



Ghani Global Group

ANNUAL REPORT 2022



G3 TECHNOLOGIES LIMITED

CONTENTS

COMPANY OVERVIEW

- 02 Corporate Information
- 03 Vision & Mission
- 04 Our Values

CORPORATE GOVERNANCE & NOTICE

- 05 Pattern of Shareholding
- 08 Categories of Shareholders
- 09 Chairman's Review
- 10 Notice of Annual General Meeting
- 17 Statement of Compliance
- 20 Auditor's Review Report to the Members

DIRECTORS' REPORT

- 21 Director's Report
- 33 Directors' Report in Urdu Language

FINANCIAL STATEMENTS

- 34 Independent Auditor's Report
- 38 Statement of Financial Position
- 39 Statement of Profit or Loss
- 40 Statement of Comprehensive Income
- 41 Statement of Changes in Equity
- 42 Cash Flow Statement
- 43 Notes to the Financial Statements

Form of Proxy (in English & Urdu)

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Masroor Ahmad Khan Chairman
Mr. Atique Ahmad Khan Chief Executive Officer
Hafiz Farooq Ahmad
Mr. Usman Hassan
Ms. Saima Shafi Rana
Hafiz Imran Lateef
Mr. Ali Akhtar

AUDIT COMMITTEE

Hafiz Imran Lateef
Mr. Ali Akhtar
Mr. Usman Hassan

HUMAN RESOURCE & REMUNERATION COMMITTEE

Ms. Saima Shafi Rana
Mr. Masroor Ahmad Khan
Mr. Ali Akhtar
Mr. Usman Hassan

PRESIDENT

M. Ashraf Bawany

CHIEF FINANCIAL OFFICER

Asim Mahmud, FCA

COMPANY SECRETARY

Farzand Ali, FCS

AUDITORS

CROWE Hussain Chaudhury & Co.
Chartered Accountants
25-E, Main Market Gulberg-II, Lahore.

BANKERS

Al Baraka Bank (Pakistan) Limited
Bank Alfalah Limited
Fysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited

SHARE REGISTRAR

M/s Corplink (Private) Limited.
Wings Arcade, 1-K Commercial,
Model Town, Lahore.
Tell: 042-35916714
E-mail: shares@corplink.com.pk

REGISTERED/CORPORATE OFFICE

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

VISION

To be a benchmark in the industry, effectively pursuing multiple growth opportunities and maximizing returns to the stakeholders.

MISSION

- To deliver reliable efficient and exceptional products and services to our clients.
- Providing a dynamic and supportive environment to our employees.
- To be a responsible corporate entity.



OUR VALUES

1. The Company's Policy is to conduct business with honesty and integrity and to be ethical in all its dealings showing respect for the interest of those with whom it has relationships.
2. The Company complies with all laws and regulations. All employees are expected to familiarize themselves with laws and regulations governing their individual areas of responsibility, and not to transgress them. In case of any doubt the employees are expected to seek necessary advice. The Company believes in fair competition and supports appropriate competition laws.
3. The Company does not support any political party nor contribute to the funds of group whose activities promote party interests.
4. The Company is committed to run business in an environment that is sound and sustainable. As a good corporate entity, the Company recognizes its social responsibilities and will endeavor to contribute to community activities as a whole.
5. The Company believes in and fully adheres to the principles of reliability and credibility in its financial reporting and in transparency of business transactions.
6. The Company is an equal opportunity employer. Its employee recruitment and promotional policies are free of any gender bias and are merit and excellence oriented. It believes in providing its employees safe and health working conditions and in maintaining good channels of communications.
7. The Company expects its employees to abide by certain personal ethics whereby Company information and assets are not used for any personal advantage or gain. Any conflict of interest should be disclosed and guidance sought.

The Board of Directors has constituted the 'Board Audit Committee' to ensure Compliance of above principles.



PATTERN OF THE SHARE HOLDING

as at June 30, 2022

FORM - 34

NUMBER OF SHARES		NO OF SHAREHOLDERS	NUMBER OF SHARES HELD
From	To		
1	100	839	60,199
101	500	2115	840,269
501	1,000	889	806,039
1,001	5,000	1952	5,717,890
5,001	10,000	752	6,179,532
10,001	15,000	310	4,028,382
15,001	20,000	267	4,935,825
20,001	25,000	156	3,661,761
25,001	30,000	98	2,817,674
30,001	35,000	67	2,254,153
35,001	40,000	72	2,789,304
40,001	45,000	40	1,751,247
45,001	50,000	105	5,195,740
50,001	55,000	21	1,100,010
55,001	60,000	26	1,524,579
60,001	65,000	19	1,195,228
65,001	70,000	24	1,645,064
70,001	75,000	30	2,208,475
75,001	80,000	20	1,562,600
80,001	85,000	8	665,162
85,001	90,000	8	707,590
90,001	95,000	13	1,204,500
95,001	100,000	64	6,393,000
100,001	105,000	10	1,031,500
105,001	110,000	3	321,000
110,001	115,000	6	683,000
115,001	120,000	9	1,072,000
120,001	125,000	5	619,000
125,001	130,000	3	384,680
130,001	135,000	8	1,060,917
135,001	140,000	4	549,000
140,001	145,000	6	863,000
145,001	150,000	13	1,950,000
150,001	155,000	2	303,500
155,001	160,000	4	626,100
160,001	165,000	1	164,000
165,001	170,000	4	665,500
170,001	175,000	6	1,047,500
175,001	180,000	2	358,160

180,001	185,000	3	553,651
185,001	190,000	3	564,940
190,001	195,000	1	195,000
195,001	200,000	12	2,393,500
200,001	205,000	1	200,500
205,001	210,000	3	630,000
210,001	215,000	3	638,140
215,001	220,000	4	867,500
220,001	225,000	2	449,000
225,001	230,000	3	682,275
230,001	235,000	1	233,500
235,001	240,000	5	1,195,880
240,001	245,000	3	727,500
245,001	250,000	4	992,500
250,001	255,000	1	253,500
255,001	260,000	1	260,000
260,001	265,000	1	264,000
265,001	270,000	2	539,500
270,001	275,000	2	546,000
280,001	285,000	1	284,500
285,001	290,000	1	290,000
290,001	295,000	2	590,000
295,001	300,000	7	2,100,000
300,001	305,000	3	908,840
310,001	315,000	1	311,500
325,001	330,000	3	981,120
345,001	350,000	1	350,000
365,001	370,000	1	370,000
370,001	375,000	1	371,500
395,001	400,000	4	1,597,000
415,001	420,000	1	420,000
420,001	425,000	1	425,000
435,001	440,000	1	435,740
445,001	450,000	1	446,500
450,001	455,000	1	455,000
455,001	460,000	1	455,500
465,001	470,000	2	935,500
485,001	490,000	1	490,000
490,001	495,000	1	491,660
495,001	500,000	11	5,500,000
525,001	530,000	1	530,000
550,001	555,000	1	553,000
555,001	560,000	1	560,000
590,001	595,000	1	591,000
595,001	600,000	4	2,400,000
645,001	650,000	1	650,000

685,001	690,000	1	687,504
695,001	700,000	3	2,097,840
700,001	705,000	2	1,402,500
710,001	715,000	1	711,000
785,001	790,000	1	787,658
790,001	795,000	2	1,585,300
895,001	900,000	1	900,000
960,001	965,000	1	965,000
995,001	1,000,000	2	2,000,000
1,095,001	1,100,000	1	1,100,000
1,240,001	1,245,000	1	1,240,500
1,285,001	1,290,000	1	1,286,000
1,360,001	1,365,000	1	1,360,500
1,415,001	1,420,000	1	1,420,000
1,555,001	1,560,000	1	1,557,500
1,585,001	1,590,000	1	1,586,000
1,595,001	1,600,000	1	1,600,000
1,995,001	2,000,000	2	4,000,000
2,045,001	2,050,000	1	2,050,000
2,205,001	2,210,000	1	2,210,000
2,405,001	2,410,000	1	2,408,000
2,410,001	2,415,000	1	2,415,000
2,965,001	2,970,000	1	2,967,000
3,195,001	3,200,000	1	3,200,000
3,240,001	3,245,000	1	3,241,000
4,995,001	5,000,000	1	5,000,000
5,545,001	5,550,000	1	5,550,000
6,035,001	6,040,000	1	6,038,000
9,995,001	10,000,000	1	10,000,000
15,995,001	16,000,000	1	16,000,000
19,795,001	19,800,000	1	19,800,000
36,080,001	36,085,000	1	36,081,500
		8,129	249,871,128

CATEGORIES OF SHARE HOLDERS

as at June 30, 2022

Categories of Shareholders	Shares Held	Percentage
Directors, CEO, Their Spouses And Minor Childern	2,390,823	0.956
NIT and ICP	472,275	0.189
Associated Companies	19,800,000	7.924
Foreign Companies	305,000	0.122
Joint Stock Companies	42,764,445	17.114
Leasing Companies	27,300	0.010
Banks, Development Finance Institutions, Banking Finance Institutions, Insurance Companies, Modarabas and Others	5,893,353	2.357
Mutual Funds	393,889	0.157
Individuals	177,824,043	71.166
TOTAL	249,871,128	100.00

Shareholders holding ten percent or more in the company

Silvat Akhtar	36,081,500	14.440
---------------	------------	--------

CHAIRMAN'S REVIEW REPORT


Review Report by the Chairman on Board's overall performance under Section 192(4) of the Companies Act, 2017.

I am delighted to report that the Board has exercised its powers and performed its duties as described in the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2017 ("the Code") contained in the Rule Book of Pakistan Stock Exchange Limited where the Company is Listed.

The Board during the year ended 30 June 2022 played effective role in managing the affairs of the Company in the following manner:

- The Board remained updated with respect to periodic achievements of Company's objectives, goals, strategies and financial performance through review of reports from management, internal auditors and other consultants. As a result the Board was able to provide effective leadership to the Company;
- The Board has ensured that there is adequate representation of non-executive and independent directors on the Board and its Committees as laid down in the Code of Corporate Governance and has taken required initiatives in its true letter and spirit. Moreover, the Board ensured that members of the Board and its respective Committees has adequate skills, experience and knowledge to manage the affairs of the Company;
- The Board has obtained annual evaluation of Board of Directors from a professional firm of Accountants for an independent evaluation of the Board and firm has issued fair report on overall performance of the board;
- The Board has ensured that the directors are provided with the requisite training or orientation courses to enable them to perform their duties in an effective manner and directors on the Board have already taken certification under Directors Training Program and the remaining directors will take the certification in accordance with the Code;
- The Board has formed Audit Committees and Human Resource & Remuneration Compensation Committee and has approved their respective Terms of References and has assigned adequate resources so that the committees are able to perform their responsibilities diligently in line with the expectation of Board.
- The Board has ensured that the meetings of the Board and that of its Committee were held with the requisite quorum, all the decision making were taken through Board resolution and that the minutes of all the meetings (including Committees) are appropriately recorded and maintained;
- All the important issues were presented before the Board or its Committees to strengthen and formalize the corporate decision-making process and particularly all the related party transactions executed by the Company were approved by the Board on the recommendations of the Audit Committee;
- The Board has reviewed the compensation of Chief Executive, Executive Directors and other Key Executives including Chief Financial Officer, Company Secretary, and Head of Internal Audit in accordance with the Companies Act, 2017 and the Code;
- The Board has ensured that sound system of internal controls are in place and appropriateness and effectiveness of same is considered by internal auditors on regular basis;
- Based on aforementioned facts it can reasonably be argued that Board of G3 Technologies Limited has played pivotal role in ensuring that corporate objectives are achieved in line with the expectation of shareholders and all other stakeholders.

Lahore
October 04, 2022


Masroor Ahmad Khan
Chairman, Board of Directors

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that Annual General Meeting (AGM) of G3 Technologies Limited (GTECH/ the Company) will be held on Friday, October 28, 2022, at 11:00 AM, at registered office of the Company, at 10-N, Model Town Ext., Lahore, to transact the following business:-

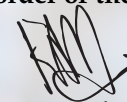
ORDINARY BUSINESS

1. To receive, consider and adopt the Annual Audited Accounts of the Company for the year ended June 30, 2022, together with Directors' and Auditors' Reports, thereon.
2. To appoint Auditors of the Company for the year ending June 30, 2023 and to fix their remuneration. The retiring auditors' M/S CROWE Hussain Chaudhury & Co., Chartered Accountants, being eligible, have offered themselves for reappointment.
3. Any other business with permission of the Chair.

SPECIAL BUSINESS

4. To consider and if deemed fit for investment up to Rs. 200 million in Ghani Global Glass Limited (GGGL) by passing the special resolution, with or without modifications, under section 199 of the Companies Act, 2017, as annexed with statement under section 134(3) of the Companies Act, 2017.

By order of the Board



Farzand Ali
Company Secretary

Place: Lahore
Dated: October 04, 2022

Notes:

1. BOOK CLOSURE

Share Transfer books of the Company will remain closed and no transfer of shares will be accepted for registration from Friday, October 21, 2022 to Friday, October 28, 2022 (both days inclusive). Transfer received in order at the office of the share registrar

M/S CORPLINK (PRIVATE) LIMITED , Wings Arcade, 1-K, Commercial, Model Town, Lahore
Telephone No. 042-35916714, Email: shares@corplink.com.pk

at the close of business on Thursday, October 20, 2022 will be treated in time for the purpose of attendance in the AGM.

2. ATTENDANCE OF MEETING

A member entitled to attend, speak and vote at the AGM is entitled to appoint a proxy to attend, speak and vote instead of him/her.

Proxies in order to be effective duly signed, filled and witnessed must be deposited at the Registered Office of the Company, along with the attested copies of valid Computerized National Identity Card (CNIC) or Passport, not less than 48 hours before the meeting.

CDC Account Holders will have to follow the guidelines as laid down in Circular No.1 dated January 26, 2000 issued by the SECP for attending the meeting.

Attendance in the meeting shall be on production of original CNIC or passport.

3. COVID-19 CONTINGENCY PLANNING

Due to current COVID-19 situation, the Company intends to convene this AGM with minimal physical interaction of shareholders while ensuring compliance with the quorum requirements and requests the members to consolidate their attendance and voting at the AGM through proxies.

The Company has made arrangements to ensure that all participants, including shareholders, can now participate in the AGM proceedings via video link. In order to attend the meeting through video link members are requested to share the below information at agmgtech@ghaniglobal.com, for their appointment/registration and proxy verification by or before Friday October 21, 2022 as per below format.

Full Name	Folio/CDC No.	Company Name	CNIC Number	Registered Email Address	Cell Number

Video link details and login credentials will be shared with those members whose registered emails containing all the particulars are received on or before Friday October 21, 2022.

Shareholders can also provide their comments and questions for the agenda items of the AGM at the email address agmgtech@ghaniglobal.com.

4. TRANSMISSION OF ANNUAL AUDITED FINANCIAL STATEMENTS:

The Company has circulated annual financial statements to its members through CD at their registered address. Printed copy of above referred statements can be provided to members upon request. Request Form is available on website of the company i.e. www.ghaniglobal.com.

5. AVAILABILITY OF AUDITED FINANCIAL STATEMENTS ON COMPANY'S WEBSITE:

The audited financial statements of the Company for the year ended June 30, 2022 have been made available on Company's website www.ghaniglobal.com in addition to annual and quarterly financial statements for the prior years.

6. CHANGE IN ADDRESS AND CNIC

Members are requested to notify/submit the following information / documents, in case of book entry securities in CDS to their respective participants and in case of physical shares to the registrar of the Company by quoting their folio numbers and name of the Company at the below mentioned address of the Company's Share Registrar, if not earlier notified/submitted:

- Change in their address, if any
- Members, who have not yet submitted attested photocopy of their valid CNIC are requested to submit the same along with folio numbers at earliest, directly to the Company's Share Registrar.

7. PAYMENT OF CASH DIVIDEND (IF ANY) ELECTRONICALLY (MANDATORY)

Under the second proviso of Section 242 of the Company Act, 2017, listed companies are required to pay cash dividend to its shareholders only through electronic mode directly into bank account designated by the entitled shareholders. Accordingly, Members are requested to provide their International Banking Account Number (IBAN) together with a copy of the Computerized National Identity Card (CNIC) to update our records. In case of non-submission, all future dividend payments may be withheld.

STATEMENT UNDER SECTION 134 (3) OF THE COMPANIES ACT, 2017

The material facts concerning the special business to be transacted at the Annual General Meeting are given below:

Agenda Item No. 4

The Board of Directors of G3 Technologies Limited has proposed the investment upto Rs. 200 million in Ghani Global Glass Limited being associated undertaking of the Company.

DRAFT PROPOSED RESOLUTIONS:

The following resolutions are proposed to be passed as Special Resolutions, with or without modifications to obtain approval of shareholders of the Company under section 199 of the Companies Act, 2017:

Resolved That pursuant to the requirements of section 199 of the Companies Act, 2017, G3 Technologies Limited (GTECH/the Company) be and is hereby authorized to make investment upto PKR 200 million (Rupees two hundred million only) in Ghani Global Glass Limited (GGGL) an associated company, by way of advances and loans, as and when required by GGGL provided that the return on such advances and loans shall not be less than rate of 3 months KIBOR + 85 bps and that such advances and loans shall be repayable within three (3) years period starting from the date of payment of such advances and loans as per other terms and conditions mentioned in the statement under Section 134(3) of the Companies Act, 2017.

Resolved Further That the above said resolution shall be valid for a period of 3 years and the Chief Executive Officer and/or Company Secretary of the Company be and are hereby singly empowered and authorized to undertake the decision of said investment as and when deemed appropriate and necessary in the best interest of the Company and its shareholders and to take all steps and actions necessary, incidental and ancillary including execution of any and all documents and agreements as may be required in this regard and to do all acts, matters, deeds and things as may be necessary or expedient for the purpose of giving effect to the spirit and intent of the special resolution for making investment from time to time.

The information required under SRO 1240(1)/2017 dated 06 December 2017 are as under:

(a) DISCLOSURES:

(A) Regarding associated company or associated undertaking

Requirement	Loans and Advances in Ghani Global Glass Limited																																
Name of the associated company	Ghani Global Glass Limited (GGGL).																																
Basis of Relationship	Associated Company																																
Earnings/(Loss) per share for the last three years	2022: 0.82 2021: 0.85 2020: 0.33																																
Breakup value per share, based on latest audited financial statements	30-6-2022: 9.674																																
Financial position, including main items of balance sheet and profit and loss account on the basis of its latest financial statements;	<p>Audited Financial Statements for the year ended June 30, 2022 showed:</p> <table> <tr> <td>Profit & Loss:</td> <td>Rupees in "000"</td> </tr> <tr> <td>Sales (net)</td> <td>1,505,037</td> </tr> <tr> <td>Gross profit</td> <td>419,968</td> </tr> <tr> <td>Admin exp.</td> <td>(83,121)</td> </tr> <tr> <td>Other income</td> <td>24,664</td> </tr> <tr> <td>Profit/Loss</td> <td>197,939</td> </tr> <tr> <td colspan="2">Financial Position:</td> </tr> <tr> <td>Operating fixed assets</td> <td>2,602,154</td> </tr> <tr> <td>Other non-current assets</td> <td>32,254</td> </tr> <tr> <td>Current assets</td> <td>1,452,403</td> </tr> <tr> <td>Total Assets</td> <td>4,086,813</td> </tr> <tr> <td colspan="2">Paid up Capital</td> </tr> <tr> <td></td> <td>2,400,000</td> </tr> <tr> <td>Accumulated Loss</td> <td>(78,234)</td> </tr> <tr> <td>Loan from sponsors</td> <td>-</td> </tr> <tr> <td>Total equity</td> <td>2,321,765</td> </tr> </table>	Profit & Loss:	Rupees in "000"	Sales (net)	1,505,037	Gross profit	419,968	Admin exp.	(83,121)	Other income	24,664	Profit/Loss	197,939	Financial Position:		Operating fixed assets	2,602,154	Other non-current assets	32,254	Current assets	1,452,403	Total Assets	4,086,813	Paid up Capital			2,400,000	Accumulated Loss	(78,234)	Loan from sponsors	-	Total equity	2,321,765
Profit & Loss:	Rupees in "000"																																
Sales (net)	1,505,037																																
Gross profit	419,968																																
Admin exp.	(83,121)																																
Other income	24,664																																
Profit/Loss	197,939																																
Financial Position:																																	
Operating fixed assets	2,602,154																																
Other non-current assets	32,254																																
Current assets	1,452,403																																
Total Assets	4,086,813																																
Paid up Capital																																	
	2,400,000																																
Accumulated Loss	(78,234)																																
Loan from sponsors	-																																
Total equity	2,321,765																																

	Non- current liabilities	487,618
	Current Liabilities	1,277,429
	Total Equity and Liabilities	
	4,086,813	

(B)General Disclosures:

Maximum amount of investment to be made	Rs. 200 million as long term loans and advances															
Purpose, benefits likely to accrue to the investing company and its members from such investment and period of investment;	To earn profits on company's funds															
Sources of funds to be utilized for investment	Through internal sources, equity issue and/or other options are under planning.															
salient features of the agreement(s), if any, with associated company or associated undertaking with regards to the proposed investment;	Agreement will be executed before extending the advances and loans in accordance with the terms and conditions as approved by the shareholders.															
direct or indirect interest of directors, sponsors, majority shareholders and their relatives, if any, in the associated company or associated undertaking or the transaction under consideration;	<p>Currently shareholding position of the following directors and majority shareholders of the Company (G3 Technologies Limited) in associated company (GGGL) is as under:</p> <table border="1"> <thead> <tr> <th>Names of Holding Directors</th> <th>Number of Shares</th> <th>%</th> </tr> </thead> <tbody> <tr> <td>Mr. Masroor Ahmad Khan</td> <td>2,400</td> <td>0.001</td> </tr> <tr> <td>Mr. Atique Ahmad Khan</td> <td>2,400</td> <td>0.001</td> </tr> <tr> <td>Hafiz Farooq Ahmad</td> <td>2,400</td> <td>0.001</td> </tr> <tr> <td>Mr. Usman Hassan</td> <td>-</td> <td>-</td> </tr> </tbody> </table>	Names of Holding Directors	Number of Shares	%	Mr. Masroor Ahmad Khan	2,400	0.001	Mr. Atique Ahmad Khan	2,400	0.001	Hafiz Farooq Ahmad	2,400	0.001	Mr. Usman Hassan	-	-
Names of Holding Directors	Number of Shares	%														
Mr. Masroor Ahmad Khan	2,400	0.001														
Mr. Atique Ahmad Khan	2,400	0.001														
Hafiz Farooq Ahmad	2,400	0.001														
Mr. Usman Hassan	-	-														

	Mr. Mahmood Ahmed 0.00003	60
	Ms. Saima Shafi Rana	2,400 0.001
	Hafiz Imran Lateef	- -
	The Sponsors directors of GGGL holds the following shares in GTECHL:	
	Names of Holding Directors	Number of Shares %
	Mr. Masroor Ahmad Khan	792,650 0.317
	Mr. Atique Ahmad Khan	792,650 0.317
	Hafiz Farooq Ahmad	862,658 0.345
	Mr. Ubaid Waqar	- -
	Mr. Muhammad Danish Siddique	- -
	Mrs. Ayesha Masroor	- -
	Ms. Hafsa Masroor	- -
in case any investment in associated company or associated undertaking has already been made, the performance review of such investment including complete information/justification for any impairment or write offs	NIL	
any other important details necessary for the members to understand the transaction;	NIL	

(b)In case of Equity Investment

NIL

(c) In case of Investment in the form of Guarantee NIL

(d) In case of Investments in the form of Loan and Advances

Category wise amount of investments	Rs. 200 million as long term loans and advances
Average borrowing cost of the investing company	3 months KIBOR + 85bps
Rate of interest, markup, profit, fees or commission etc. to be charged	3 months KIBOR + 85bps but not less than annual average borrowing cost
Particulars of collateral security to be obtained in relation to the proposed investment.	NIL
If the investment carry conversion features:	NA
Repayment schedule and terms & conditions of loans or advances to be given to the associated company or associated undertaking.	- Repayment of loan will be within three years from the date of payment with payment of profit on quarterly basis. -any other term or conditions approved by shareholders of the company.

In pursuance to Regulation No. 3 (3) of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017 under SRO 1240(1)/2017 dated 6 December 2017, the directors of the Company have carried out due diligence for the proposed investment in its associated companies i.e. Ghani Global Glass Limited, before recommending it for member's approval.

The following documents shall be available to the members of the company for inspection in the AGM to be held on October 28, 2022.

1. Recommendations of due diligence report of investing company.
2. Last three years annual reports of associated company.

Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019

Name of Company: G3 TECHNOLOGIES LIMITED
Year Ended: June 30, 2022

The Company has complied with the requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019 in the following manner:

1. The total number of directors are seven (07) as per the following:
 - a. Male: 6
 - b. Female: 1

2. The composition of board is as follows:
 - i. Independent Directors
Mr. Usman Hassan
Hafiz Imran Lateef
Ms. Saima Shafi Rana

 - ii. Non-executive Directors
Mr. Masroor Ahmad Khan
Mr. Ali Akhtar

 - iii. Executive Directors
Mr. Atique Ahmad Khan
Hafiz Farooq Ahmad

 - iv. Female Directors
Ms. Saima Shafi Rana

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company;

4. The company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures;

5. The board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of significant policies along with their date of approval or updating is maintained by the company;

6. All the powers of the board have been duly exercised and decisions on relevant matters have been taken by board/shareholders as empowered by the relevant provisions of the Act and these Regulations;

7. The meetings of the board were presided over by the Chairman and, in his absence, by a director elected by the board for this purpose. The board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the board;

8. The board have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations;
9. Three directors out of seven have acquired the prescribed certification under Directors' Training Program;
10. The Board has approved appointment of Chief Financial Officer, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations;
11. Chief Financial Officer and Chief Executive Officer duly endorsed the financial statements before approval of the board;
12. The board has formed committees comprising of members given below:

a. Audit Committee

Hafiz Imran Lateef	Chairman
Mr. Ali Akhtar	Member
Mr. Usman Hassan	Member

b. HR and Remuneration Committee

Ms. Saima Shafi Rana	Chairperson
Mr. Masroor Ahmad Khan	Member
Mr. Ali Akhtar	Member
Mr. Usman Hassan	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance;
14. The frequency of meetings of the committees were as per following:

a. Audit Committee	Quarterly
b. HR and Remuneration Committee	Annually
15. The board has set up an effective internal audit function which is supervised by the Head of Internal Audit who is considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the company;
16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they

and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the Chief Executive Officer, Chief Financial Officer, Head of Internal Audit, Company Secretary or Director of the company;

17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirements and the auditors have confirmed that they have observed IFAC guidelines in this regard;

18. We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with;

19. Explanation for non-compliance with requirements, other than regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

Sr. No.	Reg. Ref.	Requirement	Explanation
1.	19(iii)	by June 30, 2022 all the directors on their Boards have acquired the prescribed certification under any director training program offered by institutions	Due to COVID-19 pandemic situation in the country, the Board was unable to arrange Directors' Training Program for the remaining four directors.

(ATIQUE AHMAD KHAN)
Chief Executive Officer

(MASROOR AHMAD KHAN)
Chairman

Dated: 04-10-2022

Lahore.

**INDEPENDENT AUDITOR’S REVIEW REPORT TO THE MEMBERS
 OF
 G3 TECHNOLOGIES LIMITED
 REVIEW REPORT ON THE STATEMENT OF COMPLIANCE
 CONTAINED IN LISTED COMPANIES (CODE OF CORPORATE
 GOVERNANCE) REGULATIONS, 2019**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of G3 Technologies Limited (“the Company”) for the year ended June 30, 2022 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company’s compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company’s personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors’ statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company’s corporate governance procedures and risks.

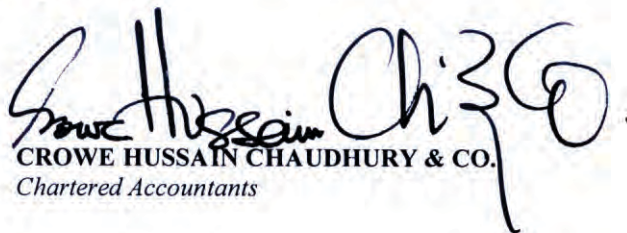
The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company’s compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2022.

Further, we highlight below instances of non-compliance with the requirements of the Regulations as reflected in the paragraph reference where these are stated in the Statement of Compliance:

Sr. No.	Paragraph Reference	Description
1.	19	Four out of the seven directors have not acquired the prescribed certification under Director’s Training Program as required under clause 19 of the Regulations.

Lahore
 Dated: October 04, 2022
 UDIN: CR2022101696U0BHCenG



CROWE HUSSAIN CHAUDHURY & CO.
 Chartered Accountants

DIRECTORS REPORT

Dear Shareholders

Assalam-o-Alaikum Wa Rehmat Ullah Wa BarakatoH

The directors of your Company (G3 Technologies Limited) are pleased to present the audited financial statements of the Company for the year ended June 30, 2022, in compliance with the requirements of Companies Act, 2017.

OVERVIEW OF THE NATIONAL ECONOMY

The global crisis coming out of COVID and economic pitfalls have severely heightened macro-economic uncertainty in many countries, particularly those dependent on imported commodities. Economic activity across the world has slowed down as a result of supply chain disruptions. Furthermore, inflationary pressure has surged in many economies as commodity prices escalated, resulting in tightened monetary policies by many central banks.

Global macro-economic instability has taken its toll on the Pakistan's economy resulting in high inflation and an increasing Current Account Deficit. The government has started taking tough fiscal actions in order to secure the IMF deal, which would bear fruit over the next few quarters in the form of stabilized reserves, controlled fiscal balance and sustainable economic growth. However, fast-paced implementation of energy pass-through and fiscal tightening measures are expected to increase the political temperature.

Continued surge in global food & fuel prices, PKR devaluation and energy pass-through resulted in national CPI reaching 21.3% in June 2022, a level which was last witnessed during 2008. Accordingly, FY2021-22 average CPI stands at 12.2% compared to 8.9% last year. Inflation is expected to remain elevated during the next few months with the impact of high energy rates to fully reflect in the CPI, before starting to taper off in the latter half of FY2022-23.

On the fiscal side, some slippages were witnessed, and the deficit clocked in at 4.0% of GDP during Jul-Mar 2022, compared to 3.6% in SPLY. This was despite 28% tax revenue growth which was used for higher expenditures. Reverting to fiscal adherence in line with IMF guidelines, the Government has presented the FY2022-23 budget with fiscal deficit target of 4.9% for FY 2023 compared to the projected 7% in FY 2022. FBR tax target growth of 23% would be a challenge despite revocation of various tax exemptions/relaxations and imposition of one-time higher super tax. Prudent utilization of tax revenues remains the key to fiscal discipline.

Structural imbalances have caused higher twin deficits, warranting an economic slowdown. For sustainable growth, fiscal discipline remains central and the recently announced Federal Budget FY2023 is a step towards that. Revival of IMF program would also help to improve market sentiment and foreign exchange while keeping fiscal discipline in check. The recent downtrend in some commodity prices is also a welcome sign and if sustained, would significantly improve the country's external account position and offer respite on the fiscal front.

Pakistan benchmark KSE-100 index fell 7.5% during 4Q FY2022, taking total return to negative 12.3% in FY2022 as a result of deteriorating global and local macro-economic indicators.

The new government is working hard for economic reformation and to improve Pakistan's credibility in the international market, which remains imperative. The country needs to scale back both its imports and expenditures and manage the economic situation. Efforts in this direction are underway and will hopefully soon bear fruit. Short-term measures can be helpful for Pakistan, but it's time to look for long-term solutions too.

PRINCIPAL ACTIVITIES

The company is in the process of setting up of Calcium Carbide Plant at Hattar Special Economic Zone, Hattar Haripur.

FINANCIAL PERFORMANCE

Operational activities of Company were suspended in October 2004. During the year 2021-22, your company has made sale of Rs. 64 Mn during the year with gross profit of Rs. 03 Mn. Directors of the Company made their entire efforts to revive the operations of the company by restructuring its business particularly through its internal resources.

Particulars	June 2022	June 2021
	Rupees	Rupees
Sales	64,310,000	-
Cost of Sales	(50,546,000)	-
Gross Profit	3,045,547	-
Administrative expenses	(35,802,687)	(32,706,310)
Operating (Loss)	(32,757,140)	(32,706,310)
Other Operating expenses	(109,823,901)	(283,000)
Other Income	164,694,401	1,863,476
Profit / (Loss) before Tax	47,305,320	(31,125,834)
Taxation	(3,759,271)	-
Profit / (Loss) after taxation	43,546,049	(31,125,834)
Earning/(Loss) per share - Dilutive	0.24	(1.56)

FUTURE PROSPECTS

Your company is actively in process for setting up of import substitute Calcium Carbide project already announced in Hattar Economic Zone. Alhamdulillah, the Letter of credit for the import of Pakistan's one and only Calcium Carbide Plant has already been opened.

The project shall provide completely import substitution to Pakistan, besides enabling the Company to tap the export market. The plant shall also indigenize the production of many by-products. An overall market of US\$ 25 Million revenue is aimed to be tapped through this plant, in future years.

The board of Directors of your Company in their meeting held on April 14, 2022 had decided to merge the Company (G3 Technologies Limited/GTECH) with/into Ghani Chemical Industries Limited, (an associated company/largest manufacturer of Industrial & Medical Gases in Pakistan). This decision would greatly be beneficial to your Company as well as shareholders of the Company.

PAY OUT TO THE SHAREHOLDERS

The management of your company strongly believes in passing on the return of investment to their shareholders. However keeping in small figure of profit earned during the year as well as ongoing expansion plan, the board of directors has skipped the announcement of any dividend.

STAFF RETIREMENT BENEFITS

Operations of the Company are suspended from October 2004 and there was no employee at pay roll of the Company. After commencement of operations, the Company will start any scheme for staff retirement benefits.

STATUTORY AUDITORS OF THE COMPANY

The present auditors' M/s. CROWE Hussain Chaudhri & Company, Chartered Accountants will retire on conclusion of Annual General Meeting being held on October 28, 2022. As suggested by the Audit Committee, the Board of Directors has recommended their re-appointment as auditors of the Company for the year ending June 30, 2023.

SHARE PRICE TREND

Name of Company: G3 Technologies Limited

Trading Symbol : GTECH

Share price trend of the Company at Pakistan Stock Exchange Limited (PSX) during the year ended June 30, 2022 remain as under:

Period	Share Price (Rs.)			Daily Average of Trading Volume
	High	Low	Close	
1 st Quarter (Jul-Sep 2021)	66.39	12.79	14.02	1,074,115
2 nd Quarter (Oct-Dec 2021)	16.68	9.01	9.91	6,602,731
3 rd Quarter (Jan-March 2022)	11.12	7.17	8.28	1,852,460
4 th Quarter (Apr-Jun 2022)	12.5	7.6	8.46	5,881,200
Annual for the Year	66.39	7.17	8.46	3,872,592

COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

G3 Technologies Limited has adopted the requirements of the Code of Corporate Governance (the Listed Companies (Code of Corporate Governance) Regulations, 2019) relevant for the year ended June 30, 2022 and have been duly complied with.

STATEMENT OF COMPLIANCE

A Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019 is annexed.

CODE OF CONDUCT

The Board of G3 Technologies Limited has adopted code of conduct for its Board of Directors and the employees. All concerns are informed of these codes and are required to observe the rules of conduct in relation to customers, suppliers and regulations.

AUDIT COMMITTEE

The present Board of Directors has formed an Audit Committee. It comprises three members, of whom two are independent and one non-executive director.

Names of Members of Audit Committee are as under:

Name of Director	Category	Designation
Hafiz Imran Latif	Independent Director	Chairman
Ali Akhtar	Non-Executive Director	Member
Usman Hassan	Independent Director	Member

The Audit Committee has its terms of reference which were determined by the Board of Directors in accordance with the guidelines provided in the Listed Companies (Code of Corporate Governance) Regulations, 2019.

HR&R AND COMPENSATION COMMITTEE

The present Board of Directors has formed a Human Resource & Remuneration and Compensation Committee. It comprises three members, of whom one is independent & one is executive and one is non-executive directors.

Name of Director	Category	Designation in Committee
Ms. Saima Shafi Rana	Independent Director	Chairman
Atique Ahmad Khan	Executive Director	Member
Ali Akhtar	Non-Executive Director	Member
Hafiz Imran Lateef	Independent Director	Member

The HR&R committee has its terms of reference which were determined by the Board of Directors in accordance with the guidelines provided in the Listed Companies (Code of Corporate Governance) Regulations, 2019.

RELATIONS WITH STAKEHOLDERS

G3 Technologies Limited is committed to establishing mutually beneficial relations with all stakeholders, bankers, stock exchange, SECP and other business partners of the Company. Alhamdulillah during the period under review relations with all stakeholders remained cordial.

CORPORATE SOCIAL RESPONSIBILITY

G3 Technologies Limited is committed to both sustainable business practices and its responsibilities as a corporate citizen. We believe that the Corporate Social Responsibility is primarily about conducting business in a transparent and ethical way that not only enhances value of all of our stakeholders but also gives support to the events that enhance the well-being of the community.

The management believes that Corporate Social Responsibility and guidelines for corporate governance will be implemented in its true spirit and right direction.

The GTECH is committed to supports a clean environment and will motivate its customers for this cause. GTECH also tries its level best that the business activities of customers must be environment-friendly and not be hazardous to the society.

BOARD OF DIRECTORS

The Board of Directors, which consist of seven members, have responsibility to independently and transparently monitor the performance of the Company and take strategic decision to achieve sustainable growth in the Company value.

Total number of directors:

Description	Number of Directors
Male	06
Female	01
Total	07

Composition:

Categories	Number of Directors
Independent Directors	03
Non-executive Directors	02
Executive Directors	02
Total	07

The present board of directors were elected in Annual General Meeting of the Company held on October 28, 2021 for a period of three years and shall retire on October 28, 2024.

A written notice of the board meeting along with working papers was sent to the members seven days before the meeting.

CHAIRMAN'S REVIEW

The chairman's review deals with the overall performance of the board and effectiveness of the role played by the board in achieving the company's objectives for the year ended June 30, 2022 in compliance with section 192 (4) of the Companies Act, 2017 is annexed.

PATTERN OF SHAREHOLDING

A pattern of shareholding as required under section 227(2)(f) of the Companies Act, 2019 is annexed.

DIRECTORS' REMUNERATION

The remuneration of the directors is determined by the Board as per provisions of section 170 of the Companies Act, 2017 on the basis of standards in the market and reflects demand to competencies and efforts in the light of the scope of their work and responsibilities of the directors.

During the year ended June 30, 2022 aggregate amount of remuneration paid to Executive and Non-Executive Directors are as under:

Category of Director	Number of Directors	Remuneration (Rupees in '000)
Executive directors including CEO	2	16,032,258
Other Executive director	-	-
Independent directors	-	-
Other non-executive directors	5	7,4500

No remuneration except Meeting Fee for attending the meeting amounting to Rs. 25,000/- per meeting is paid to other non-executive directors and independent directors of the board.

MAJOR EVENTS

- 1) Disinvested, 22,000,000 ordinary shares of Ghani Chemical Industries Limited (GCIL) as approved by the shareholders of the company in their Extra Ordinary General Meeting of the Company held on May 07, 2022.
- 2) Increased the authorized share capital from Rs. 2,500,000,000/- divided into 250,000,000 ordinary shares of Rs. 10 each to Rs. 3,000,000,000/- divided into 250,000,000 (Two Hundred and Fifty Million) Ordinary Shares of Rs. 10/- each and 50,000,000 (Fifty Million) Class-B Shares of Rs. 10/- each.

- 3) Amended and alter the Memorandum of Association and Articles of Association of the Company to give effect of increase in authorized share capital of the Company from Rs. 2,500,000,000/- divided into 250,000,000 ordinary shares of Rs. 10 each to Rs. 3,000,000,000 (Rupees Three Thousand Million Only) divided into 250,000,000 (Two Hundred and Fifty Million) Ordinary Shares of Rs. 10/- each and 50,000,000 (Fifty Million) Class-B Shares of Rs. 10/- each.
- 4) Inserted additional Clause 18.A and Clause 18.B in the Articles of Association of the Company.
- 5) Alhamdulillah 1486% Right issue announced by the Board of Directors of the Company on July 16, 2021 has been successfully completed and company received total Rs. 2.341 Billion and allotted 234,116,328 ordinary shares at par value of Rs. 10/-. The Board of Directors of the Company thanks to the all shareholders and stakeholders to reposed their confident on the management of the Company.
- 6) The Board of Directors of the company announced 8.8045 Class B shares for every 100 (one hundred) existing ordinary shares i.e. 8.8045% in their Board Meeting dated September 05, 2022.
- 7) Alhamdulillah, approval from Environment Protection Agency, Government of KP to the Company for the establishment of manufacturing plant for Calcium Carbide, has granted.
- 8) Approval of the opening of the letter of credit (LC) for the left over items of the Calcium Carbide plant has been received by the Company. With the shipment and installation of the remaining items of the plants and machinery, the Company is targeting the commercial production during 4th Quarter 2022-2023.
- 9) Merger/amalgamation between G3 Technologies Limited with and into Ghani Chemical Industries Limited subject to the sanction of the Honorable Lahore High Court, Lahore.

The Board has ensured that sound system of internal controls are in place and appropriateness and effectiveness of same is considered by internal auditors on regular basis;

ACKNOWLEDGEMENTS

We would like to express sincere appreciation to the cooperation and kindness of the SECP, PSX and the Honorable Lahore High Court for helping to step forward the revival of your Company.

We thanks to the Allah Subhanatallah who gives us courage to serve the small shareholders.

On behalf of the Board



ATIQUE AHMAD KHAN
(Chief Executive Officer)



HAFIZ FAROOQ AHMAD
(Director)

Lahore
October 04, 2022

- کمپنی کی ایسوسی ایشن کے میمورنڈم اور آرٹیکلز آف ایسوسی ایشن میں ترمیم اور تبدیلی کرنا تاکہ کمپنی کے مجاز حصص کیپٹل کو 2,500,000,000 روپے جو کہ 250,000,000 عام حصص فی روپے 10 روپے کے حساب سے بڑھا کر 3,000,000,000 روپے جو کہ 250,000,000 عام حصص فی روپے 10 اور 50,000,000 کلاس بی حصص فی روپے 10 کے حساب سے کر دیا۔

- کمپنی کے آرٹیکلز آف ایسوسی ایشن میں اضافی شق 18.A اور شق 18.B داخل کرنا۔

- الحمد للہ 16 جولائی 2021 کو کمپنی کے بورڈ آف ڈائریکٹرز کی طرف سے اعلان کردہ %1486 رائٹ ایشو کامیابی سے مکمل ہو گیا ہے اور کمپنی کو کل 2.341 بلین روپے موصول ہوئے اور 234,116,328 عام حصص فی روپے 10 روپے کے حساب سے الاٹ کئے گئے بورڈ آف ڈائریکٹرز تمام شیئرز ہولڈرز اور اسٹیک ہولڈرز کا شکریہ ادا کرتا ہے کہ انہوں نے کمپنی کی انتظامیہ پر اعتماد کا اظہار کیا۔

- کمپنی کے بورڈ آف ڈائریکٹرز نے 05 ستمبر 2022 کو اپنی بورڈ میٹنگ میں ہر 100 (ایک سو) موجودہ عام حصص کے لیے 8.8045 کلاس B شیئرز یعنی %8.8045 کا اعلان کیا۔

- الحمد للہ، انوائٹمنٹ پروٹیکشن ایجنسی، حکومت کے پی کی جانب سے کمپنی کو کیشیم کاربائیڈ کے مینوفیکچرنگ پلانٹ کے قیام کی منظوری دے دی گئی ہے۔


- کیشیم کاربائیڈ پلانٹ کے لیٹر آف کریڈٹ (LC) کو کھولنے کی منظوری کمپنی کو مل گئی ہے۔ پلانٹس اور مشینری کی بقیہ اشیاء کی ترسیل اور تنصیب کے ساتھ، کمپنی چوتھی سہ ماہی 2022-2023 کے دوران تجارتی پیداوار کو ہدف بنا رہی ہے۔


- G3 ٹیکنالوجیز لمیٹڈ کے ساتھ اور غنی کیمیکل انڈسٹریز لمیٹڈ کے درمیان انضمام/انضمام معزز لاہور ہائی کورٹ، لاہور کی منظوری سے مشروط ہے۔

اعترافی بیانیہ

ہم اپنے حصص داران کا شکریہ ادا کرتے ہیں جنہوں نے کمپنی کی انتظامیہ پر اعتماد کیا اس طرح ایس ای سی پی، سٹاک ایکسچینج اور گورنمنٹ کے تمام کارکنان کا بھی شکریہ ادا کرتے ہیں ہم اللہ تعالیٰ کا شکریہ ادا کرتے ہوئے۔

بورڈ آف ڈائریکٹرز کی طرف سے


عتیق احمد خان
(چیف ایگزیکٹو آفیسر)


حافظ فاروق احمد
(ڈائریکٹر)

لاہور
10 اکتوبر 2022

موجودہ بورڈ آف ڈائریکٹرز کو 28 اکتوبر 2021 کو منعقدہ کمپنی کی سالانہ جنرل میٹنگ میں تین سال کی مدت کے لیے منتخب کیا گیا تھا اور وہ 28 اکتوبر 2024 کو ریٹائر ہو جائیں گے۔

چیئرمین کا جائزہ

چیئرمین کا جائزہ بورڈ کی مجموعی کارکردگی اور 30 جون 2022 کو ختم ہونے والے سال کے لیے کمپنی کے مقاصد کے حصول میں بورڈ کے کردار کی یا شیر سے متعلق ہے کمپنیز ایکٹ، 2017 کے سیکشن 192 (4) کی تعمیل میں ضم کیا گیا ہے۔

ڈائریکٹرز کے معاوضہ

ڈائریکٹرز کے معاوضے کا تعین بورڈ کے ذریعہ کمپنیز ایکٹ 2017 کے سیکشن 170 کی دفعات کے مطابق مارکیٹ میں معیارات کی بنیاد پر کیا جاتا ہے اور ان کے کام اور ذمہ داریوں کے دائرہ کار کی روشنی میں اہلیت اور کوششوں کے مطالبے کو مسترد کیا جاتا ہے۔

30 جون 2022 کو ختم ہونے والے سال کے دوران ایگزیکٹو اور نان ایگزیکٹو ڈائریکٹرز کو ادا کیے گئے معاوضے کی مجموعی رقم درج ذیل ہے:

معاوضہ (روپے میں)	تعداد	ڈائریکٹرز کی تفصیل
16,032,258	2	ایگزیکٹو ڈائریکٹرز اور بمعہ چیف ایگزیکٹو آفیسر
-	-	دوسرے ایگزیکٹو ڈائریکٹرز
-	-	آزاد/غیر متعلقہ ڈائریکٹرز
7,4500	5	دوسرے نان ایگزیکٹو ڈائریکٹرز

سی ای او سمیت ایگزیکٹو ڈائریکٹرز کے معاوضے کا بورڈ آف ڈائریکٹرز سالانہ جائزہ لیتا ہے۔

میٹنگ میں شرکت کے لیے میٹنگ فیس 25,000/- فی میٹنگ کے علاوہ کوئی معاوضہ بورڈ کے دیگر ایگزیکٹو ڈائریکٹرز، نان ایگزیکٹو ڈائریکٹرز اور آزاد ڈائریکٹرز کو نہیں ادا کی جاتی ہے۔

شیئر ہولڈنگ کا نمونہ

کمپنیز ایکٹ، 2019 کے سیکشن 227(2)(f) کے تحت شیئر ہولڈنگ کا ایک نمونہ منسلک ہے۔

اہم واقعات

- غنی کیمیکل انڈسٹریز لمیٹڈ (GCIL) کے 22,000,000 عام حصص کی ڈس انویسٹمنٹ جیسا کہ کمپنی کے شیئر ہولڈرز نے 07 مئی 2022 کو ہونے والی کمپنی کی اپنی ایکسٹرا آرڈینری میٹنگ میں منظوری دی تھی۔

- مجاز حصص کیپٹل کو 2,500,000,000 روپے جو کہ 250,000,000 عام حصص فی روپے 10 روپے کے حساب سے بڑھا کر 3,000,000,000 روپے جو کہ 250,000,000 عام حصص فی روپے 10 اور 50,000,000 کلاس بی حصص فی روپے 10 کے حساب سے کر دیا۔

ڈائریکٹر کا نام	تخصیص	عہدہ
مس صائمہ شفیع رانا	آزاد ڈائریکٹر	چیئر مین
مسرور احمد خان	نان ایگزیکٹو ڈائریکٹر	ممبر
علی اختر	نان ایگزیکٹو ڈائریکٹر	ممبر
عثمان حسن	آزاد ڈائریکٹر	ممبر

HR&R کمیٹی کے پاس ٹرمز آف ریفرنس ہے جس کا تعین بورڈ آف ڈائریکٹرز نے لسٹڈ کمپنیوں (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 میں دی گئی ہدایات کے مطابق کیا ہے۔

کارپوریٹ سماجی ذمہ داری

Technologies Limited G3 پائیدار کاروباری طریقوں اور کارپوریٹ شہری کے طور پر اپنی ذمہ داریوں دونوں کے لیے پرعزم ہے۔ ہمارا ماننا ہے کہ کارپوریٹ سماجی ذمہ داری بنیادی طور پر ایک شفاف اور اخلاقی طریقے سے کاروبار کرنے کے بارے میں ہے جو نہ صرف ہمارے تمام اسٹیک ہولڈرز کی قدر میں اضافہ کرتی ہے بلکہ ایسے واقعات کی حمایت بھی کرتی ہے جو کمیونٹی کی فلاح و بہبود کو بڑھاتے ہیں۔

انتظامیہ کا خیال ہے کہ کارپوریٹ سماجی ذمہ داری اور کارپوریٹ گورننس کے رہنما اصولوں کو اس کی حقیقی روح اور صحیح سمت میں لاگو کیا جائے گا۔ GTECH ایک صاف ستھرا ماحول کی حمایت کے لیے پرعزم ہے اور اس مقصد کے لیے اپنے صارفین کی حوصلہ افزائی کرے گا۔ GTECH اپنی سطح پر بھی پوری کوشش کرے گا کہ صارفین کی کاروباری سرگرمیاں ماحول دوست ہوں اور معاشرے کے لیے خطرناک نہ ہوں۔

بورڈ آف ڈائریکٹرز

بورڈ آف ڈائریکٹرز، جو سات ارکان پر مشتمل ہے، کی ذمہ داری ہے کہ وہ کمپنی کی کارکردگی کو آزادانہ اور شفاف طریقے سے مانٹیر کرے اور کمپنی کی قیمت میں پائیدار ترقی حاصل کرنے کے لیے اسٹریٹجک فیصلہ کرے۔

تفصیل	ڈائریکٹران کی تعداد
مرد	06
خواتین	01
کل تعداد	07

کمپوزیشن آف بورڈ:

تفصیل	تعداد
آزاد/غیر متعلقہ ڈائریکٹرز	03
نان ایگزیکٹو ڈائریکٹرز	02
ایگزیکٹو ڈائریکٹرز	02
کل تعداد	07

5,881,200	8.46	7.6	12.57	چوتھی سہ ماہی
3,872,592	8.46	7.17	66.39	سالانہ

کارپوریٹ گورننس کے کوڈ کے ساتھ تعميل

G3 Technologies Limited نے 30 جون 2022 کو کارپوریٹ گورننس (لسٹڈ کمپنیاں کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کی ضرورتوں کو پورا کیا ہے اور ان کے لیے مناسب انتظام کیا گیا ہے۔ اس رپورٹ کے ساتھ منسلک کارپوریٹ گورننس ریگولیشن کے کوڈ کے ساتھ تعميل کے بیان میں استثناء ہے۔

تعميل کا بيان

لسٹڈ کمپنیوں (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے ساتھ تعميل کا بيان منسلک ہے۔

ضابطہ اخلاق

بورڈ آف G3 Technologies Limited نے اپنے بورڈ آف ڈائریکٹرز اور ملازمین کے لیے ضابطہ اخلاق اپنایا ہے۔ تمام خدشات کو ان کوڈز کے بارے میں مطلع کیا جاتا ہے اور صارفین، سپلائرز اور قواعد و ضوابط کے حوالے سے ضابطہ اخلاق کا مشاہدہ کرنے کی ضرورت ہوتی ہے۔

آڈٹ کمیٹی

موجودہ بورڈ آف ڈائریکٹرز نے ایک آڈٹ کمیٹی تشکیل دی ہے۔ اس میں تین ارکان شامل ہیں جن میں سے دو آزاد اور ایک نان ایگزیکٹو ڈائریکٹر ہیں۔ آڈٹ کمیٹی کے ممبران کے نام درج ذیل ہیں۔

عہدہ	تخصیص	ڈائریکٹر کا نام
چیئر مین	آزاد ڈائریکٹر	حافظ عمران لطیف
ممبر	نان ایگزیکٹو ڈائریکٹر	علی اختر
ممبر	آزاد ڈائریکٹر	عثمان حسن

آڈٹ کمیٹی کی اپنی ٹرمز آف ریفرنس ہے جس کا تعین بورڈ آف ڈائریکٹرز نے لسٹڈ کمپنیوں (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 میں دی گئی ہدایات کے مطابق کیا ہے۔

HR & R اور معاوضہ کمیٹی

موجودہ بورڈ آف ڈائریکٹرز نے انسانی وسائل اور معاوضہ اور معاوضہ کمیٹی تشکیل دی ہے۔ اس میں چار ارکان شامل ہیں جن میں سے دو آزاد اور دو نان ایگزیکٹو ڈائریکٹر ہیں۔

انسانی وسائل اور معاوضہ اور معاوضہ کمیٹی کے ممبران کے نام درج ذیل ہیں۔

مستقبل کے امکانات

آپ کی کمپنی حطار اکنامک زون میں پہلے ہی اعلان کردہ امپورٹ متبادل کیلشیم کاربائیڈ پر وجیکٹ کے قیام کے لیے سرگرم عمل ہے۔ الحمد للہ، پاکستان کے واحد کیلشیم کاربائیڈ پلانٹ کی درآمد کا لیٹر آف کریڈٹ پہلے ہی کھول دیا گیا ہے۔

یہ منصوبہ پاکستان کو مکمل طور پر درآمدی متبادل فراہم کرے گا، اس کے علاوہ کمپنی کو برآمدی منڈی کو استعمال کرنے کے قابل بنائے گا۔ پلانٹ بہت سے ضمنی مصنوعات کی پیداوار کو بھی مقامی بنائے گا۔ اس پلانٹ کے ذریعے 25 ملین امریکی ڈالر کی مجموعی آمدنی حاصل کرنے کا مقصد ہے۔

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز نے 14 اپریل 2022 کو ہونے والی اپنی میٹنگ میں کمپنی (G3 Technologies Limited) کوغنی کیمیکل انڈسٹریز لمیٹڈ کے ساتھ ضم کرنے کا فیصلہ کیا تھا۔ یہ فیصلہ آپ کی کمپنی کے ساتھ ساتھ کمپنی کے شیئر ہولڈرز کے لیے بھی بہت فائدہ مند ہوگا۔

شیئر ہولڈرز کو ادائیگی کریں

آپ کی کمپنی کی انتظامیہ اپنے شیئر ہولڈرز کو سرمایہ کاری کی واپسی پر پختہ یقین رکھتی ہے۔ تاہم سال کے دوران کمائے گئے منافع کے ساتھ ساتھ جاری توسیعی منصوبے کو مد نظر رکھتے ہوئے بورڈ آف ڈائریکٹرز نے کسی بھی ڈیویڈنڈ کا اعلان کرنے سے گریز کیا ہے۔

سٹاف ریٹائرمنٹ کے فوائد

کمپنی کے کام اکتوبر 2004 سے معطل ہیں اور کمپنی کے پلے رول پر کوئی ملازم نہیں تھا۔ کام شروع کرنے کے بعد، کمپنی عملے کے ریٹائرمنٹ کے فوائد کے لیے بھی کوئی اسکیم شروع کرے گی۔

کمپنی کے اعداد و شمار کے آڈیٹرز

موجودہ آڈیٹر میسرز کرو حسین چوہدری اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس 28 اکتوبر، 2022 کو ہونے والے سالانہ جنرل اجلاس کے اختتام پر ریٹائر ہو جائیں گے۔ جیسا کہ آڈٹ کمیٹی نے تجویز کیا ہے، بورڈ آف ڈائریکٹرز نے 30 جون 2023 کو ختم ہونے والے سال کے لیے کمپنی کے بطور آڈیٹران کی دوبارہ تقرری کی سفارش کی ہے۔

شیئر قیمت کا ٹرینڈ

کمپنی کا نام : G3 Technologies Limited
تجارتی علامت : GTECH

شیئر کی قیمت (روپے میں)				مدت
زیادہ	کم	ختم	تجارتی حجم کی روزانہ اوسط	
66.39	12.79	14.02	1,074,115,00	پہلی سہ ماہی
16.68	9.1	9.91	6,602,731	دوسری سہ ماہی
11.12	7.17	-	1,852,460	تیسری سہ ماہی

2023 FY اس کی طرف ایک قدم ہے۔ ممکنہ طور پر IMF پروگرام کی بحالی سے مالیاتی نظم و ضبط کو برقرار رکھتے ہوئے مارکیٹ کے جذبات اور FX کے بہاؤ کو بہتر بنانے میں بھی مدد ملے گی۔ کچھ اجناس کی قیمتوں میں حالیہ کمی کا رجحان بھی ایک خوش آئند علامت ہے اور اگر برقرار رہا تو یہ ملک کے بیرونی کھاتوں کی پوزیشن کو نمایاں طور پر بہتر کرے گا اور مالیاتی محاذ پر مہلت فراہم کرے گا۔

پاکستان کا بیئج مارک KSE-100 انڈیکس FY20224Q کے دوران 7.5% گر گیا، جس سے عالمی اور مقامی میکرو اکنامک اشاریوں کے بگڑتے ہوئے FY2022 میں مجموعی منافع منفی 12.3% ہو گیا۔

نئی حکومت معاشی اصلاحات اور بین الاقوامی مارکیٹ میں پاکستان کی ساکھ کو بہتر بنانے کے لیے سخت محنت کر رہی ہے جو کہ اب بھی ضروری ہے۔ ملک کو اپنی درآمدات اور اخراجات دونوں کو کم کرنے اور معاشی صورتحال کو سنبھالنے کی ضرورت ہے۔ اس سمت میں کوششیں جاری ہیں اور امید ہے کہ جلد ہی نتیجہ نکلے گا۔ قلیل مدتی اقدامات پاکستان کے لیے مددگار ثابت ہو سکتے ہیں، لیکن یہ طویل المدتی حل تلاش کرنے کا وقت ہے۔

پرنسپل سرگرمیاں

کمپنی حطار اسپیشل اکنامک زون، حطار ہری پور میں کیلشیم کاربائیڈ پلانٹ لگانے کے عمل میں ہے۔

مالیاتی کارکردگی

کمپنی کی آپریشنل سرگرمیاں اکتوبر 2004 میں معطل کر دی گئی تھیں۔ سال 2021-22 کے دوران، آپ کی کمپنی نے روپے کی فروخت کی ہے۔ سال کے دوران 64 ملین روپے کے مجموعی منافع کے ساتھ 03 ملین کمپنی کے ڈائریکٹرز نے خاص طور پر اپنے اندرونی وسائل کے ذریعے اس کے کاروبار کی تنظیم نو کے ذریعے کمپنی کے آپریشنز کو بحال کرنے کی پوری کوشش کی۔

جون 2021	جون 2022	
روپے	روپے	
-	64,310,000	فروخت
-	(50,546,000)	فروخت کی لاگت
-	3,045,547	کل منافع
(32,706,310)	(35,802,687)	انتظامی اخراجات
(32,706,310)	(32,757,140)	آپریٹنگ (نقصان)
(283,000)	(109,823,901)	دیگر آپریٹنگ (نقصان)
1,863,476	164,694,401	دیگر آمدنی
(31,125,834)	47,305,320	ٹیکس سے پہلے منافع / نقصان
-	(3,759,271)	ٹیکسیشن
(31,125,834)	43,546,049	ٹیکس کے بعد منافع / نقصان
(1.56)	0.24	(نقصان) فی حصص / بنیادی

ڈائریکٹرز رپورٹ

معزز حصص داران

آپ کی کمپنی کے ڈائریکٹرز (جی-3 ٹیکنالوجیز لمیٹڈ) کمپنی ایکٹ، 2017 کی ضروریات کے مطابق 30 جون 2022 کو ختم ہونے والے سال کے لیے کمپنی کے آڈٹ شدہ مالی بیانات پیش کرنے پر خوش ہیں۔

قومی معیشت کا جائزہ

COVID اور معاشی خرابیوں سے نکلنے والے عالمی بحران نے بہت سے ممالک میں میکرو اکنامک غیر یقینی صورتحال کو شدید طور پر بڑھا دیا ہے، خاص طور پر وہ لوگ جو درآمدی اشیاء پر انحصار کرتے ہیں۔ سپلائی چین میں رکاوٹوں کے نتیجے میں دنیا بھر میں اقتصادی سرگرمیاں سست پڑ گئی ہیں۔ مزید برآں، اشیاء کی قیمتوں میں اضافے کی وجہ سے بہت سی معیشتوں میں افراط زر کا دباؤ بڑھ گیا ہے، جس کے نتیجے میں بہت سے مرکزی بینکوں نے مالیاتی پالیسیوں کو سخت کر دیا ہے۔

عالمی میکرو اکنامک عدم استحکام نے ملکی معیشت پر اپنا اثر ڈالا ہے جس کے نتیجے میں افراط زر میں اضافہ اور کرنٹ اکاؤنٹ خسارہ بڑھتا ہے۔ حکومت نے آئی ایم ایف کے معاہدے کو محفوظ بنانے کے لیے سخت مالی اقدامات کرنا شروع کر دیے ہیں، جس کا نتیجہ آئندہ چند ماہوں میں مستحکم ذخائر، کنٹرول شدہ مالیاتی توازن اور پائیدار اقتصادی ترقی کی صورت میں سامنے آئے گا۔ تاہم، انرجی پاس تھرو اور مالیاتی سختی کے اقدامات کے تیز رفتار نفاذ سے سیاسی درجہ حرارت میں اضافہ متوقع ہے۔

خوراک اور ایندھن کی عالمی قیمتوں میں مسلسل اضافے، پی کے آر کی قدر میں کمی اور توانائی کے پاس تھرو کے نتیجے میں جون 2022 میں قومی سی پی آئی 21.3 فیصد تک پہنچ گئی، یہ سطح جو آخری بار 2008 کے دوران دیکھی گئی تھی۔ گزشتہ سال FY2022۔ 23 کے آخری نصف میں کم ہونے سے پہلے، CPI میں اعلیٰ توانائی کی شرحوں کے اثرات کے مکمل طور پر ظاہر ہونے کے ساتھ اگلے چند مہینوں کے دوران افراط زر کے بلند رہنے کی توقع ہے۔

مالیاتی طرف، کچھ پھسلن دیکھی گئی، اور خسارہ جولائی-مارچ 2022 کے دوران جی ڈی پی کے 4.0% تک پہنچ گیا، جبکہ SPLY میں یہ 3.6% تھا۔ یہ ٹیکس ریونیو میں 28 فیصد اضافے کے باوجود تھا جسے زیادہ اخراجات کے لیے استعمال کیا گیا۔ آئی ایم ایف کے رہنما خطوط کے مطابق مالیاتی عمل کی طرف لوٹتے ہوئے، حکومت نے مالی سال 2022-23 کا بجٹ مالی سال 2023 کے لیے 4.9 فیصد کے مالیاتی خسارے کے ہدف کے ساتھ پیش کیا ہے جو کہ مالی سال 2022 میں متوقع 7 فیصد کے مقابلے میں ہے۔ ایف بی آر کے ٹیکس ہدف میں 23 فیصد اضافہ مختلف ٹیکس چھوٹ/چھوٹ کی منسوخی اور ایک مرتبہ زیادہ سپر ٹیکس کے نفاذ کے باوجود 1% ایک چیلنج ہوگا۔ ٹیکس محصولات کا دانشمندانہ استعمال مالیاتی نظم و ضبط کی کلید ہے۔

مالی سال 2022 میں حقیقی جی ڈی پی کی نمونہ 6.0% (زرعی + 4.4%، صنعتی + 7.2% اور خدمات + 6.2%) متوقع ہے، کیونکہ COVID سے متعلقہ مالیاتی اور مالیاتی محرکات کے مجموعی اثر نے کھپت کی قیادت میں نمو میں حصہ ڈالا ہے۔ تاہم، ساختی عدم توازن کی وجہ سے دوہری خسارے میں اضافہ ہوا ہے، جو معاشی سست روی کی ضمانت دیتا ہے۔ پائیدار ترقی کے لیے، مالیاتی نظم و ضبط کو مرکزی حیثیت حاصل ہے اور حال ہی میں اعلان کردہ وفاقی بجٹ

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF G3 TECHNOLOGIES LIMITED

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the annexed financial statements of **G3 Technologies Limited** (the Company), which comprise the statement of financial position as at June 30, 2022, the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2022 and of the profit, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to note 1 of the financial statements which fully describes the matters related to the merger of the Company with / into associated company. Further, the Company intends to issue right shares subsequent to the year end as disclosed in note 33 of the financial statements. Our opinion is not qualified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the key audit matters:

Key Audit Matters	How the Matters were addressed in our Audit
<p>Issuance of Right Shares</p> <p>As disclosed in note 13.1 of the financial statements, the Company invited subscriptions to right shares from existing members of the Company and issued shares against amounts received from members during the year ended June 30, 2022.</p> <p>We have identified this as a key audit matter since this represents a significant transaction during the year.</p>	<p>Our procedures included the following:</p> <ul style="list-style-type: none"> • Reviewed the resolution of the Board of Directors of the Company approving the right issue of shares; • Reviewed the correspondence / forms filed with Securities and Exchange Commission of Pakistan and the declaration for issue of right shares submitted to Pakistan Stock Exchange; • Reviewed the transactions recorded in books of account of the Company for receipts of subscription money; • Reviewed register of members and CDC statements with regards to issue of right shares; and • Assessed the adequacy of financial statement disclosures in accordance with the applicable financial reporting framework.
<p>Short Term Investments</p> <p>As disclosed in note 11 of the financial statements, the Company invested in term deposit receipts (TDRs) with different banks during the year ended June 30, 2022.</p> <p>We have identified this as a key audit matter since this represents a significant transaction during the year.</p>	<p>Our procedures included the following:</p> <ul style="list-style-type: none"> • Reviewed the term deposit receipts documents to verify ownership of the Company. • We obtained direct confirmations from banks verifying the existence and valuation of investments in TDRs. • We performed recalculations of the profit on TDRs and traced from bank statements to verify the accuracy of profit recorded in the financial statements. • Assessed the adequacy of financial statement disclosures in accordance with the applicable financial reporting framework.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's

ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

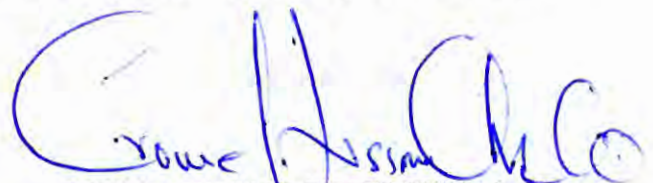
Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the period were for the purpose of the Company's business; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditors' report is Muhammad Nasir Muneer.

Lahore
Dated: October 04, 2022
UDIN: AR2022101696mdl5roh1



CROWE HUSSAIN CHAUDHURY & CO.
Chartered Accountants

G3 TECHNOLOGIES LIMITED
STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
ASSETS			
Non Current Assets			
Property, plant and equipment	5	313,465,325	1,000,000
Long term investment	6	-	15,628,969
Deferred tax asset	7	-	-
		313,465,325	16,628,969
Current Assets			
Stock in trade		83,708,470	-
Trade debts	8	12,600,000	-
Advances and other receivables	9	376,669,642	-
Tax refund due from Government	10	23,861,300	-
Advance income tax		10,312,577	-
Short term investments	11	659,000,000	-
Cash and bank balances	12	355,304,922	202,062
		1,521,456,911	202,062
Investment held for sale	13	425,191,960	-
		<u>2,260,114,196</u>	<u>16,831,031</u>
EQUITY AND LIABILITIES			
Share Capital and Reserve			
Authorized share capital: 300,000,000 (2021: 16,000,000) ordinary shares of Rs. 10 each		<u>3,000,000,000</u>	<u>160,000,000</u>
Issued, subscribed and paid up capital	14	2,498,711,280	157,548,000
Accumulated losses		<u>(348,329,247)</u>	<u>(391,875,296)</u>
		2,150,382,033	(234,327,296)
Non Current Liabilities			
Payable to subsidiary		-	10,028,205
Current Liabilities			
Trade and other payables	15	103,664,701	58,054,660
Unclaimed dividend		491,058	491,058
Loan from director	16	-	17,409,765
Short term financing	17	-	163,357,507
Provision for taxation	18	5,576,404	1,817,133
		109,732,163	241,130,123
Contingencies and Commitments	19	-	-
		<u>2,260,114,196</u>	<u>16,831,031</u>

The annexed notes from 1 to 35 form an integral part of these financial statements .



ATIQUE AHMAD KHAN
(Chief Executive Officer)



ASIM MAHMUD
(Chief Financial Officer)



MASROOR AHMAD KHAN
(Director)

G3 TECHNOLOGIES LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
Gross sales		64,310,000	-
Less: sales tax		(10,718,333)	-
Net Sales	20	53,591,667	-
Cost of sales		(50,546,120)	-
Gross Profit		3,045,547	-
Administrative expenses	21	(35,802,687)	(32,706,310)
Operating Loss		(32,757,140)	(32,706,310)
Other operating expenses	22	(109,823,901)	(283,000)
Other income	23	164,694,401	1,863,476
Share of profit from associated company	6	25,191,960	-
		80,062,460	1,580,476
Profit / (Loss) before Taxation		47,305,320	(31,125,834)
Taxation		(3,759,271)	-
Net Profit / (Loss) for the Year		43,546,049	(31,125,834)
Earning / (Loss) Per Share - Basic and Diluted (Restated)	24	0.24	(1.56)

The annexed notes from 1 to 35 form an integral part of these financial statements .



ATIQUE AHMAD KHAN
(Chief Executive Officer)



ASIM MAHMUD
(Chief Financial Officer)



MASROOR AHMAD KHAN
(Director)

G3 TECHNOLOGIES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2022

	2022	2021
	Rupees	Rupees
Net Profit / (Loss) for the Year	43,546,049	(31,125,834)
Other Comprehensive Income for the Year		
<i>Items that will not be reclassified subsequently to profit or loss</i>	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>	-	-
Total Comprehensive Income / (Loss) for the Year	<u>43,546,049</u>	<u>(31,125,834)</u>

The annexed notes from 1 to 35 form an integral part of these financial statements .



ATIQUE AHMAD KHAN
(Chief Executive Officer)



ASIM MAHMUD
(Chief Financial Officer)



MASROOR AHMAD KHAN
(Director)

G3 TECHNOLOGIES LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2022

	Share Capital	Accumulated Loss	Total
	Rupees	Rupees	Rupees
Balance as on June 30, 2020	157,548,000	(360,749,462)	(203,201,462)
Net loss for the year	-	(31,125,834)	(31,125,834)
Other comprehensive Income	-	-	-
Total comprehensive loss for the year	-	(31,125,834)	(31,125,834)
Balance as on June 30, 2021	157,548,000	(391,875,296)	(234,327,296)
234,116,328 ordinary shares of Rs. 10 each issued as right shares	2,341,163,280	-	2,341,163,280
Net profit for the year	-	43,546,049	43,546,049
Other comprehensive Income	-	-	-
Total comprehensive income for the year	-	43,546,049	43,546,049
Balance as on June 30, 2022	<u>2,498,711,280</u>	<u>(348,329,247)</u>	<u>2,150,382,033</u>

The annexed notes from 1 to 35 form an integral part of these financial statements .



ATIQUE AHMAD KHAN
(Chief Executive Officer)



ASIM MAHMUD
(Chief Financial Officer)



MASROOR AHMAD KHAN
(Director)

G3 TECHNOLOGIES LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2022

	Note	2022 Rupees	2021 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit / (loss) before taxation		47,305,320	(31,125,834)
Adjustment for:			
- Share of profit from associate		(25,191,960)	-
- Liabilities written back		(65,793,800)	(324,847)
- Balance written off		1,000,000	-
- Impairment of long term investment in subsidiary		15,628,969	-
- Return on investments in term deposits receipt		(84,871,053)	-
		<u>(159,227,844)</u>	<u>(324,847)</u>
Operating loss before working capital changes		(111,922,524)	(31,450,681)
Increase in current assets:			
- Stock in trade		(83,708,470)	-
- Trade debts		(12,600,000)	-
- Advances and other receivables		(360,962,595)	-
- Tax refund due from Government		(23,861,300)	-
Increase / (decrease) in current liabilities:			
- Trade and other payables		101,375,636	16,753,976
		<u>(379,756,729)</u>	<u>16,753,976</u>
Cash used in operating activities		(491,679,253)	(14,696,705)
Income tax (paid) / refund		(10,312,577)	37,295
Net Cash Used in Operating Activities		(501,991,830)	(14,659,410)
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(313,465,325)	-
Long term investment		(400,000,000)	-
Profit received on short term investments		69,164,007	-
Short term investments during the year - net		(659,000,000)	-
Net Cash Used in Investing Activities		(1,303,301,318)	-
CASH FLOW FROM FINANCING ACTIVITIES			
Right shares issued during the year		2,341,163,280	-
Repayment of short term financing		(163,357,507)	(3,355,700)
Receipt of loan from director		-	17,996,565
Repayment of loan from director		(17,409,765)	-
Net Cash Generated from Financing Activities	32	<u>2,160,396,008</u>	<u>14,640,865</u>
Net Increase / (Decrease) in Cash and Cash Equivalents		355,102,860	(18,545)
Cash and cash equivalents at the beginning of the year		202,062	220,607
Cash and Cash Equivalents at the End of the Year		<u><u>355,304,922</u></u>	<u><u>202,062</u></u>

The annexed notes from 1 to 35 form an integral part of these financial statements .



ATIQUE AHMAD KHAN
(Chief Executive Officer)



ASIM MAHMUD
(Chief Financial Officer)



MASROOR AHMAD KHAN
(Director)

G3 TECHNOLOGIES LIMITED

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

Note 1

The Company and its Operations

G3 Technologies Limited (formerly Service Fabrics Limited) (the Company) was incorporated in Pakistan on December 01, 1987 as a Public Limited Company under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017). Name of the Company was changed to G3 Technologies Limited on November 17, 2021. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The Company is domiciled in Pakistan and its registered office is situated at 10-N, Model Town Extension, Lahore. The Company has also changed its principal business from selling of fabrics to manufacturing and trading of chemicals.

Significant events during the year

Board of Directors of the Company in a meeting held on Thursday, April 14, 2022 at registered office of the Company, has decided to merge the Company (G3 Technologies Limited) with / into Ghani Chemical Industries Limited, (an associated Company, largest manufacturer of industrial and medical gases in Pakistan). The Board has also decided to appoint merger consultant and to file a petition at the Honorable Lahore High Court, Lahore for sanctioning the Scheme of Merger after completion of all related formalities.

Note 2

Basis of Preparation

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS Standards), issued by the Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ from the IFRS or IFAS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis for measurement

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

2.3 Functional and presentation currency

These financial statements are prepared and presented in Pakistan Rupees which is the Company's functional currency and reporting currency. All the figures have been rounded off to nearest rupee, unless otherwise stated.

*Note 2, Basis of Preparation - Contd...***2.4 Judgments and estimates**

The preparation of financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. In the process of applying the Company's accounting policies, the management has made the following estimates and judgments which are significant to the financial statements:

- 2.4.1** Estimate of useful lives and residual values of property, plant and equipment - Notes 4.1
- 2.4.2** Net realizable values of stock-in-trade and store and spares - Notes 4.4
- 2.4.3** Current income tax expense, provision for current tax and recognition of deferred tax asset (for carried forward tax losses) - Note 4.6
- 2.4.4** Estimation of contingent liabilities - Note 4.18
- 2.4.5** Impairment loss of financial assets - Note 4.11.6, 4.21

Note 3

Changes in Accounting Standards, Interpretations and Pronouncements**3.1 New accounting standards, amendments and IFRIC interpretations which become effective during the year**

Certain standards, amendments and interpretations to IFRS are effective for accounting periods beginning on July 1, 2021 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these financial statements.

3.2 New accounting standards, amendments and IFRIC interpretations that are not yet effective

The following standards, amendments and interpretations with respect to the approved accounting and reporting standards as applicable in Pakistan and relevant to the Company, would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Interpretation	Effective Date (Year beginning on or after)
IAS 1 Presentation of Financial Statements	January 1, 2023
IAS 8 Accounting Policies, Changes in Accounting and Errors [Amendments]	January 1, 2023
IAS 16 Property, Plant and Equipment [Amendments]	January 1, 2022
IAS 37 Provisions, Contingent Liabilities and Contingent Assets [Amendments]	January 1, 2022
IAS 12 Income Taxes [Amendments]	January 1, 2023
Annual improvements to IFRS Standards 2018-2020	January 1, 2022

The Company will assess the impacts of these changes in the period of initial application once such changes become effective for the Company.

Note 4

Significant Accounting Policies

The significant accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented unless otherwise stated.

4.1 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and identified impairment losses, if any except land which is valued at cost. Cost of property, plant and equipment comprises historical cost, borrowing cost pertaining to the construction and erection period and directly attributable cost of bringing assets to their working condition.

Depreciation on property, plant and equipment has been provided for using the reducing balance method at the rates specified in Companies policy manuals. Depreciation is charged on additions from the date of purchase and on disposals, up till the date of disposal of assets. Where an impairment loss is recognized, the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount over its estimated useful life.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized. Gain or loss on disposal of property, plant and equipment, if any, is shown in the statement of profit or loss.

Capital work-in-progress

Capital work-in-progress is stated at cost less any identified impairment loss, if any. All expenditure connected with specific assets incurred during installation and construction period are carried under capital work in progress. These are transferred to operating fixed assets as and when these are available for use.

4.2 Investments in associates

Associates are all entities over which the Company has significant influence but not control. Investments in associates are accounted for using the equity method of accounting, after initially being recognized at cost.

Under the equity method of accounting, the investments are initially recognized at cost and adjusted thereafter to recognize the Company's share of the post-acquisition profits or losses of the investee in statement of profit or loss, and the Company's share of movements in other comprehensive income of the investee in statement of other comprehensive income. Dividends received or receivable are recognized as a reduction in the carrying amount of the investment.

When the Company's share of losses in an equity accounted investment equals or exceeds its interest in the entity, the Company does not recognize further losses, unless it has incurred obligations or made payments on behalf of the investee company.

Unrealized gains on transactions between the Company and its associates are eliminated to the extent of the Company's interest in these entities. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Company.

4.3 Investments in subsidiaries

Subsidiaries are entities over which the Company has significant influence and control both. Investments in subsidiaries are initially recognized at cost in separate financial statements. Subsequently, at each reporting date the Company assesses whether the investments are impaired, if so, the impairment is charged to the statement of profit or loss.

*Note 4, Significant Accounting Policies - Continued...***4.4 Inventories**

The Company records its inventories using lower of cost and net realizable value. Cost of inventories comprises of purchase price of goods plus transportation charges. Valuation of inventories is reviewed at regular intervals for determination of possible impairment, if any. Any possible impairment may change the future value of inventories.

4.5 Trade debts

Trade receivables represent the Company's right to an amount of consideration that is unconditional. Trade receivables are carried at original invoice amount less expected credit loss based on a review of all outstanding amounts at the year end. Bad debts are written off when identified.

4.6 Foreign currency transactions

Assets and liabilities in foreign currency are stated in Pak Rupees at the rates of exchange ruling on the reporting date or rate of exchange fixed under contractual agreements. Transactions in foreign currency are translated at the exchange rate prevailing at the date of transaction. All exchange differences are included in the statement of profit or loss .

4.7 Revenue recognition

Revenue is recognized at amounts that reflect the consideration that the Company expects to be entitled to in exchange for transferring goods to a customer. Revenue is measured at the fair value of the consideration received or receivable, and is recognized on the following basis:

- Revenue from sale of goods is recognized when or as performance obligations are satisfied by transferring control (i.e. at the time of transfer of physical possession) of a promised good to a customer, and control at a point in time. Revenue is measured at fair value of the consideration received or receivable, excluding discounts, rebates and government levies.
- Return on term deposit receipts is accrued on a time proportion basis using applicable rate of return. Profit is recognized on accrual basis.

4.8 Provisions

A provision is recognized in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

4.9 Trade and other payables

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether or not billed to the Company.

4.10 Income tax expense

Income tax on the profit or loss for the year comprises of current and deferred tax. Income tax expense is recognized in the statement of profit or loss except to the extent that relates to items recognized directly in other comprehensive income or equity, in which case it is recognized in other comprehensive income or equity.

*Note 4, Significant Accounting Policies - Contd...**Note 4.10, Income tax expense - Contd...***Current**

The charge for current tax is based on higher of minimum tax based on turnover of the company and alternate corporate tax and tax for the year determined in accordance with the prevailing laws of taxation. All tax credits and tax rebates are taken into account in calculating this charge. However, in case of taxable loss for the year, income tax expense is recognized on the basis of minimum tax liability on turnover of the Company in accordance with the provisions of the income tax law.

Deferred

Deferred tax is recognized using the balance sheet liability method on all temporary differences between the carrying amount of assets, liabilities and their tax bases.

Deferred tax liabilities are recognized for all major taxable temporary differences.

Deferred tax assets are recognized for all major deductible temporary differences to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilized.

Carrying amount of the deferred tax asset is reviewed at each reporting date and is recognized only to the extent that it is probable that future taxable profits will be available against which assets may be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent of probable future taxable profit available that will allow deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rate that are expected to apply to the year when the asset is utilized or the liability is settled, based on the tax rates that have been enacted or have been notified for subsequent enactments at the reporting date.

4.11 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

4.11.1 Financial assets

All financial assets are recognized at the time when the Company becomes a party to the contractual provisions of the instrument.

4.11.2 Classification

Financial assets are classified in either of the three categories: at amortized cost, at fair value through other comprehensive income and at fair value through profit or loss. Currently, the Company classifies its financial assets at amortized cost. This classification is based on the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. The management determines the classification of its financial assets at the time of initial recognition.

Note 4, Significant Accounting Policies - Contd..

Note 4.11, Financial instruments - Contd..

4.11.3 Initial recognition and measurement

All financial assets are initially measured at fair value plus transaction costs that are directly attributable to its acquisition except for trade receivable. Trade receivables are initially measured at the transaction price.

4.11.4 Subsequent measurement

Financial assets measured at amortized cost are subsequently measured using the effective interest rate method. The amortized cost is reduced by impairment losses, if any. Interest income and losses on these financial assets are recognized in the statement of profit or loss account.

4.11.5 Derecognition

Financial assets are derecognized when the contractual rights to receive cash flows from the assets have expired. The difference between the carrying amount and the consideration received is recognized in profit or loss account.

4.11.6 Impairment of financial assets

The Company recognizes an allowance for expected credit losses (ECLs) for all financial assets which are measured at amortized cost. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate.

ECLs are recognized in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For trade receivables, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date.

4.11.7 Financial liabilities

Initial recognition and measurement

Financial liabilities are initially classified at amortized cost. Such liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument and include trade and other payables, loans or borrowings and accrued mark up etc.

Subsequent measurement

The Company measures its financial liabilities subsequently at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit or loss account. Difference between carrying amount and consideration paid is recognized in the statement of profit or loss account when the liabilities are derecognized.

G3 Technologies Limited

Notes to and forming part of these Financial Statements

Note 4, Significant Accounting Policies - Contd...

Note 4.11, Financial instruments - Contd...

4.11.8 Off-setting of financial assets and financial liabilities

A financial asset and a financial liability is offset and the net amount is reported in the statement of financial position if the Company has a legally enforceable right to offset the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

4.12 Dividend

Dividends are recognized as a liability in the period in which these are approved.

4.13 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk. When applicable, the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

When there is no quoted price in an active market, the Company uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The chosen valuation technique incorporates all the factors that market participants would take into account in pricing a transaction. The best evidence of the fair value of a financial instrument at initial recognition is normally the transaction price i.e. the fair value of the consideration given or received. If the Company determines that the fair value at initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on a valuation technique that uses only data from observable markets, the instrument is initially measured at fair value, adjusted to defer the difference between the fair value at initial recognition and the transaction price. Subsequently, that difference is credited or charged to the statement of profit or loss on an appropriate basis over the life of the instrument but no later than when the valuation is supported wholly by observable market data or the transaction is closed out.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.

4.14 Earnings per share

The Company presents basic and diluted earnings per share (EPS). Basis EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, if any.

4.15 Related party transactions

Transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes as admissible.

4.16 Cash and cash equivalents

For the purpose of cash flow statement, cash and cash equivalents include cash in hand, cheques in hand and deposits with banks.

*Note 4, Significant Accounting Policies - Contd...***4.17 Borrowing costs**

Borrowing costs are charged to profit or loss as and when incurred except those costs that are directly attributable to acquisition, construction or production of qualifying assets that are capitalized as part of the cost of assets.

4.18 Contingent liabilities

A Contingent liability is disclosed when there is a possible obligation that arises from past events and whose existence is confirmed only by the occurrence or non-occurrence of one or more uncertain future events not entirely within the control of the Company.

A contingent liability is also disclosed when there is present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits would be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

4.19 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (the Chief Executive Officer of the Company). Segment results, assets and liabilities include items directly attributable to a segment. Segment capital expenditure is the total cost incurred during the year to acquire property, plant and equipment and intangible assets.

4.20 Balances from contract with customers*Contract assets*

A contract asset is the right to receive in exchange for goods transferred to the customer against which no invoice has been raised.

Trade receivables

Trade receivables represent the Company's right to an amount of consideration that is unconditional. Trade receivables are carried at original invoice amount less expected credit loss based on a review of all outstanding amounts at the year end. Bad debts are written off when identified.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration from the customer. A contract liability is recognized at earlier of when the payment is made or the payment is due if a customer pays consideration before the Company transfers goods or services to the customer.

Right of return assets

Right of return assets represent the Company's right to recover the goods expected to be returned by customers. The asset is measured at the former carrying amount of the inventory, less any expected costs to recover the goods, including any potential decreases in the value of the returned goods. The Company updates the measurement of the asset recorded for any revisions to its expected level of returns, as well as any additional decreases in the value of the returned products.

Note 4, Significant Accounting Policies - Contd...

Note 4.20, Balances from contract with customers - Contd...

Refund liabilities

A refund liability is the obligation to refund some or all of the consideration received (or receivable) from the customer and is measured at the amount the Company ultimately expects it will have to return to the customer. The Company updates its estimates of refund liabilities (and the corresponding change in the transaction price) at the end of each reporting period.

4.21 Impairment of non financial assets

Carrying amount of the Company's assets are reviewed at each reporting date to determine whether there is any indication of impairment loss. If any such indication exists, recoverable amount is estimated in order to determine the extent of the impairment loss, if any. The recoverable amount is the higher of the fair value less costs to sell and value in use. In the absence of any information about the fair value of a cash-generating unit, the recoverable amount is deemed to be the value in use. Impairment loss is recognized as expense in the statement of profit or loss. Where conditions giving rise to impairment are reversed subsequently, the effect of the impairment charge is also reversed as a credit to the statement of profit or loss account. Reversal of impairment loss is restricted to the original cost of asset.

G3 Technologies Limited*Notes to and forming part of these Financial Statements*

Note 5

Property, Plant and Equipment

	Note	2022 Rupees	2021 Rupees
Land	5.1	126,121,000	-
Capital work in progress - at cost	5.2	184,488,325	-
Advances against purchase of vehicles		2,856,000	-
Advances against purchase of long term asset		-	1,000,000
		<u>313,465,325</u>	<u>1,000,000</u>

5.1 This represent purchase of freehold land of 6.25 acre situated in Hattar special economic zone, Dhorian chowk near tanoli filling station, District Haripur in the Province of Khyber Pakhtunkhwa, Pakistan. Transfer of Title of the land in the name of the Company was in process at the reporting date.

5.2 Capital work in progress - at cost

Opening balance		-	-
Additions during the year		184,488,325	-
Transferred during the year		-	-
Closing balance		<u>184,488,325</u>	<u>-</u>

5.2.1 Break up of capital work in process:

Plant and machinery		158,738,325	-
Building		25,750,000	-
		<u>184,488,325</u>	<u>-</u>

Note 6

Long Term Investment

	Note	2022 Rupees	2021 Rupees
Investment in subsidiary - HK Securities (Private) Limited			
Opening balance	6.1	15,628,969	15,628,969
Less: Impairment loss recognized during the year		<u>(15,628,969)</u>	<u>-</u>
		-	15,628,969
Investment in associate			
22,000,000 (2021:Nil) fully paid ordinary shares of Rs. 18.18 each Equity held 6.11% (2021: Nil) Cost of investment Rs. 400,000,000 (2021: Nil)			
Carrying amount of investment	6.2	<u>-</u>	<u>-</u>
		<u>-</u>	<u>15,628,969</u>

6.1 The Company holds 95.5% shares of H.K. Securities (Private) Limited. The subsidiary has filed an application to Pakistan Stock Exchange regarding the surrender of TREC (Trading Right Entitlement Certificate) which gives rise to significant uncertainty as the ability of the subsidiary to continue operations as going concern in the foreseeable future. Therefore, the Company has recognized impairment loss on this investment during the year.

The management change took place during the year and the new management did not have any reliable information and books of accounts to extract the financial statements of the subsidiary. Therefore, the investment has been fully impaired and the consolidated financial statements as per section 228 of the Companies Act, 2017 have not been prepared and presented.

G3 Technologies Limited

Notes to and forming part of these Financial Statements

Note 6, Long Term Investment - Contd...

Note 6.2, Investment in Associates - Contd...

6.2 Reconciliation of the carrying amount of the interest in associated company is as under:

		2022	2021
	Note	Rupees	Rupees
Cost of investment		400,000,000	-
Share of profit of associate for the year		25,191,960	-
Carrying amount of the investment		425,191,960	-
Transferred to investment held for sale	13	(425,191,960)	-
		<u>-</u>	<u>-</u>

6.2.1 This represents 6.11% shares in Ghani Chemical Industries Limited (GCIL), an associate company. GCIL is engaged in manufacturing, sale and trading of medical and industrial gases and chemicals. The registered office and the head office of GCIL are situated at 10-N, Model town extension, Lahore whereas the production facilities are situated at Phool Nagar, District Kasur and Industrial zone, Port Qasim, Karachi.

6.2.2 The Company recognized its investment in associate under the equity method as prescribed in IAS 28 (Investments in Associates and Joint Ventures) till the date of its classification as held for sale as a result of decision of the shareholders to disinvest the investment (refer to Note 13).

Note 7

Deferred Tax Asset

Being prudent, the Company has not recognized deferred tax asset amounting to Rs. 6.081 million (2021: Rs. 9.068 million).

Note 8

Trade Debts

	2022	2021
	Rupees	Rupees
Local debts (Unsecured - considered good)	12,600,000	-
Less: Loss allowance	-	-
	<u>12,600,000</u>	<u>-</u>

Note 9

Advances and Other Receivables

		2022	2021
	Note	Rupees	Rupees
Advance to related party	9.1	360,900,000	-
Advances to employees-against expense		62,595	-
Profit receivable on term deposit receipts		15,707,047	-
		<u>376,669,642</u>	<u>-</u>

9.1 This represents an advance of Rs. 360.9 million (2021: Nil) given to a related party M/s Ghani Chemical Industries Limited in the shape of revolving line of credit as and when required by M/s Ghani Chemical Industries Limited at rate of not less than 3 months KIBOR + 0.85% (2021: Nil) per annum. The advance has been granted after obtaining the required approval of the members in Extraordinary General Meeting held by the Company. The maximum balance outstanding during the year was Rs. 360.9 million (2021: Nil).

G3 Technologies Limited*Notes to and forming part of these Financial Statements*

Note 10

Tax Refunds due from Government

	2022	2021
	Rupees	Rupees
Sales tax refundable - net	<u>23,861,300</u>	<u>-</u>

Note 11

Short Term Investment

	2022	2021
Note	Rupees	Rupees
Term deposits receipts - TDRs	<u>659,000,000</u>	<u>-</u>

11.1 This investment yields profit ranging from 7.25% to 13.44% per annum (2021: Nil) .

Note 12

Cash and Bank Balances

	2022	2021
Note	Rupees	Rupees
Cash in hand	-	202,662
Cash at banks:		
- Current accounts	665,587	-
- Savings accounts	<u>354,639,335</u>	<u>-</u>
	<u>355,304,922</u>	<u>202,662</u>

12.1 This represents amounts in saving accounts yielding profit ranging from 2.75% to 8.5% per annum (2021: Nil).

Note 13

Investment Held for Sale

	2022	2021
Note	Rupees	Rupees
Investment in associate held for sale	<u>425,191,960</u>	<u>-</u>

13.1 The Company has resolved in the Extraordinary General Meeting (EOGM) held on May 07, 2022 to disinvest the shares in the associate and therefore the investment has been classified as held for sale as per IFRS - 5 ' Non Current Assets Held for Sale' ; previously the investment was recognized under the equity method (refer to Note 6.1). At the date of classification as held for sale as well as on the reporting date, the investment in associate is stated at lower of carrying amount and fair value less cost to sell.

Note 14

Issued, Subscribed and Paid up Capital

2022	2021		2022	2021
Number of shares	Number of shares		Rupees	Rupees
15,504,800	15,504,800	Ordinary shares of Rs. 10 each fully paid in cash	155,048,000	155,048,000
250,000	250,000	Ordinary shares of Rs. 10 each issued for for consideration other than cash	2,500,000	2,500,000
234,116,328	-	Right shares of Rs. 10 each issued during the year	2,341,163,280	-
<u>249,871,128</u>	<u>15,754,800</u>		<u>2,498,711,280</u>	<u>157,548,000</u>

G3 Technologies Limited

Notes to and forming part of these Financial Statements

Note 14, Issued, Subscribed and Paid up Capital - Contd...

- 14.1** During the year, the Company has issued 234,163,280 ordinary shares through right issue at Rs. 10 per share to existing shareholders in the proportion of 1486 right shares for every 100 ordinary shares held. This issue of right shares was fully subscribed and the shares were allotted on October 12, 2021.

Reconciliation of number of shares outstanding is as under:

	2022	2021
	Number of shares	
Number of shares outstanding at the beginning of the year	15,754,800	15,754,800
Right issue of ordinary shares fully paid in cash during the year	<u>234,116,328</u>	-
Number of shares outstanding at the end of the year	<u><u>249,871,128</u></u>	<u><u>15,754,800</u></u>

- 14.2** As at reporting date, shares of the Company held by its associated companies are as under:

	% of shareholding	2022	2021
		Number of Shares	
Ghani Global Holdings Limited	4.00%	10,000,000	-
Ghani Chemical Industries Limited	7.92%	19,800,000	-
Noor Fintech (Private) Limited	6.40%	<u>16,000,000</u>	-
		<u><u>45,800,000</u></u>	<u><u>-</u></u>

- 14.3** All ordinary shares rank equally with regards to the Company's residual assets. Holders of these shares are entitled to dividends as declared from time to time and are entitled to one vote per share at general meetings of the Company.

Note 15

Trade and Other Payables

		2022	2021
		Rupees	Rupees
Creditors	15.1	89,859,910	4,750,413
Payable to legal advisor and consultants		-	16,800,000
Accrued liabilities		1,694,536	925,000
Contract liabilities		10,320,000	34,215,182
Zakat payable		301,072	301,072
Withholding tax payable		<u>1,489,183</u>	<u>1,062,993</u>
		<u><u>103,664,701</u></u>	<u><u>58,054,660</u></u>

- 15.1** This represents balance of Rs. 89.459 million (2021: Nil) and 0.4 million (2021: Nil) payable to related parties M/s Ghani Chemical Industries Limited and M/s Kilowatt Labs Technologies Limited respectively in the ordinary course of business.

G3 Technologies Limited

Notes to and forming part of these Financial Statements

Note 16

Loan from Directors

		2022	2021
		Rupees	Rupees
Loan from directors	16.1	<u>-</u>	<u>17,409,765</u>

16.1 The entire amount has repaid during the year. These loans were unsecured and interest free; repayable on the demand of directors and had been accounted for as Directors loans in accordance with Technical Release - TR-32 issued by The Institute of Chartered Accountants of Pakistan.

Note 17

Short Term Financing

	Note	2022	2021
		Rupees	Rupees
Financing from banking companies - Secured			
National Bank of Pakistan	17.1	-	921,000
Financing from related party			
Noor Fintech (Private) Limited	17.2	-	162,436,507
		<u>-</u>	<u>163,357,507</u>

17.1 As part of the "Revival Business Plan", Rs. 921,000 has been paid by the Director to the National Bank of Pakistan in full during the year.

17.2 This included loan obtained amounting to Rs. 104.837 million from M/s Noor Capital (Private) Limited, Rs. 53 million from M/s Drekkar Kingsway Limited and Rs. 4.6 million from others. These parties have transferred the right to receive these amounts to M/s Noor Fintech (Private) Limited through a novation agreement. The Company has fully paid the balance of amounting to Rs. 162.437 million to M/s Noor Fintech (Private) Limited during the year as per the novation agreement.

Note 18

Provision for Taxation

	2022	2021
	Rupees	Rupees
Opening balance	1,817,133	1,817,133
Add: Charge for the year	<u>3,759,271</u>	<u>-</u>
	5,576,404	1,817,133
Adjustment during the year	<u>-</u>	<u>-</u>
	<u>5,576,404</u>	<u>1,817,133</u>

Note 19

Contingencies and Commitments

19.1 Contingencies

There are no material contingencies existed as at the reporting date (2021: Rs. 5 million).

Note 19, Contingencies and Commitments- Contd..

19.2 Commitments

Commitments under letter of credits for capital expenditure amount to Rs. 665.731 million (2021: Rs. 33 million) and commitments against capital work in process amounting to Rs. 300 million (2021: Nil).

Note 20

Sales

	2022	2021
	Rupees	Rupees
Gross sales - local	64,310,000	-
Less: Sales tax	<u>(10,718,333)</u>	<u>-</u>
	<u><u>53,591,667</u></u>	<u><u>-</u></u>

20.1 Revenue is recognized at point in time and earned in Pakistan.

Note 21

Administrative Expenses

	2022	2021
	Rupees	Rupees
Entertainment	1,048,808	-
Repairs and maintenance	1,235,500	-
Printings and stationery	1,518,294	-
Advertisement	1,268,763	-
Bank charges	1,262,791	-
Communication, postage and courier	385,022	2,700
Office supplies	839,309	4,355
Salaries and benefits	25,142,790	600,000
Travelling and conveyance	2,229,694	660,000
Legal and professional charges	871,716	30,475,515
Accommodation	-	13,660
Rent, rates and taxes	-	250,000
Honorarium and director's meeting	-	700,000
	<u><u>35,802,687</u></u>	<u><u>32,706,230</u></u>

Note 22

Other Operating Expenses

		2022	2021
		Rupees	Rupees
Right shares issuance charges		92,094,912	-
Balance written off		1,000,000	-
Impairment of long term investment in subsidiary		15,628,969	-
Charity and Donations	22.1	450,020	-
Audit fee	22.2	650,000	283,000
		<u><u>109,823,901</u></u>	<u><u>283,000</u></u>

22.1 The directors and their spouses have no interest in the donees.

G3 Technologies Limited

Notes to and forming part of these Financial Statements

Note 22, Other Operating Expenses- Contd...

	2022	2021
	Rupees	Rupees
22.2 Auditors' remuneration		
- Half yearly	100,000	58,000
- Annual	300,000	225,000
- Other services	250,000	-
	<u>650,000</u>	<u>283,000</u>

Note 23

Other Income

	2022	2021
	Rupees	Rupees
Profit on short term investment - TDRs	84,871,053	-
Return on advances to related parties	14,029,548	-
Liabilities written back	65,793,800	1,863,476
	<u>164,694,401</u>	<u>1,863,476</u>

Note 24

Loss Per Share

		2022	2021
	Note	Rupees	Rupees
Net profit / (loss) for the year attributable to ordinary shareholders		<u>43,546,049</u>	<u>(31,125,834)</u>
Weighted average number of ordinary shares - restated		<u>184,375,478</u>	<u>20,006,586</u>
Earning / Loss per share - Basic and dilutive - restated	24.1	<u>0.24</u>	<u>(1.56)</u>

There is no dilution effect on the basic earnings / (loss) per share of the Company as the Company has no such commitments.

24.1 As the Company has issued right shares during the period so the comparative loss per share has been restated by taking the effect of right shares in comparative year.

Note 25

Remuneration of Chief Executive Officer, Directors and Executives

The aggregate amounts charged in the financial statements for the year as remuneration and benefits paid to the chief executive officer, directors and executives of the Company are as follows:

	Chief Executive Officer		Directors		Non Executive Directors	
	2022	2021	2022	2021	2022	2021
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Managerial remuneration	9,600,000	-	6,232,258	-	-	-
Meeting fee	100,000	-	100,000	-	745,000	-
	<u>9,700,000</u>	<u>-</u>	<u>6,332,258</u>	<u>-</u>	<u>745,000</u>	<u>-</u>
Number of persons	1	-	1	-	5	-

25.1 An executive is defined as an employee, other than the chief executive officer and directors, whose basic salary exceeds Rs. 1.2 million in a financial year. There is no executive during the period.

Note 26

Financial Risk Management**26.1 Financial risk factors**

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, other price risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management policies focus on the unpredictability of financial markets and seek to minimize potential adverse effects on the financial performance.

Risk management is carried out by the Board of Directors (the Board). The Board provides principles for overall risk management as well as policies covering specific areas such as currency risk, other price risk, interest rate risk, credit risk and liquidity risk.

(a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign currency, interest rate, commodity price and equity price that will effect the Company's income or the value of its holdings of financial instruments.

(i) Currency risk

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly from future commercial transactions in foreign currencies. The Company is exposed to the following currency risk.

	<u>2022</u>	<u>2021</u>
	Rupees	Rupees
Letters of credit commitments	<u>665,731,398</u>	<u>-</u>
The following exchange rates were applied during the year:		
Rupees per foreign currency rate		
Average rate - Rupees per US Dollar	<u>187.03</u>	<u>168.05</u>
Reporting date rate - Rupees per US Dollar	<u>206.00</u>	<u>168.05</u>

If the functional currency, at reporting date, had weakened / strengthened by 1% against the foreign currencies with all other variables held constant, the impact on profit before taxation for the year would have been Rs. 6.657 million (2021: Nil) lower / higher , respectively, mainly as a result of exchange gains / losses on translation of foreign exchange denominated financial instruments.

(ii) Other price risk

Other price risk represents the risk that the future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instrument traded in the market. The Company is not exposed to the price risk.

(iii) Interest rate risk

This represents the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has no significant interest-bearing assets / liabilities except for profit bearing bank accounts and investment in TDR's.

G3 Technologies Limited

Notes to and forming part of these Financial Statements

Note 26, Financial Risk Management - Contd...

Note 26.1, Financial risk factors - Contd...

	2022	2021
	Rupees	Rupees
Financial assets		
Fixed rate instruments		
Short term investments - Term deposit receipts	659,000,000	-
Floating rate instruments		
Cash at banks - Saving bank accounts	354,639,335	-

Cash flow sensitivity analysis for term deposit receipts and saving bank accounts

If interest rates at the reporting date fluctuate by 1% lower / higher with all other variables held constant, profit before taxation for the year would have been Rs. 3.546 million (2021: Nil) lower / higher, mainly as a result of higher / lower profit on saving bank accounts. However, there will be no impact on profit due to TDRs as it is fixed rate instruments. This analysis is prepared assuming that amounts of assets and liabilities outstanding as at the reporting date have been outstanding for the entire year.

(b) Credit risk

Credit risk represents the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Carrying amounts of financial assets represent the maximum credit exposure. The maximum exposure to credit risk at the reporting date was as follows:

	2022	2021
	Rupees	Rupees
Investment held for sale	425,191,960	-
Long term investment	-	15,628,969
Short term investments	659,000,000	-
Trade debts	12,600,000	-
Other receivables	15,707,047	-
Bank balances	355,304,922	-
The aging of trade debts as at reporting date is as follows:		
1 - 30 days	-	-
31 - 60 days	12,600,000	-
61 - 120 days	-	-
More than 120 days	-	-
	12,600,000	-

The Company believes that it is not exposed to major concentration of credit risk.

The credit quality of bank balances that are neither past due nor impaired can be assessed by reference to external credit ratings or to historical information about counterparty default rate:

	Rating		Rating	2022	2021
	Short term	Long term	Agency	Rupees	Rupees
Bank Alfalah Limited	A1+	AA+	PACRA	302,370,892	-
Habib Bank Limited	A-1+	AAA	JCR-VIS	662,791	-
Habib Metropolitan Bank Limited	A1+	AA+	PACRA	741,112	-
Bank of Punjab	AA+	A1+	PACRA	4,430,902	-
Al Baraka Bank Limited	A-1	A+	PACRA	47,099,225	-
				355,304,922	-

(c) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company manages liquidity risk by maintaining sufficient cash and the availability of highly liquid short term investments.

Note 26, Financial Risk Management - Contd...
Note 26.1, Financial risk factors - Contd...

Contractual maturities of financial liabilities as at June 30, 2022:

Description	Carrying Amount	Contractual cash flows	Within 1 year	1-2 Years	2-5 Years	Above 5 Years
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Trade and other payables	91,554,446	91,554,446	91,554,446	-	-	-

Contractual maturities of financial liabilities as at June 30, 2021:

Description	Carrying Amount	Contractual cash flows	Within 1 year	1-2 Years	2-5 Years	Above 5 Years
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Short term financing	163,357,507	163,357,507	163,357,507	-	-	-
Loan from director	17,409,765	17,409,765	17,409,765	-	-	-
Trade and other payables	22,475,413	22,475,413	22,475,413	-	-	-
	<u>203,242,685</u>	<u>203,242,685</u>	<u>203,242,685</u>	<u>-</u>	<u>-</u>	<u>-</u>

(d) Fair value of financial instruments

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences may arise between the carrying value and the fair value estimates.

As at the reporting date, the net fair value of all financial assets and financial liabilities are estimated to approximate their carrying values.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the reporting date. The fair values of all other financial assets and liabilities are not considered to be significantly different from their carrying values.

The Company classifies the financial instruments measured in the statement of financial position at fair value in accordance with the following fair value measurement hierarchy:

- Level 1 Quoted market prices
- Level 2 Valuation techniques (market observable)
- Level 3 Valuation techniques (non market observable)

The Company has no such financial instrument as at the reporting date.

26.2 Financial instruments by categories
Financial asset as at amortized cost

	<u>2022</u>	<u>2021</u>
	Rupees	Rupees
Long term investment	-	15,628,969
Investment held for sale	425,191,960	-
Short term investments	659,000,000	-
Trade debts	12,600,000	-
Other receivables	15,707,047	-
Cash and bank balances	355,304,922	202,062
	<u>1,467,803,929</u>	<u>15,831,031</u>

The Company did not possess any financial assets designated as fair value through profit or loss and fair value through other comprehensive income categories.

G3 Technologies Limited

Notes to and forming part of these Financial Statements

Note 26, Financial Risk Management - Contd...

Note 26.2, Financial risk factors - Contd...

Financial liabilities at amortized cost

	2022	2021
	Rupees	Rupees
Short term financing	-	163,357,507
Loan from director	-	17,409,765
Trade and other payables	91,554,446	22,475,413
	<u>91,554,446</u>	<u>203,242,685</u>

26.3 Fair values of financial assets and liabilities

Carrying values of all financial assets and liabilities reflected in these financial statements approximate to their fair values. Fair value is determined on the basis of objective evidence at each reporting date. Management believes that there is no indication / triggering event that may lead to impairment of financial assets.

Note 27

Capital Risk Management

While managing capital, the objectives of the Company are to ensure that it continues to meet the going concern assumption, enhances shareholders' wealth and meets stakeholders' expectations. The Company ensures its sustainable growth viz. maintaining optimal capital structure, exercising the option of issuing right shares and regulating its dividend payout thus maintaining smooth capital management.

In line with the industry norms, the Company monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital employed. Net debt is calculated as total borrowings (including current and non current) less cash and cash equivalents. Total capital employed is calculated as equity, as shown in the statement of financial position, plus net debt.

	2022	2021
	Rupees	Rupees
Total borrowings	-	180,767,272
Cash and bank balances	(355,304,922)	(202,062)
Net debt	-	180,565,210
Equity	2,150,382,033	(234,327,296)
Total capital employed	<u>2,150,382,033</u>	<u>(53,762,086)</u>
Gearing ratio	<u>Not Geared</u>	<u>-336%</u>

Note 28

Plant Capacity and Actual Production

The Company has not started its production as at the reporting date. However, the Company has started the trading of calcium carbide and ethylene ripener during the year.

Note 29

Number of Employees

	2022	2021
	Number	Number
Employees as at June 30,	<u>18</u>	<u>1</u>
Average employees during the year	<u>10</u>	<u>1</u>

G3 Technologies Limited*Notes to and forming part of these Financial Statements*

Note 30

Balances and Transactions With Related Parties

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

Transactions with related parties during the year

Related party	Relationship	Nature of Transaction	2022	2021
			Rupees	Rupees
Ghani Chemical Industries Limited	Associates	Investment in associate	400,000,000	-
		Purchase of freehold land	125,000,000	-
		Amount paid against purchase of land	(125,000,000)	-
		Purchase of goods	142,560,000	-
		Payment made against purchases	(53,100,000)	-
		Share of profit	25,191,960	-
		Advances given	360,900,000	-
	Return on advances given	14,029,548	-	
Ghani Global Glass Limited	Associates	Purchase of goods	14,000,000	-
		Payment made against purchases	(14,000,000)	-
Director	-	Loan (repaid) / received	(17,409,765)	1,060,700
Kilowatt Labs Technologies Limited	Associates	Advances for purchase of capacitors	2,000,000	-
		Amount received	(2,400,000)	-
Noor Fintech (Private) Limited	Associates	Loan repaid	(162,436,507)	-

Balances with related parties - as at

Investments in Ghani Chemical Industries Limited	425,191,960	
Advances to Ghani Chemical Industries Limited	360,900,000	
Payable to Kilowatt Labs Technologies Limited	(400,000)	-
Payable to Ghani Chemical Industries Limited	(89,459,910)	
Payable to HK Securities (Private) Limited	-	(10,028,205)
Loan from director	-	17,409,765
Payable to Noor Fintech (Private) Limited	-	(163,357,507)

30.1 Following are the related parties with whom the company have entered into transactions or have arrangement / agreement in place

Related Party Name	Basis of Relationship	% of shareholding
Ghani Chemical Industries Limited	Associates	Related due to common directorship
Ghani Global Glass Limited	Associates	Related due to common directorship
Kilowatt Labs Technologies Limited	Associates	Related due to common directorship
Noor Fintech (Private) Limited	Associates	Related due to common directorship

G3 Technologies Limited*Notes to and forming part of these Financial Statements*

Note 31

Segment Information

There is only one operating segment during the year.

Note 32

Changes in Liabilities Arising from Financing Activities

	As at June 30, 2021	Non-cash changes	Cash flows (Net)	As at June 30, 2022
	Rupees	Rupees	Rupees	Rupees
Right shares issued during the year	-	-	2,341,163,280	-
Short term financing	163,357,507	-	(163,357,507)	-
Loan from director	17,409,765	-	(17,409,765)	-
	<u>180,767,272</u>	<u>-</u>	<u>2,160,396,008</u>	<u>-</u>

	As at June 30, 2020	Non-cash changes	Cash flows (Net)	As at June 30, 2021
	Rupees	Rupees	Rupees	Rupees
Short term financing	162,114,011	4,599,196	(3,355,700)	163,357,507
Loan from director	4,012,396	(4,599,196)	17,996,565	17,409,765
	<u>166,126,407</u>	<u>-</u>	<u>14,640,865</u>	<u>180,767,272</u>

Note 33

Subsequent Events

Board of Directors of the Company, in their meeting held on September 05, 2022 at the registered office of the Company, has decided to increase the paid up share capital issuing Class B Shares that is being offered to the existing ordinary shareholders by way of right in the ratio of 8.8045 Class B shares against every 100 Ordinary shares.

Note 34

Authorization of Financial Statements

These financial statements for the year ended June 30, 2022 were approved and authorized for issue by the Board of Directors on

Note 35

General

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



ATIQUE AHMAD KHAN
(Chief Executive Officer)



ASIM MAHMUD
(Chief Financial Officer)



MASROOR AHMAD KHAN
(Director)



G3 TECHNOLOGIES LIMITED

Annual General Meeting FORM OF PROXY

I/We _____

of _____

being a member of SERVICE FABRICS LIMITED _____

_____ hereby appoint _____

of _____

failing him _____

as my / our Proxy to attend act and vote for me/us on my/our behalf at Annual General Meeting of the members of the Company to be held at Lahore on Friday, October 28, 2022 at 11:00 AM and at any adjournment(s) thereof.

Signed this _____ day of October 2022.

Sign by the said Member

Signed in the presence of:

1. Signature: _____

Name: _____

Address: _____

CNIC/Passport No. _____

2. Signature: _____

Name: _____

Address: _____

CNIC/Passport No. _____

Information required		For Member (Shareholder)	For Proxy	For alternate Proxy (*)
			(If member)	
Number of shares held				
Folio No.				
CDC Account No.	Participant I.D.			
	Account No.			

Affix
Revenue
Stamp of
Rs.5/

(*) Upon failing of appointed Proxy.

جی 3 ٹیکنالوجیز لمیٹڈ



سالانہ اجلاس عام / پراکسی فارم برائے

میں مسٹی / مسماة _____ ساکن _____

ضلع _____ بحیثیت ممبر سروس فیئر کس لمیٹڈ، مسٹی / مسماة _____

ساکن _____ کو بطور مختار (پراکسی) مقرر کرتا ہوں تاکہ وہ میری جگہ اور میری طرف سے

کمپنی کے سالانہ اجلاس عام جو بتاریخ جمعہ 28 اکتوبر 2022 صبح 11 بجے کمپنی کے رجسٹرڈ آفس لاہور میں منعقد ہو رہا ہے اور اس کے کسی ملتوی شدہ اجلاس میں ووٹ ڈالے۔

آج بروز _____ بتاریخ _____ اکتوبر 2022ء کو دستخط کئے گئے۔

دستخط ممبر

گواہان:

1. دستخط: _____ نام: _____ پتہ: _____ شناختی کارڈ / پاسپورٹ نمبر: _____
2. دستخط: _____ نام: _____ پتہ: _____ شناختی کارڈ / پاسپورٹ نمبر: _____

پانچ روپے
مالیت کے رسیدی
ٹکٹ پر دستخط

ضرورت معلومات	رکن کے لئے (شیر ہولڈر)	پراکسی کے لئے	متبادل پراکسی کے لئے (*)
حصص کی تعداد			(اگر رکن ہے)
فولیو نمبر			
سی۔ ڈی۔ سی اکاؤنٹ نمبر	پارٹنیشنپٹ آئی۔ ڈی		
	اکاؤنٹ نمبر		

(*) مقرر کردہ پراکسی کی ناکامی پر



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.servicefabrics.com