the nine months ending March 31, 2025, in compliance with the requirements of Companies Act, 2017.

FINANCIAL PERFORMANCE

By the grace of Almighty Allah your Company has succeeded in achieving excellent performance. Sales closed at Rs. 6,266 million mark whereas it was Rs. 4,300 million during the same period last year by showing more than 46% increase. Gross profit increased to Rs. 2,500 million from Rs. 1,167 million as compared to the same period of last year. Distribution cost and administrative cost incurred during the period is Rs. 123 million and Rs. 196 million whereas for the comparative period it was Rs. 114 million and Rs. 169 million, respectively. Your Company earned Profit from operations amounting to Rs. 2,282 million whereas it was Rs. 1,244 million during the same period of last year by showing more than 83% increase.

Despite increase in Finance cost to Rs. 314 million from Rs. 297 million and Taxation to Rs. 739 million from Rs. 280 million, your Company earned profit after taxation amounting to Rs. 1,227 million whereas it was Rs. 666 million during the same period of last year showing 83% increase. Resultantly, your Company's EPS has increased from Rs. 1.34 to Rs. 2.45 as compared with the same period of last year.

A comparison of the key financial results of your Company for the period ending March 31, 2025 with the same period of last year is as under:

Particulars	30-Mar-25	30-Mar-24
	(Rupees in'000)	(Rupees in'000)
Sales	6,265,838	4,300,660
Sales – net	5,334,130	3,645,771
Gross profit	2,500,818	1,167,419
Distribution cost	(123,545)	(114,069)
Administrative expenses	(196,372)	(169,957)
Profit from operations	2,281,766	1,243,730
Finance cost	(314,892)	(297,695)
Profit after taxation	1,227,287	665,863
Earnings per share-basic	2.45	1.34

SETUP OF 5TH ASU PLANT

By the grace of Almighty Allah Your Company has formally commenced its commercial operations as Pakistan's largest unit with production capacity of 275TPD and with this addition the Company's 5th State-of-the-Art medical as well as industrial gases manufacturing project setup at Hattar Special Economic Zone elevated it to become the Leading Manufacturer of this sector. The management of your Company is of the firm view that by addition of this project the Company's turnover and bottom line is expected to increase in the near future by more than expectations of its shareholders and stakeholders, In Shaa Allah.

FUTURE PROSPECTS

Your Company has stepped forward to enter into other business areas for setup of 450 MT capacity, LPG Storage and Filling Plant (the Plant) at Phool Nagar, District Kasur for operations all over the country through M/s Ghani Gases (Private) Limited (GGPL/ one of the wholly owned subsidiary of GCIL). For this purpose GGPL has recently obtained License from Oil and Gas Regulatory Authority, Islamabad. After completing other requisite formalities/approvals, this subsidiary (GGPL) will commence construction work for setting up this Plant in due course of time, In Shaa Allah.

DEMERGER / MERGER SCHEME

The Honorable Lahore High Court, Lahore has sanctioned demerger/merger scheme of compromises, arrangement and reconstruction amongst Ghani Chemical Industries Limited (GCIL), Ghani ChemWorld Limited (GCWL) and Ghani Products (Private) Limited (GPL) vide its order dated 20-02-2025 in C.O. No. 65259 of 2024.

In terms of the approved Scheme, the whole of the business and undertaking of Calcium Carbide Project (being setup in Hattar Special Economic Zone) including all assets, liabilities and properties have been transferred by the Company to GCWL against allotment of 250,093,950 (Rs. 10 each) ordinary shares of GCWL to the shareholders of GCIL on April 16, 2025.

Further, as a result of Demerger/ Merger Scheme, paid up share capital of GCIL has increased by 70,263,960 ordinary shares (Rs.10 each) by allotment of 70 Million shares to GCWL on April 17, 2025 and 263,960 shares to the shareholders of GPL on April 18, 2025.


INTERIM CASH DIVIDEND

The board of directors of your Company in its meeting held on 28 February 2025 has announced the payment of Interim Cash Dividend at the rate of Rs. 0.60 per share (6%) on the basis of half yearly financial statements of the Company for the period ending December 31, 2024 which has been credited electronically into the designated bank accounts of the shareholders of the Company on March 21, 2025.

ACKNOWLEDGEMENTS

Indeed, all growth in the business of the Company was not possible without the Will and Blessings of ALMIGHTY ALLAH. The Board of Directors wishes to express its gratitude to valued shareholders, banks/financial Institutions, 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.

For and behalf of Board of Directors



HAFIZ FAROOQ AHMAD
(Chief Executive Officer)



ATIQUE AHMAD KHAN
(Director)

Lahore:
April 29, 2025

ہے۔ آپ کی کمپنی کی انتظامیہ کا پختہ خیال ہے کہ اس منصوبے کے اضافے سے مستقبل قریب میں کمپنی کے ٹرن اوور اور باٹم لائن میں اس کے شیئر ہولڈرز اور اسٹیک ہولڈرز کی توقعات سے کہیں زیادہ اضافہ متوقع ہے، انشاء اللہ۔

مستقبل کے امکانات

آپ کی کمپنی نے ضلع قصور کے پھول نگر میں 450 میٹر ٹکن گنجائش، ایل پی جی اسٹوریج اور فلنگ پلانٹ (پلانٹ) قائم کرنے کے لئے دیگر کاروباری شعبوں میں قدم رکھا ہے تاکہ میسرغنی گیسز (پرائیویٹ) لمیٹڈ (جی پی ایل) / جی سی آئی ایل کی مکمل ملکیتی تحت کمپنیوں میں سے ایک کے ذریعے ملک بھر میں آپریشنز کیے جاسکیں۔ اس مقصد کے لئے جی پی ایل نے حال ہی میں آئل اینڈ گیس ریگولیٹری اتھارٹی اسلام آباد سے لائسنس حاصل کیا ہے۔ دیگر ضروری رسی کارروائیوں / منظور یوں کو مکمل کرنے کے بعد یہ ذیلی ادارہ (جی پی ایل) انشاء اللہ مقررہ وقت میں اس پلانٹ کے قیام کے لیے تعمیراتی کام شروع کر دے گا۔

غیر انضمام / انضمام اسکیم

لاہور ہائی کورٹ نے غنی کیمیکل انڈسٹریز لمیٹڈ (جی سی آئی ایل)، غنی کیم ورلڈ لمیٹڈ (جی سی ڈبلیو ایل) اور غنی پروڈکٹس (پرائیویٹ) لمیٹڈ (جی پی ایل) کے درمیان 20 فروری 2025 کے سی او نمبر 65259 میں سمجھوتوں، انتظامات اور تعمیر نو کی انضمام کی اسکیم کی منظوری دے دی ہے۔

منظور شدہ اسکیم کے مطابق کلیشیم کاربائیڈ پروجیکٹ (ھٹاراسٹیل اکناک زون میں قائم) کا سارا کاروبار اور کام کمپنی کی جانب سے 16 اپریل 2025 کو جی سی آئی ایل شیئر ہولڈرز کو جی سی ڈبلیو ایل کے 250,093,950 (10 روپے) کے عام حصص الاٹ کر کے جی سی ڈبلیو ایل کو منتقل کر دیے گئے ہیں۔

مزید برآں غیر انضمام / انضمام اسکیم کے نتیجے میں جی سی آئی ایل کے ادا شدہ حصص کے سرمائے میں جی سی ڈبلیو ایل کو 17 اپریل 2025 میں 70 ملین حصص اور جی پی ایل کے حصص ہولڈرز کو 18 اپریل 2025 میں 263,960 حصص کی الاٹمنٹ سے 70,263,960 عام حصص (ہر ایک 10 روپے) کا اضافہ ہوا ہے۔

عبوری نقد منافع

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز نے 28 فروری 2025 کو منعقدہ اپنے اجلاس میں 31 دسمبر 2024 کو ختم ہونے والی مدت کے لئے کمپنی کے ششماہی مالی گوشواروں کی بنیاد پر 0.60 روپے فی حصص (6 فیصد) کی شرح سے عبوری نقد منافع کی ادائیگی کا اعلان کیا تھا، جسے 21 مارچ 2025 کو کمپنی کے شیئر ہولڈرز کے نامزد بینک اکاؤنٹس میں الیکٹرانک طور پر جمع کر دیا گیا ہے۔

اعتراف

یقیناً کمپنی کے کاروبار میں تمام تر ترقی اللہ تعالیٰ کی مرضی اور برکت کے بغیر ممکن نہیں تھی۔ بورڈ آف ڈائریکٹرز قابل قدر شیئر ہولڈرز، بینکوں / مالیاتی اداروں اور سپلائرز کا ان کی مسلسل حمایت، تعاون اور سرپرستی پر شکریہ ادا کرنا چاہتے ہیں۔ ہم کمپنی کے ایگزیکٹوز، عملے اور کارکنوں کی لگن، سخت محنت کو بھی رکارڈ پر رکھنا چاہتے ہیں۔

عتیق احمد خان
(ڈائریکٹر)

حافظ فاروق احمد
(چیف ایگزیکٹو آفیسر)

لاہور

29 اپریل 2025ء

ڈائریکٹرز رپورٹ

پیارے شیئر ہولڈرز

السلام علیکم ورحمۃ اللہ وبرکاتہ

آپ کی کمپنی کے ڈائریکٹرز کو کمپنیز ایکٹ 2017 کے تقاضوں کی تعمیل میں 31 مارچ 2025 کو ختم ہونے والی نو ماہی کے لئے کمپنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشواروں کو پیش کرنے پر خوشی ہے۔

مالی کارکردگی

اللہ تعالیٰ کے فضل و کرم سے آپ کی کمپنی بہترین کارکردگی کے حصول میں کامیاب ہوئی ہے۔ کمپنی کی سیل 45 فیصد اضافے سے 6,266 ملین روپے پر بند ہوئی جبکہ گزشتہ سال کے اسی عرصے کے دوران یہ 4,300 ملین روپے تھی۔ مجموعی منافع گزشتہ سال کے اسی عرصے کے مقابلے میں 1167 ملین روپے سے بڑھ کر 2500 ملین روپے ہو گیا۔ اس عرصے کے دوران تقسیمی لاگت اور انتظامی لاگت 123 ملین روپے اور انتظامی لاگت 196 ملین روپے ہے جبکہ تقابلی مدت کے لئے یہ بالترتیب 114 ملین روپے اور 169 ملین روپے تھی۔ آپ کی کمپنی نے آپریشنز سے 2,282 ملین روپے کا منافع کمایا جبکہ گزشتہ سال کے اسی عرصے کے دوران یہ 1,244 ملین روپے تھا۔

فنانس لاگت 297 ملین روپے سے بڑھ کر 314 ملین روپے اور ٹیکسیشن 280 ملین روپے سے بڑھ کر 739 ملین روپے تک پہنچ جانے کے باوجود آپ کی کمپنی نے بعد از ٹیکس منافع 1227 ملین روپے کمایا جبکہ گزشتہ سال کے اسی عرصے میں یہ 666 ملین روپے تھا جو 83 فیصد اضافے کو ظاہر کرتا ہے۔ اس کے نتیجے میں کمپنی کی EPS پچھلے سال کی اسی مدت کے مقابلے میں 1.34 روپے سے بڑھ کر 2.45 روپے ہو گئی ہے۔

31 مارچ، 2025 کو ختم ہونے والی مدت کے لئے آپ کی کمپنی کے کلیدی مالی نتائج کا پچھلے سال کی اسی مدت کے ساتھ موازنہ درج ذیل ہے:

Particulars	30-Mar-25 (Rupees in'000)	30-Mar-24 (Rupees in'000)
Sales	6,265,838	4,300,660
Sales – net	5,334,130	3,645,771
Gross profit	2,500,818	1,167,419
Distribution cost	(123,545)	(114,069)
Administrative expenses	(196,372)	(169,957)
Profit from operations	2,281,766	1,243,730
Finance cost	(314,892)	(297,695)
Profit after taxation	1,227,287	665,863
Earnings per share-basic	2.45	1.34

پانچویں اے ایس یو پلانٹ کا سیٹ اپ

اللہ تعالیٰ کے فضل و کرم سے آپ کی کمپنی نے 275 ٹی پی ڈی کی پیداواری صلاحیت کے ساتھ پاکستان کے سب سے بڑے یونٹ کی حیثیت سے اپنے کمرشل آپریشنز کا باقاعدہ آغاز کر دیا ہے۔ حطار اسپیشل اکنامک زون میں قائم کمپنی کا پانچواں جدید ترین طبی اور صنعتی گیس مینوفیکچرنگ پروجیکٹ اس شعبے کا معروف مینوفیکچر

GHANI CHEMICAL INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		March 31, 2025 Un-audited	June 30, 2024 Audited
ASSETS	Note	Rupees in thousand	
Non-current assets			
Property, plant and equipment	6	9,200,178	10,568,886
Right of use assets		535,731	547,649
Intangible assets		1,479	1,479
Investments		20,575	20,075
Long term deposits		66,616	66,616
		<u>9,824,579</u>	<u>11,204,705</u>
Current assets			
Stores, spares and loose tools		387,718	362,135
Stock-in-trade		206,404	160,587
Trade debts		2,302,203	2,142,223
Loan and advances	7	1,575,063	1,336,248
Deposits, prepayments and other receivables		296,825	590,358
Tax refunds due from Government		83,483	93,841
Prepaid levies		1,846	516
Advance income tax		360,691	421,970
Short term Investment		0	100,000
Cash and bank balances		458,501	468,054
		<u>5,672,734</u>	<u>5,675,932</u>
Total assets		<u>15,497,313</u>	<u>16,880,637</u>
Equity and liabilities			
Share capital and reserves			
Share capital		5,001,879	5,001,879
Share premium		0	164,011
Revaluation surplus on freehold and leasehold land		0	735,087
Merger reserve		0	1,342,746
Share to be issued under scheme	8	702,640	0
Unappropriated profit		2,669,948	2,609,851
Total equity		<u>8,374,467</u>	<u>9,853,574</u>
Non-current liabilities			
Long term finances	9	1,535,331	1,640,536
Redeemable capital - Sukuk		0	800,000
Long term security deposits		79,076	70,136
Lease liabilities		5,647	5,858
Deferred liabilities		987,268	832,854
		<u>2,607,322</u>	<u>3,349,384</u>
Current liabilities			
Trade and other payables	10	471,279	313,738
Contract liabilities - advances from customers		302,315	644,340
Accrued profit		208,036	336,120
Unclaimed dividend		4,733	491
Short term borrowings		2,599,448	1,580,482
Current portion of non-current liabilities		341,547	486,870
Provision for tax levies		967	212,217
Taxation		587,199	103,421
		<u>4,515,524</u>	<u>3,677,679</u>
Total liabilities		<u>7,122,846</u>	<u>7,027,063</u>
Contingencies and commitments	11		
Total equity and liabilities		<u>15,497,313</u>	<u>16,880,637</u>

The annexed notes form an integral part of these unconsolidated condensed interim financial

Hafiz Farooq Ahmad
(Chief Executive Officer)

Asim Mahmud
(Chief Financial Officer)

Atique Ahmad Khan
(Director)

GHANI CHEMICAL INDUSTRIES LIMITED
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Un-audited)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2025**

	Nine months period ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		Restated		Restated
Note	----- Rupees in '000 -----			
Sales	6,265,838	4,300,660	1,965,195	1,390,115
Less: sales tax	(931,708)	(654,889)	(296,875)	(209,380)
Sales - net	5,334,130	3,645,771	1,668,320	1,180,735
Cost of sales	(2,833,312)	(2,478,352)	(653,504)	(875,699)
Gross profit	2,500,818	1,167,419	1,014,816	305,036
Distribution cost	(123,545)	(114,069)	(54,919)	(34,980)
Administrative expenses	(196,372)	(169,957)	(64,027)	(61,789)
Other expenses	(147,535)	(72,312)	(58,641)	(18,402)
Other income	248,400	432,649	47,062	156,127
	(219,052)	76,311	(130,525)	40,956
Profit from operations	2,281,766	1,243,730	884,291	345,992
Finance cost	(314,892)	(297,695)	(97,919)	(86,167)
Profit before taxation, minimum and final tax levies	1,966,874	946,035	786,372	259,825
Minimum and final tax levies	(967)	0	139	117,941
Profit before taxation	1,965,907	946,035	786,511	377,766
Taxation	(738,620)	(280,172)	(272,274)	(167,928)
Profit before taxation	1,227,287	665,863	514,237	209,838
Other comprehensive income	0	0	0	0
Total comprehensive income for the period	1,227,287	665,863	514,237	209,838
Earnings per share	----- Rupees -----			
- Earnings per share - basic	12 2.45	1.34	1.03	0.42
- Earnings per share - Diluted	2.38	0	1.00	0

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Hafiz Farooq Ahmad
(Chief Executive Officer)

Asim Mahmud
(Chief Financial Officer)

Atique Ahmad Khan
(Director)

GHANI CHEMICAL INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

Share capital	Capital reserves				Revenue reserve - unappropriated profit / (accumulated loss)	Total
	Share premium	Share to be issued under scheme	Revaluation surplus on freehold and leasehold land	Merger reserve		
----- Rupees in thousand -----						
5,001,879	164,011	0	497,278	1,342,746	1,824,044	8,829,958
0	0	0	0	0	665,863	665,863
5,001,879	164,011	0	497,278	1,342,746	2,489,907	9,495,821
5,001,879	164,011	0	735,087	1,342,746	2,609,851	9,853,574
0	0	0	0	0	(300,113)	(300,113)
0	(164,011)	702,640	(735,087)	(1,342,746)	(867,077)	(2,406,281)
0	0	0	0	0	1,227,287	1,227,287
5,001,879	0	702,640	0	0	2,669,948	8,374,467

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Hafiz Farooq Ahmad
(Chief Executive Officer)



Asim Mahmud
(Chief Financial Officer)




Atique Ahmad Khan
(Director)


GHANI CHEMICAL INDUSTRIES LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Nine months period ended	
	March 31	March 31
	2025	2024
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period - before taxation	1,966,874	946,035
Adjustments for non-cash charges and other items:		
Finance cost	314,892	297,695
Depreciation	152,210	127,839
Amortisation of right-of-use assets	11,918	10,135
Gain on disposal of operating fixed assets	(6,063)	(57,611)
Gas Infrastructure Development Cess	0	403
Loss on forward foreign exchange contract	72	672
Amortisation of deferred income	(3,313)	0
Merger / demerger adjustments		
Share to be issued under scheme	702,640	0
Share premium	(164,011)	0
Revaluation surplus on freehold and leasehold land	(735,087)	0
Merger reserve	(1,342,746)	0
Unappropriated profit	(867,077)	0
Profit before working capital changes	30,309	1,325,168
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(25,583)	(126,494)
Stock-in-trade	(45,817)	(347,631)
Trade debts	(159,980)	(473,687)
Loan and advances	(238,815)	76,066
Deposits, prepayments and other receivables	293,533	(81,473)
Short term Investment	100,000	731,000
Tax refunds due from Government	10,358	(77,659)
(Decrease) / increase in current liabilities:		
Contract liabilities - advances from customers	(342,025)	354,626
Trade and other payables	157,470	89,120
	(250,859)	143,868
Cash (used in) / generated from operations	(220,550)	1,469,036
Income tax (paid)/ refund received - net	(249,383)	(123,256)
Net cash (used in) / generated from operating activities	(469,933)	1,345,780
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(1,037,108)	(2,876,616)
Assets transfer to CAC project	2,239,857	0
Proceeds from sale of operating fixed assets	19,811	184,768
Investments	(500)	-600
Non-current assets held for sale	0	0
Net cash generated from / (used in) investing activities	1,222,060	(2,692,448)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(295,871)	0
Long term finances	(250,713)	665,007
Redeemable capital - Sukuk (redeemed) transferred	(800,000)	637,499
Long term security deposits - net	8,940	13,275
Short term borrowings	1,018,966	28,547
Lease Liabilities	(486)	(197)
Finance cost paid	(442,516)	(143,708)
Net cash (used in) / generated from financing activities	(761,680)	1,200,423
Net decrease in cash and cash equivalents	(9,553)	(146,245)
Cash and cash equivalents at the beginning of the period	468,054	525,173
Cash and cash equivalents at the end of the period	458,501	378,928

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.


Hafiz Farooq Ahmad
(Chief Executive Officer)


Asim Mahmud
(Chief Financial Officer)


Atique Ahmad Khan
(Director)

GHANI CHEMICAL INDUSTRIES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

1. LEGAL STATUS AND OPERATIONS

Ghani Chemical Industries Ltd. (the Company) was incorporated in Pakistan as a private limited company on November 23, 2015 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company on April 20, 2017. The Company is principally engaged in manufacturing, sale and trading of medical & industrial gases and chemicals. The registered office and head office of the Company are situated at 10-N, Model Town Extension, Lahore whereas production facilities are situated at Phool Nagar, District Kasur and Industrial Zone, Port Qasim, Karachi & Hattar Special Economic Zone, Dhorian Chowk Near Tanoli Filling Station Hattar, Haripur. The Company's liaison office is situated in Sangjani, District Rawalpindi.

The Company is a Subsidiary of Ghani Global Holdings Ltd., which held 279,905,983 ordinary shares of the Company representing 55.96% of its paid-up capital as at March 31, 2025 and June 30, 2024.

As per the Scheme of Compromises, Arrangement and Reconstruction (the Scheme), as sanctioned by the Lahore High Court, Lahore on February 06, 2019, the Holding Company had transferred its manufacturing undertaking to the Company on July 08, 2019 after the effective date.

The Company's shareholders in the extraordinary general meeting held on November 23, 2024, have unanimously approved the Scheme of Compromises, Arrangement and Reconstruction for Demerger / Merger of Ghani Chemical Industries Ltd. (GCIL) and Ghani ChemWorld Ltd. (GCWL) and Ghani Products (Pvt.) Ltd. (GPL) by passing the special resolutions under the provisions of sections 279 to 283 of the Companies Act, 2017 and other applicable provisions. Main features of the Scheme are as under:

- To carve out Calcium Carbide Project that is being set-up by the Company at Hattar Special Economic Zone from GCIL to GCWL.
- To merge the left over assets of GPL with and into GCIL against one to one swap ratio.
- To issue 500 ordinary shares of Rs.10 each of GCWL against 1,000 ordinary shares of GCIL of Rs.10 each, held by shareholders.
- To issue and allot 70 million additional ordinary shares of GCIL to GCWL.
- To list GCWL at Pakistan Stock Exchange after submission of requisite documents.

During the period, the Company received a favourable decision from the Honorable Lahore High Court dated February 20, 2025, in relation to the Scheme of Compromises, Arrangement and Reconstruction for the purpose of demerger/merger. Pursuant to this decision, the assets and liabilities have been allocated in accordance with the approved scheme. The financial impact of the allocation has been accounted for in these financial statements in line with the directives of the Court and applicable financial reporting standards.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

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

- International Accounting Standard (IAS) 34, 'Interim financial reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Islamic Financial Accounting Standards (IFASs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3 These unconsolidated condensed interim financial statements are the separate financial statements of the Company in which investment in Subsidiary Companies is accounted for on the basis of direct equity interest rather than on the basis of reported results and net assets of the investee. Unconsolidated condensed interim financial statements of the Company are prepared and are presented separately.

2.4 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention.

2.5 Functional and presentation currency

These unconsolidated condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3. Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2024.

4. Changes In Accounting Standards, Interpretations And Amendments To Published Approved Accounting Standards

4.1 Standards, amendments to published standards, interpretations and guidelines that are effective in the current period

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

4.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company.

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2025. However, these will not have any material impact on the Company's financial reporting and, therefore, have not been disclosed in these interim financial statements.

5. Accounting estimates and judgements

The preparation of unconsolidated condensed interim financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these unconsolidated condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2024.

6. PROPERTY, PLANT AND EQUIPMENT

		Un-audited March 31, 2025	Audited June 30, 2024
	Note	Rupees in thousand	
Operating fixed assets		6,461,615	6,792,002
Capital work-in-progress	6.2	2,608,484	3,158,662
Stores held for Capitalization		130,079	618,222
		<u>9,200,178</u>	<u>10,568,886</u>

6.1 Operating fixed assets - tangible

		Un-audited March 31, 2025 Rupees in thousand	Audited June 30, 2024
	Note		
Opening book value		6,792,002	6,241,673
Add: addition during the period / year	6.1.1	134,409	721,161
Less: book value of PPE transfer to GCWL	6.1.2	(298,838)	0
Less: book value of the disposals	6.1.3	(13,748)	(169,102)
Add: surplus on revaluation		0	174,702
		6,613,825	6,968,434
Less: depreciation charged during the period / year		(152,210)	(176,432)
Closing book value		6,461,615	6,792,002

6.1.1 Addition during the period / year

Land leasehold	0	7,178
Plant and machinery	28,546	399,257
Building	536	516
Furniture and fixtures	5,443	3,875
Office equipments	709	3,235
Computers	2,978	2,365
Vehicles	96,197	304,735
	134,409	721,161

6.1.2 Transfer during the period to GCWL project / year

Land	293,480	0
Office equipment	149	0
Vehicles	1,714	0
Computers	199	0
Furniture and fixtures	3,296	0
	298,838	0

6.1.3 Disposals during the period / year

	Un-audited March 31, 2025	Audited June 30, 2024
	Rupees in thousand	
Note		
Plant and machinery	39	51,511
Vehicles	13,709	117,330
Office equipment	0	261
	<u>13,748</u>	<u>169,102</u>

6.1.4 Surplus on revaluation

Land - Freehold	0	123,040
Land - Leasehold	0	51,662
	<u>0</u>	<u>174,702</u>

6.2 Capital work in progress - at cost**Plant and machinery**

Opening balance	3,158,662	209,889
Additions during the year	1,390,841	2,962,909
Capitalised during the year	0	(14,136)
Transfer to GCWL project	(1,941,019)	
Closing balance	<u>2,608,484</u>	<u>3,158,662</u>

7. LOAN AND ADVANCES - Unsecured, considered good

Advances to:

- employees against expenses	10,038	4,107
- employees against salaries	2	2
- suppliers and contractors	221,978	149,515
Due from related parties	1,300,164	1,122,278
Letters of credit	44,366	61,831
	<u>1,576,548</u>	<u>1,337,733</u>
Allowance for impairment	(1,485)	(1,485)
	<u>1,575,063</u>	<u>1,336,248</u>

8 SHARE TO BE ISSUED UNDER SCHEME

70,263,960 Ordinary shares of Rs. 10 each to be issued under Scheme of Compromises, Arrangement and Reconstruction for Demerger / Merger as approved by Honorable Lahore High Court dated February 20, 2025

		Un-audited March 31, 2025	Audited June 30, 2024
		Rupees in thousand	
9. LONG TERM FINANCES			
From banking companies - secured	Note	1,847,716	2,098,429
Diminishing Musharakah		(312,385)	(457,893)
Current portion grouped under current liabilities		<u>1,535,331</u>	<u>1,640,536</u>
10. TRADE AND OTHER PAYABLES			
Trade creditors		172,239	59,888
Bills payable		0	87,400
Accrued liabilities		44,397	83,882
Workers' (profit) participation fund		84,342	10,047
Workers' welfare fund		105,218	65,078
Payable to employees' provident fund		5,060	0
Withholding income tax		60,023	7,443
		<u>471,279</u>	<u>313,738</u>
11. CONTINGENCIES AND COMMITMENTS			
Contingencies			
11.1	There are no any material changes in contingencies as disclosed in the note to the financial statements for the year ended June 30, 2024.		
Commitments			
11.2	Commitments in respect of letters of credit amounted to Rs.323.380 million (June 30, 2024: Rs.147.783 million).		
11.3	Commitments for construction of buildings at the reporting date amounted to Rs.100 million (June 30, 2024: Rs.150 million).		
12. EARNINGS PER SHARE		March 31, 2025	March 31, 2024
There is dilutive effect on earnings per share of the Company, which is based on:		Rupees in thousand	
Profit after taxation attributable to ordinary shareholders		<u>1,227,287</u>	<u>665,863</u>
Weighted average number of ordinary shares in issue during the period		<u>(Number of shares)</u> <u>500,187,972</u>	<u>496,107,972</u>
Diluted share outstanding during the period		<u>514,625,772</u>	<u>0</u>
		----- Rupees -----	
Earnings per share - basic		2.45	1.34
Earnings per share - diluted		2.38	0

13. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of Holding Company and Associated Companies, directors of the Company, key management personnel and staff retirement benefit fund. The Company in the normal course of business carries out transactions with various related parties. Details of related parties with whom the Company has transacted along with relationship and transactions, other than those which have been disclosed in these financial statements, were as follows:

Name of related party	Relationship
- Ghani Global Holdings Ltd.	Parent Company
- Ghani Gases (Pvt.) Ltd.	Subsidiary Company
- Ghani ChemWorld Ltd.	Subsidiary Company
- Ghani Power (Pvt.) Ltd.	Subsidiary Company
- Ghani Global Glass Ltd.	Associated Company - common directorship
- Kilowatt Labs Technologies Ltd.	-do-
- Air Ghani (Pvt.) Ltd.	-do-
- Ghani Global Foods (Pvt.) Ltd.	-do-
Name of related party	Relationship
- Ghani Engineering (Pvt.) Ltd.	Associated Company - common directorship
- A-One Prefabs (Pvt.) Ltd.	-do-
- A-One Batteries (Pvt.) Ltd.	-do-
- Ghani Industrial Complex (Pvt.) Ltd.	-do-
- Kaya Projects (Pvt.) Ltd.	-do-
- Mr. Masroor Ahmad Khan	Director/ shareholder
- Mr. Atique Ahmad Khan	-do-
- Hafiz Farooq Ahmad	-do-
- Provident Fund Trust	Employees' retirement fund

13.1 Transactions with related parties

		March 31, 2025	March 31, 2024
Relationship with related party	Nature of transaction	Rupees in thousand	
Holding Company	Commission against corporate guarantee	7,857	6,558
	Return on advances given	12,117	4,571
	Purchases	3,557	0
	Dividend paid	167,944	0
Subsidiary Companies			
	Investment	500	600
Transfer of assets and liabilities under Scheme of Compromises, Arrangement and Reconstruction for Demerger / Merger as approved by Honorable Lahore High Court dated February 20, 2025			
	Assets :		
	Property, plant and equipment	2,270,271	0
	Stores, spares and loose tools	188,322	0
	Stock-in-trade	309,620	0
	Loan and advances	357,719	0
	Deposits, prepayments and other receivables	200,711	0
	Short term Investment	100,000	0
	Liabilities :		
	Redeemable capital - Sukuk	800,000	0
	Trade and other payables	204,787	0
	Accrued profit	12,691	0
Associated Company			
- Ghani Global Glass			
	Sale	65,141	47,204
	Return on advances given	132,203	149,152
	Sharing of expenses - net	467,624	183,947
	Sale of plant & machinery	0	82,600
Provident fund trust	Contribution paid	27,626	25,130

14. SEGMENT REPORTING

14.1 The Company has following two strategic divisions which are its reportable segments. Following summary describes the operations of each reportable segments:

a) Industrial Chemicals

This segment covers business of trading of chemicals.

b) Industrial and Medical Gases

This segment covers business with large-scale industrial consumers, typically in the oil, chemical, food and beverage, metal, glass sectors and medical customers in healthcare sectors. Gases and services are supplied as part of customer specific solutions and range from supply by road tankers in liquefied form. Gases for cutting and welding, hospital, laboratory applications and a variety of medical purposes are also distributed under pressure in cylinders.

14.2 Segment results were as follows:

Descriptions	Nine months ended March 31, 2025			Nine months ended March 31, 2024		
	Industrial and Medical Gases	Industrial Chemicals	Total	Industrial and Medical Gases	Industrial Chemicals	T total
----- Rupees in thousand -----						
Net sales	4,830,877	503,253	5,334,130	3,529,232	116,539	3,645,771
Cost of sales	(2,365,676)	(467,636)	(2,833,312)	(2,376,152)	(102,200)	(2,478,352)
Gross profit	2,465,201	35,617	2,500,818	1,153,080	14,339	1,167,419
Distribution cost	(119,839)	(3,706)	(123,545)	(110,647)	(3,422)	(114,069)
Administrative expenses	(186,553)	(9,819)	(196,372)	(161,459)	(8,498)	(169,957)
	(306,392)	(13,525)	(319,917)	(272,106)	(11,920)	(284,026)
Segment profit	2,158,809	22,092	2,180,901	880,974	2,419	883,393
Unallocated corporate expenses						
Other expenses			(147,535)			(72,312)
Other income			248,400			432,649
			2,281,766			1,243,730
Finance cost			(314,892)			(297,695)
Profit before taxation, minimum and final tax levies			1,966,874			946,035
Minimum and final tax levies			(967)			0
Profit before taxation			1,965,907			946,035
Taxation			(738,620)			(280,172)
Profit after taxation			1,227,287			665,863

The segment assets and liabilities at the reporting date for the year-end were as follows:

	As at March 31, 2025			As at March 31, 2024		
	Industrial and Medical Gases	Industrial Chemicals	Total	Industrial and Medical Gases	Industrial Chemicals	T total
----- Rupees in thousand -----						
Segment assets	11,939,636	200,924	12,140,560	12,380,948	2,487	12,383,435
Unallocated assets			3,356,753			3,387,363
Total assets			15,497,313			15,770,798
Segment liabilities	3,667,980	137,032	3,805,012	2,158,847	354,822	2,513,669
Unallocated liabilities			3,317,834			3,761,308
Total liabilities			7,122,846			6,274,977

- 14.3** All the non-current assets of the Company at the reporting date were located within Pakistan. Depreciation expense mainly relates to industrial and medical gases segment.
- 14.4** Transfers between business segments are recorded at cost. There were no inter segment transfers during the period.
- 14.5** One of the Company's customers having net sales aggregating Rs.1,053.220 million contributed towards 19.74% of the Company's net sales.

15. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

These condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's financial statements as at and for the year ended June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Given below is the analysis of financial instruments, carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The carrying values of all financial assets and liabilities reflected in these interim financial statements approximate their fair values.

15. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the unconsolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of the Company for the year ended June 30, 2024, whereas, the unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

16. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed financial statements were authorised for issue on **April 29, 2025** by the board of directors of the Company.



Hafiz Farooq Ahmad
(Chief Executive Officer)



Asim Mahmud
(Chief Financial Officer)

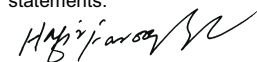


Atique Ahmad Khan
(Director)

GHANI CHEMICAL INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		March 31, 2025 Un-audited	June 30, 2024 Audited
	Note	Rupees in thousand	
ASSETS			
Non-current assets			
Property, plant and equipment	6	11,440,035	10,568,886
Right of use assets		535,731	547,649
Intangible assets		1,652	1,652
Long term deposits		66,616	66,616
		<u>12,044,034</u>	<u>11,184,803</u>
Current assets			
Stores, spares and loose tools		722,468	362,135
Stock-in-trade		516,024	160,587
Trade debts		2,302,203	2,142,223
Loan and advances	7	1,794,832	1,336,248
Deposits, prepayments and other receivables		509,188	590,358
Tax refunds due from Government		83,483	93,841
Prepaid levies		1,846	516
Advance income tax		361,086	421,995
Short term Investment		100,000	100,000
Cash and bank balances		476,722	486,760
		<u>6,867,852</u>	<u>5,694,663</u>
Total assets		<u><u>18,911,886</u></u>	<u><u>16,879,466</u></u>
Equity and liabilities			
Share capital and reserves			
Share capital		5,001,879	5,001,879
Share premium		0	164,011
Revaluation surplus on freehold and leasehold land		0	735,087
Merger reserve		943,740	1,342,746
Share to be issued under scheme		2,168,065	0
Unappropriated profit		2,667,934	2,608,613
Total equity		<u>10,781,618</u>	<u>9,852,336</u>
Non-current liabilities			
Long term finances	8	1,535,331	1,640,536
Redeemable capital - Sukuk		800,000	800,000
Long term security deposits		79,076	70,136
Lease liabilities		5,647	5,858
Deferred liabilities		987,268	832,854
		<u>3,407,322</u>	<u>3,349,384</u>
Current liabilities			
Trade and other payables	9	656,929	313,805
Contract liabilities - advances from customers		302,315	644,340
Accrued profit		229,669	336,120
Unclaimed dividend		4,733	491
Short term borrowings		2,599,448	1,580,482
Current portion of non-current liabilities		341,547	486,870
Provision for tax levies		967	212,217
Taxation		587,338	103,421
		<u>4,722,946</u>	<u>3,677,746</u>
Total liabilities		<u>8,130,268</u>	<u>7,027,130</u>
Contingencies and commitments	10		
Total equity and liabilities		<u>18,911,886</u>	<u>16,879,466</u>

The annexed notes form an integral part of these consolidated condensed interim financial statements.



Hafiz Farooq Ahmad
(Chief Executive Officer)



Asim Mahmud
(Chief Financial Officer)



Atique Ahmad Khan
(Director)

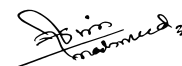
GHANI CHEMICAL INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Un-audited)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Nine months period ended		Quarter ended	
	March 31, 2025	March 31, 2024 Restated	March 31, 2025	March 31, 2024 Restated
Note	----- Rupees in '000 -----			
Sales	6,265,838	4,300,660	1,965,195	1,390,115
Less: sales tax	(931,708)	(654,889)	(296,875)	(209,380)
Sales - net	5,334,130	3,645,771	1,668,320	1,180,735
Cost of sales	(2,833,312)	(2,478,352)	(653,504)	(875,699)
Gross profit	2,500,818	1,167,419	1,014,816	305,036
Distribution cost	(123,545)	(114,069)	(54,919)	(34,980)
Administrative expenses	(198,606)	(169,957)	(64,337)	(61,789)
Other expenses	(147,535)	(72,312)	(58,641)	(18,402)
Other income	249,998	432,649	47,375	156,127
	(219,688)	76,311	(130,522)	40,956
Profit from operations	2,281,130	1,243,730	884,294	345,992
Finance cost	(314,892)	(297,695)	(97,919)	(86,167)
Profit before taxation, minimum and final tax levies	1,966,238	946,035	786,375	259,825
Minimum and final tax levies	(967)	0	139	117,941
Profit before taxation	1,965,271	946,035	786,514	377,766
Taxation	(738,760)	(280,172)	(272,303)	(167,928)
Profit before taxation	1,226,511	665,863	514,211	209,838
Other comprehensive income	0	0	0	0
Total comprehensive income for the period	1,226,511	665,863	514,211	209,838
	----- Rupees -----			
Earnings per share	11			
- Earnings per share - basic	2.45	1.34	1.03	0.42
- Earnings per share - Diluted	2.38	0	1.00	0

The annexed notes form an integral part of these consolidated condensed interim financial statements.



Hafiz Farooq Ahmad
(Chief Executive Officer)



Asim Mahmud
(Chief Financial Officer)




Atique Ahmad Khan
(Director)

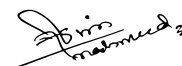
GHANI CHEMICAL INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

Share capital	Capital reserves				Revenue reserve - unappropriated profit / (accumulated loss)	Total
	Share premium	Share to be issued under scheme	Revaluation surplus on freehold and leasehold land	Merger reserve		
----- Rupees in thousand -----						
5,001,879	164,011	0	497,278	1,342,746	1,824,044	8,829,958
0	0	0	0	0	665,863	665,863
5,001,879	164,011	0	497,278	1,342,746	2,489,907	9,495,821
5,001,879	164,011	0	735,087	1,342,746	2,608,613	9,852,336
0	0	0	0	0	(300,113)	(300,113)
0	(164,011)	2,168,065	(735,087)	(1,342,746)	(867,077)	(940,856)
0	0	0	0	943,740	0	943,740
0	0	0	0	0	1,226,511	1,226,511
5,001,879	0	2,168,065	0	943,740	2,667,934	10,781,618

The annexed notes form an integral part of these consolidated condensed interim financial statements.



Hafiz Farooq Ahmad
(Chief Executive Officer)



Asim Mahmud
(Chief Financial Officer)



Atique Ahmad Khan
(Director)

GHANI CHEMICAL INDUSTRIES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Nine months period ended	
	March 31	March 31
	2025	2024
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period - before taxation	1,966,238	946,035
Adjustments for non-cash charges and other items:		
Finance cost	314,892	297,695
Depreciation	152,210	127,839
Amortisation of right-of-use assets	11,918	10,135
Gain on disposal of operating fixed assets	(6,063)	(57,611)
Gas Infrastructure Development Cess	0	403
Loss on forward foreign exchange contract	72	672
Amortisation of deferred income	(3,313)	0
Merger / demerger adjustments	2,884	0
Profit before working capital changes	2,438,838	1,325,168
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(360,333)	(126,494)
Stock-in-trade	(355,437)	(347,631)
Trade debts	(159,980)	(473,687)
Loan and advances	(458,584)	76,066
Deposits, prepayments and other receivables	81,170	(81,473)
Short term Investment	0	731,000
Tax refunds due from Government	10,358	(77,659)
(Decrease) / increase in current liabilities:		
Contract liabilities - advances from customers	(342,025)	354,626
Trade and other payables	343,051	89,219
	(1,241,780)	143,967
Cash (used in) / generated from operations	1,197,058	1,469,135
Income tax (paid)/ refund received - net	(249,753)	(123,256)
Net cash generated from operating activities	947,305	1,345,879
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(1,037,107)	(2,876,616)
Intangible assets	0	(174)
Proceeds from sale of operating fixed assets	19,811	184,768
Net cash used in investing activities	(1,017,296)	(2,692,022)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(295,871)	0
Long term finances	(250,713)	665,007
Redeemable capital - Sukuk (redeemed)	0	637,499
Long term security deposits - net	8,940	13,275
Short term borrowings	1,018,966	28,547
Lease Liabilities	(486)	(197)
Finance cost paid	(420,883)	(143,708)
Net cash generated from financing activities	59,953	1,200,423
Net decrease in cash and cash equivalents	(10,038)	(145,720)
Cash and cash equivalents at the beginning of the period	486,760	525,173
Cash and cash equivalents at the end of the period	476,722	379,453

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Hafiz Farooq Ahmad
(Chief Executive Officer)

Asim Mahmud
(Chief Financial Officer)

Atique Ahmad Khan
(Director)

GHANI CHEMICAL INDUSTRIES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

1. LEGAL STATUS AND OPERATIONS

Ghani Chemical Industries Ltd. (the Company) was incorporated in Pakistan as a private limited company on November 23, 2015 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company on April 20, 2017. The Company is principally engaged in manufacturing, sale and trading of medical & industrial gases and chemicals. The registered office and head office of the Company are situated at 10-N, Model Town Extension, Lahore whereas production facilities are situated at Phool Nagar, District Kasur and Industrial Zone, Port Qasim, Karachi & Hattar Special Economic Zone, Dhorian Chowk Near Tanoli Filling Station Hattar, Haripur. The Company's liaison office is situated in Sangjani, District Rawalpindi.

The Company is a Subsidiary of Ghani Global Holdings Ltd., which held 279,905,983 ordinary shares of the Company representing 55.96% of its paid-up capital as at March 31, 2025 and June 30, 2024.

As per the Scheme of Compromises, Arrangement and Reconstruction (the Scheme), as sanctioned by the Lahore High Court, Lahore on February 06, 2019, the Holding Company had transferred its manufacturing undertaking to the Company on July 08, 2019 after the effective date.

The Company's shareholders in the extraordinary general meeting held on November 23, 2024, have unanimously approved the Scheme of Compromises, Arrangement and Reconstruction for Demerger / Merger of Ghani Chemical Industries Ltd. (GCIL) and Ghani ChemWorld Ltd. (GCWL) and Ghani Products (Pvt.) Ltd. (GPL) by passing the special resolutions under the provisions of sections 279 to 283 of the Companies Act, 2017 and other applicable provisions. Main features of the Scheme are as under:

- To carve out Calcium Carbide Project that is being set-up by the Company at Hattar Special Economic Zone from GCIL to GCWL.
- To merge the left over assets of GPL with and into GCIL against one to one swap ratio.
- To issue 500 ordinary shares of Rs.10 each of GCWL against 1,000 ordinary shares of GCIL of Rs.10 each, held by shareholders.
- To issue and allot 70 million additional ordinary shares of GCIL to GCWL.
- To list GCWL at Pakistan Stock Exchange after submission of requisite documents.

During the period, the Company received a favourable decision from the Honorable Lahore High Court dated February 20, 2025, in relation to the Scheme of Compromises, Arrangement and Reconstruction for the purpose of demerger/merger. Pursuant to this decision, the assets and liabilities have been allocated in accordance with the approved scheme. The financial impact of the allocation has been accounted for in these financial statements in line with the directives of the Court and applicable financial reporting standards.

Subsidiary Companies

1.1. Ghani Gases (Pvt.) Ltd. (GGPL)

GGPL was incorporated in Pakistan under the Companies Act, 2017 (XIX of 2017) as a private limited company on May 18, 2020. The principal business of GGPL is to carry on the business of manufacturers, buyers, sellers, importers, exporters, dealers and traders of all types of gases including LPG and LNG for use in industries, hospitals, houses, factories and all types of chemicals including petro-chemicals and their derivatives and importers, exporters and manufacturers of and dealers in heavy chemicals, alkalis, acids, drugs, tannins, essences, pharmaceutical, surgical and scientific apparatus and materials.

GGPL is a wholly owned Subsidiary of GCIL, which holds 999,997 (June 30, 2024:999,997) ordinary shares representing 99.99% (June 30, 2024: 99.99%) of its paid-up capital as at March 31, 2025.

There is no financial and economic activity after incorporation of GGPL from May 18, 2020 till reporting date.

1.2. Ghani Power (Pvt.) Ltd. (GPPL)

GPPL was incorporated in Pakistan as a private limited company on March 15, 2024 under the Companies Act, 2017. The principal line of business of GPPL is to carry on all or any of the businesses of generating, purchasing, importing, transforming, converting, manufacturing, distributing, supplying, exporting and dealing in power, electricity, oil, gas, hydrocarbons, petrochemicals, petroleum solar, hydel power plants and petroleum products, asphalt, bituminous substances or services associated therewith and all other forms of energy and energy related products / services including all kinds of efficient use of energy and to perform all other acts which are necessary or incidental to the above businesses and related products. GPPL has not commenced its commercial operations till the reporting date.

GGPL is a wholly owned Subsidiary of GCIL, which holds 999,997 (June 30, 2024: 999,997) ordinary shares representing 99.99% (June 30, 2024: 99.99%) of its paid-up capital as at March 31, 2025.

1.3. Ghani ChemWorld Ltd. (GCWL)

GCWL was incorporated in Pakistan under the Companies Act, 2017 as a limited company on July 31, 2024. The principal line of business of the GCWL is to manufacture, produce, refine, process, formulate, acquire, convert, sell, distribute, buy, import, export or otherwise deal in all types of chemicals, basic drugs, all types of acids, methanol, polymers, PVC's, gases, all types of oxides, resins, salts, compounds, calcium carbide, methane and methane based products, plastics, ores, CaCO₃ precipitated, plant extracts, pesticides and their intermediates, laboratory and scientific chemicals capable of being used in the foods, pharmaceuticals, textiles, agriculture, fertilizers, petrochemicals, glass and ceramic industries, tiles, poultry feeds, cattle feeds, rubbers and paints, chemicals and compounds thereof including gypsum, coke, dissolve acetylene (DA), black carbon, quartz, silicon, earth, rock phosphate, soap- stone or any other industry and trade or laboratory including all types of industrial raw materials, chemicals and/or any other mixture, derivatives and compound related products. GCWL has not commenced its commercial operations till the reporting date.

GCWL is wholly owned subsidiary of Ghani Chemical Industries Limited as at reporting date

2. BASIS OF PREPARATION

2.1 Statement of Compliance

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

- International Accounting Standard (IAS) 34, 'Interim financial reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Islamic Financial Accounting Standards (IFASs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3 These consolidated condensed interim financial statements are the separate financial statements of the Company in which investment in Subsidiary Companies is accounted for on the basis of direct equity interest rather than on the basis of reported results and net assets of the investee. consolidated condensed interim financial statements of the Company are prepared and are presented separately.

2.4 Basis of measurement

These consolidated condensed interim financial statements have been prepared under the historical cost convention.

2.5 Functional and presentation currency

These consolidated condensed interim financial statements are presented in Pak Rupees, which is also the Group's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3. Accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2024.

4. Changes In Accounting Standards, Interpretations And Amendments To Published Approved Accounting Standards

4.1 Standards, amendments to published standards, interpretations and guidelines that are effective in the current period

There were certain amendments to accounting and reporting standards which became mandatory for the Group during the period. However, these do not have any significant impact on the Group's financial reporting and, therefore, have not been detailed in these consolidated condensed interim financial statements.

4.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Group.

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Group's annual accounting periods beginning on or after July 01, 2025. However, these will not have any material impact on the Group's financial reporting and, therefore, have not been disclosed in these interim financial statements.

5. Accounting estimates and judgements

The preparation of consolidated condensed interim financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these consolidated condensed interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2024.

6. PROPERTY, PLANT AND EQUIPMENT

		Un-audited March 31, 2025	Audited June 30, 2024
	Note	Rupees in thousand	
Operating fixed assets		6,760,453	6,792,002
Capital work-in-progress	6.2	4,549,503	3,158,662
Stores held for Capitalization		130,079	618,222
		<u>11,440,035</u>	<u>10,568,886</u>

6.1 Operating fixed assets - tangible

		Un-audited March 31, 2025	Audited June 30, 2024
	Note	Rupees in thousand	
Opening book value		6,792,002	6,241,673
Add: addition during the period / year	6.1.1	134,409	721,161
Less: book value of the disposals	6.1.2	(13,748)	(169,102)
Add: surplus on revaluation		0	174,702
		6,912,663	6,968,434
Less: depreciation charged during the period / year		(152,210)	(176,432)
Closing book value		6,760,453	6,792,002
6.1.1 Addition during the period / year			
Land leasehold		0	7,178
Plant and machinery		28,546	399,257
Building		536	516
Furniture and fixtures		5,443	3,875
Office equipments		709	3,235
Computers		2,978	2,365
Vehicles		96,197	304,735
		134,409	721,161
6.1.2 Disposals during the period / Year			
Plant and machinery		39	51,511
Vehicles		13,709	117,330
Office equipment		0	261
		13,748	169,102
6.1.3 Surplus on revaluation			
Land - Freehold		0	123,040
Land - Leasehold		0	51,662
		0	174,702

6.2 Capital work in progress - at cost

		Un-audited March 31, 2025	Audited June 30, 2024
Plant and machinery	Note	Rupees in thousand	
Opening balance		3,158,662	209,889
Additions during the year		1,390,841	2,962,909
Capitalised during the year		0	(14,136)
Closing balance		<u>4,549,503</u>	<u>3,158,662</u>

7. LOAN AND ADVANCES - Unsecured, considered good

Advances to:

- employees against expenses	10,929	4,107
- employees against salaries	2	2
- suppliers and contractors	308,750	149,515
Due from related parties	1,257,595	1,122,278
Letters of credit	219,041	61,831
	<u>1,796,317</u>	<u>1,337,733</u>
Allowance for impairment	(1,485)	(1,485)
	<u>1,794,832</u>	<u>1,336,248</u>

8. LONG TERM FINANCES**From banking companies - secured**

Diminishing Musharakah	1,847,716	2,098,429
Current portion grouped under current liabilities	(312,385)	(457,893)
	<u>1,535,331</u>	<u>1,640,536</u>

9. TRADE AND OTHER PAYABLES

Trade creditors	172,239	59,888
Bills payable	87,396	87,400
Accrued liabilities	142,637	83,882
Workers' (profit) participation fund	84,342	10,047
Workers' welfare fund	105,218	65,078
Payable to employees' provident fund	5,061	0
Withholding income tax	60,036	7,443
Other payables	0	67
	<u>656,929</u>	<u>313,805</u>

10. CONTINGENCIES AND COMMITMENTS - GCIL

Contingencies

- 10.1 There are no any material changes in contingencies as disclosed in the note to the financial statements for the year ended June 30, 2024.

Commitments

- 10.2 Commitments in respect of letters of credit amounted to Rs.323.380 million (June 30, 2024: Rs.147.783 million).
- 10.3 Commitments for construction of buildings at the reporting date amounted to Rs.100 million (June 30, 2024: Rs.150 million).

11. COMBINED EARNINGS PER SHARE

There is no dilutive effect on earnings per share of GCIL, which is based on:

	Rupees in thousand	
Profit after taxation attributable to equity holder of GCIL	<u>1,226,511</u>	<u>665,863</u>
	(Number of shares)	
Weighted average number of ordinary shares in issue during the year	<u>500,187,972</u>	<u>496,107,972</u>
Diluted share outstanding during the period	<u>514,625,772</u>	<u>0</u>
	----- Rupees -----	
Combined earnings per share - basic	2.45	1.34
Combined earnings per share - diluted	<u>2.38</u>	<u>0</u>

12. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of Holding Group and Associated Companies, directors of the Group, key management personnel and staff retirement benefit fund. The Group in the normal course of business carries out transactions with various related parties. Details of related parties with whom the Group has transacted along with relationship and transactions, other than those which have been disclosed in these financial statements,

Name of related party	Relationship
- Ghani Global Holdings Ltd.	Parent Company
- Ghani Gases (Pvt.) Ltd.	Subsidiary Company
- Ghani ChemWorld Ltd.	Subsidiary Company
- Ghani Power (Pvt.) Ltd.	Subsidiary Company
- Ghani Global Glass Ltd.	Associated Company - common directorship

- Kilowatt Labs Technologies Ltd. -do-
- Air Ghani (Pvt.) Ltd. -do-
- Ghani Global Foods (Pvt.) Ltd. -do-

Name of related party	Relationship
- Ghani Engineering (Pvt.) Ltd.	Associated Company - common directorship
- A-One Prefabs (Pvt.) Ltd.	-do-
- A-One Batteries (Pvt.) Ltd.	-do-
- Ghani Industrial Complex (Pvt.) Ltd.	-do-
- Kaya Projects (Pvt.) Ltd.	-do-
- Mr. Masroor Ahmad Khan	Director/ shareholder
- Mr. Atique Ahmad Khan	-do-
- Hafiz Farooq Ahmad	-do-
- Provident Fund Trust	Employees' retirement fund

12.1 Transactions with related parties

Relationship with related party	Nature of transaction	March 31, 2025 Rupees in thousand	March 31, 2024
Holding Company	Commission against corporate guarantee	7,857	6,558
	Return on advances given	12,117	4,571
	Purchases	3,557	0
	Dividend paid	167,944	0
Associated Company			
- Ghani Global Glass	Sale	65,141	47,204
	Return on advances given	132,203	149,152
	Sharing of expenses - net	467,624	183,947
	Sale of plant & machinery	0	82,600
Provident fund trust	Contribution paid	27,626	25,130

13. SEGMENT REPORTING - GCIL

13.1 The Group has following two strategic divisions which are its reportable segments. Following summary describes the operations of each reportable segments:

a) Industrial Chemicals

This segment covers business of trading of chemicals.

b) Industrial and Medical Gases

This segment covers business with large-scale industrial consumers, typically in the oil, chemical, food and beverage, metal, glass sectors and medical customers in healthcare sectors. Gases and services are supplied as part of customer specific solutions and range from supply by road tankers in liquefied form. Gases for cutting and welding, hospital, laboratory applications and a variety of medical purposes are also distributed under pressure in cylinders.

13.2 Segment results were as follows:

Descriptions	Nine months ended March 31, 2025			Nine months ended March 31, 2024		
	Industrial and Medical Gases	Industrial Chemicals	Total	Industrial and Medical Gases	Industrial Chemicals	Total
	----- Rupees in thousand -----					
Net sales	4,830,877	503,253	5,334,130	3,529,232	116,539	3,645,771
Cost of sales	(2,365,676)	(467,636)	(2,833,312)	(2,376,152)	(102,200)	(2,478,352)
Gross profit	2,465,201	35,617	2,500,818	1,153,080	14,339	1,167,419
Distribution cost	(119,839)	(3,706)	(123,545)	(110,647)	(3,422)	(114,069)
Administrative expenses	(186,553)	(9,819)	(196,372)	(161,459)	(8,498)	(169,957)
	(306,392)	(13,525)	(319,917)	(272,106)	(11,920)	(284,026)
Segment profit	2,158,809	22,092	2,180,901	880,974	2,419	883,393
Unallocated corporate expenses						
Other expenses			(147,535)			(72,312)
Other income			248,400			432,649
			2,281,766			1,243,730
Finance cost			(314,892)			(297,695)
Profit before taxation, minimum and final tax levies			1,966,874			946,035
Minimum and final tax levies			(967)			0
Profit before taxation			1,965,907			946,035
Taxation			(738,620)			(280,172)
Profit after taxation			1,227,287			665,863

The segment assets and liabilities at the reporting date for the year-end were as follows:

	As at March 31, 2025			As at March 31, 2024		
	Industrial and Medical Gases	Industrial Chemicals	Total	Industrial and Medical Gases	Industrial Chemicals	Total
	----- Rupees in thousand -----					
Segment assets	11,939,636	200,924	12,140,560	12,380,948	2,487	12,383,435
Unallocated assets			3,356,753			3,387,363
Total assets			15,497,313			15,770,798
Segment liabilities	3,801,747	137,032	3,938,779	2,158,847	354,822	2,513,669
Unallocated liabilities			3,184,067			3,761,308
Total liabilities			7,122,846			6,274,977

- 13.3** All the non-current assets of GCIL at the reporting date were located within Pakistan. Depreciation expense mainly relates to industrial and medical gases segment.
- 13.4** Transfers between business segments are recorded at cost. There were no inter segment transfers during the period.
- 13.5** One of the GCIL's customers having net sales aggregating Rs.1,053.220 million contributed towards 19.74% of the Company's net sales.

14. FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

These condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's financial statements as at and for the year ended June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Given below is the analysis of financial instruments, carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

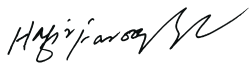
The carrying values of all financial assets and liabilities reflected in these interim financial statements approximate their fair values.

14. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the consolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of the Group for the year ended June 30, 2024, whereas, the consolidated condensed interim statement of profit or loss and other comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

15. DATE OF AUTHORISATION FOR ISSUE

These consolidated interim financial statements were authorised for issue on **April 29, 2025** by the Board of Directors of GCIL.



Hafiz Farooq Ahmad
(Chief Executive Officer)



Asim Mahmud
(Chief Financial Officer)



Atique Ahmad Khan
(Director)



Ghani Global Group

Corporate Office:

10-N, Model Town Ext., Lahore 54000, Pakistan. UAN: 111 GHANI 1 (442-641)

Tel: 042 35161424-5, Fax: +92 42 35160393

www.ghaniglobal.com