



HALF YEARLY
December 31, **2023**

Faith
Experience
Innovation
Growth



GHANI GLOBAL GLASS LIMITED

CORPORATE INFORMATION



BOARD OF DIRECTORS

Hafiz Farooq Ahmad	Chairman
Atique Ahmad Khan	Chief Executive Officer
Abdullah Ahmad	
Hafsa Masroor	
Saima Shafi Rana	
Shiekh M. Saleem Ahsan	
Asim Mahmud	



AUDIT & RISK MANAGEMENT COMMITTEE

Shiekh M. Saleem Ahsan	Chairman
Hafsa Masroor	Member
Asim Mahmud	Member



HR&R AND COMPENSATION COMMITTEE

Saima Shafi Rana	Chairman
Atique Ahmad Khan	Member
Hafiz Farooq Ahmad	Member
Abdullah Ahmad	Member



KEY MANAGEMENT

Masroor Ahmad Khan	Managing Director
M. Ashraf Bawany	President
Shahnawaz Zafar	CFO
Farzand Ali	Company Secretary
Muhammad Hanif	G.M Sales & Marketing
Asad Wazir	Head of Plants



AUDITORS

CROWE Hussain Chaudhury & Co.
Chartered Accountants



LEGAL ADVISOR

Tariq Mahmood Khan, Advocate
DSK Law Firm, Lahore.



SHARE REGISTRAR

Digital Custodian Company Limited
4F, Pardesi House, Old Queens Road, Karachi.
Tel: 021-32419770



BANKERS

Al Baraka Bank (Pakistan) Limited
Askari Bank Limited
Allied Bank Limited
Bank Al Falah Limited
Bank Al Habib Limited
Bank Islami (Pakistan) Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Standard Chartered Bank (Pakistan) Limited
Summit Bank Limited
Soneri Bank Limited
The Bank of Punjab
United Bank Limited



REGIONAL MARKETING OFFICE

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



REGISTERED/CORPORATE OFFICE

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



MANUFACTURING PLANTS

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

DIRECTORS' REVIEW

DEAR SHAREHOLDERS,

Assalam-o-Alaikum Wa RehmatUllah Wa BarakatoH

The Directors of your Company are pleased to present the unaudited/limited reviewed condensed interim financial statements of the Company for the half year ended December 31, 2023, along with review report of the Auditors thereon, in compliance with the requirements of Companies Act, 2017.

FINANCIAL PERFORMANCE

For the period ended December 2023, your company sales have increased to Rs. 1,485 million from Rs. 1,134 million as compared with the same period of last year. Distribution cost and administrative cost incurred during period is Rs. 12 million and 52 million whereas for the last period it was Rs. 20 million and Rs. 52 million, respectively. This period end company is showing operating profit of Rs. 279 million compared to last period profit of Rs. 182 million. Finance cost significantly increased for the period incurred on the long term finance and working capital lines to Rs. 198 million compared to Rs. 108 million for the last period.

Company's net profit for this half year was Rs. 66 million as compared to profit of Rs. 62 million in the same corresponding period.

A comparison of the key financial results of your Company for the half year ended December 31, 2023, with the same period last year is as under:

Particulars	Rupees in '000' except EPS	
	December 2023	December 2022
Sales	1,485,427	1,134,903
Net Sales	1,255,731	971,802
Gross Profit	288,155	257,348
Administrative expenses	51,586	52,065
Distribution cost	12,667	20,421
Operating profit	279,925	181,675
Finance cost	198,116	108,126
Net profit	65,535	61,531
Earnings per share (EPS)	0.27	0.26

FUTURE PROSPECTS

Your Company is planning to install six further European Glass Ampoules Forming lines and to increase its ampoules manufacturing capacity to 55M per month. Apart from the new three line furnace, the management of your Company has decided to do the BMR of existing furnace to enhance capacity of Neutral Borosilicate Glass Tube USP Type I. With the help of this Furnace, your company will be in a position to enhance its export footings in South African, Latin American and eastern European countries.

Your Company is also working on the Export of Glass Ampoules and tubular vials in both Clear Glass & Amber Glass in Latin American and South African markets. For this purpose your Company has engaged a professional agent in this market who is actively working with the customers in Latin America and Caribbean Pharma Companies to promote our products.

Recently, a delegation from the Egypt has visited glass plant of your Company for export of tubing. Their annual requirements is around 5,000 tons. Negotiations are in process regarding supply methodology of tubing. We are also working with the company in Algeria for transfer of technology and expertise for set up of plant for manufacturing of Glass Ampoule there. Meetings are also taken place in Europe and their delegation will visit Pakistan during March, 2024.

ACKNOWLEDGEMENTS

Indeed, all growth in the business of the company was not possible without the Will and Blessings of ALMIGHTY ALLAH. The Board of Directors wishes to express their gratitude to valued shareholders, banks/financial Institutions, customers and suppliers for their continuous support, cooperation and patronage. We also wish to place on record the dedication, hard work and diligence of executives, staff and workers of the company.

For and behalf of Board of Directors



ATIQUE AHMAD KHAN
(Chief Executive Officer)



HAFIZ FAROOQ AHMAD
(Director)

Lahore:
February 28, 2024

فرنس کا BMR کرنے کا فیصلہ کیا ہے۔ اس فرنس کی مدد سے، ہم اس پوزیشن میں ہوں گے کہ ہم جنوبی افریقہ، لاطینی امریکی اور مشرقی یورپی ممالک میں برآمدات کو بہتر کر سکیں گے۔

آپ کی کمپنی لاطینی امریکی اور جنوبی افریقی مارکیٹوں میں کلیئر گلاس اور امبر گلاس شیشے کے ایمپولز اور ٹیوبلر شیشیوں کی برآمد پر کام کر رہی ہے۔ اس مقصد کے لیے آپ کی کمپنی نے اس مارکیٹ میں ایک پیشہ ور ایجنٹ کو شامل کیا ہے جو ہماری مصنوعات کو فروغ دینے کے لیے لاطینی امریکہ اور کیریبین فارما کمپنیوں کے صارفین کے ساتھ سرگرم عمل ہے۔

حال ہی میں مصر کے ایک وفد نے ٹیوب برآمد کرنے کے لیے آپ کی کمپنی کے پلانٹ کا دورہ کیا ہے۔ ان کی سالانہ ضروریات تقریباً 5,000 ٹن ہیں۔ اس سلسلے میں ٹیوبنگ کی فراہمی کے طریقہ کار کے حوالے سے بات چیت جاری ہے۔ ہم الجزائر میں کمپنی کے ساتھ ٹیکنالوجی اور مہارت کی منتقلی کے لیے بھی کام کر رہے ہیں تاکہ وہاں گلاس ایمپول کی تیاری کے لیے پلانٹ قائم کیا جاسکے۔ اس کے علاوہ یورپ میں بھی ملاقاتیں ہوئی ہیں اور ان کمپنیوں کا وفد مارچ 2024 میں پاکستان کا دورہ کرے گا۔

اعتراف

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



حافظ فاروق احمد
(ڈائریکٹر)



عتیق احمد خان
(چیف ایگزیکٹو آفیسر)

لاہور:

28 فروری 2024

ڈائریکٹرز رپورٹ

پیارے شیئر ہولڈرز

السلام علیکم ورحمۃ اللہ وبرکاتہ

آپ کی کمپنی کے ڈائریکٹرز کیپٹنیز ایکٹ 2017 کے تقاضوں کی تعمیل میں 31 دسمبر 2023 کو ختم ہونے والے ششماہی کے لیے کمپنی کے غیر آڈٹ شدہ/محدود نظر ثانی شدہ کنڈینسڈ عبوری مالیاتی گوشواروں کے ساتھ اس پراڈیٹرز کی جائزہ رپورٹ پیش کرنے پر خوشی ہے۔

مالیاتی کارکردگی

دسمبر 2023 کو ختم ہونے والی مدت کے لیے، آپ کی کمپنی کی فروخت گزشتہ سال کی اسی مدت کے مقابلے میں 1,134 ملین روپے سے بڑھ کر 1,485 ملین روپے ہو گئی ہے۔ اس مدت کے دوران تقسیم کی لاگت اور انتظامی لاگت 12 ملین اور 52 ملین روپے ہے جبکہ کچھلی مدت میں یہ بالترتیب 20 ملین روپے اور 52 ملین روپے تھی۔ اس مدت کے اختتام پر کمپنی 279 ملین روپے کا آپریٹنگ منافع ظاہر کر رہی ہے جبکہ گزشتہ مدت کا منافع 182 ملین روپے تھا۔ طویل مدتی اور ورکنگ کیپٹل لائنوں کی فنانس لاگت میں نمایاں اضافہ ہوا ہے جو گزشتہ مدت کے 108 ملین روپے کے مقابلے میں 198 ملین روپے ہو گیا۔

اس ششماہی میں کمپنی کا خالص منافع 66 ملین روپے رہا جو کہ کچھلی مدت میں 62 ملین روپے تھا۔

31 دسمبر 2023 کو ختم ہونے والے ششماہی کے لیے آپ کی کمپنی کے اہم مالیاتی نتائج کا گزشتہ سال کی اسی مدت کے ساتھ موازنہ حسب ذیل ہے:

Particulars	Rupees in '000' except EPS	
	December 2023	December 2022
Sales	1,485,427	1,134,903
Net Sales	1,255,731	971,802
Gross Profit	288,155	257,348
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Operating profit	279,925	181,675
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Net profit	65,535	61,531
Earnings per share (EPS)	0.27	0.26

مستقبل کے امکانات

آپ کی کمپنی چھ مزید یورپی گلاس ایمپولس فارمنگ لائنیں لگانے اور اس کی ایمپولز کی تیاری کی صلاحیت کو 55M فی ماہ تک بڑھانے کا منصوبہ بنا رہی ہے۔ نئی تھری لائن فرانس کے علاوہ، آپ کی کمپنی کی انتظامیہ نے نیوٹرل بوروسیلیکیٹ گلاس ٹیوب یو ایس پی ٹائپ I کی صلاحیت کو بڑھانے کے لیے موجودہ

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

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **GHANI GLOBAL GLASS LIMITED** ("the Company") as at December 31, 2023 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

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

Conclusion

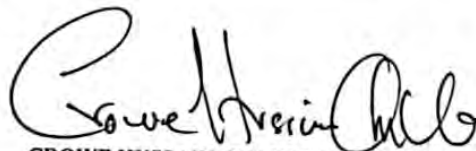
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures of the condensed interim statement of profit or loss account and the condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

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

Lahore
Dated: February 28, 2024
UDIN: RR202310169CQtSeFbW



CROWE HUSSAIN CHAUDHURY & CO.
Chartered Accountants

GHANI GLOBAL GLASS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT DECEMBER 31, 2023

	Note	December 31, 2023 Rupees (Un-audited)	June 30, 2023 Rupees (Audited)
ASSETS			
Non Current Assets			
Property, plant and equipment	4	2,462,646,812	2,532,183,849
Intangible assets - goodwill		19,794,072	19,794,072
Long term deposits		12,460,900	12,460,900
		2,494,901,784	2,564,438,821
Current Assets			
Stores, spares and loose tools		326,091,605	213,521,381
Stock in trade		830,348,252	844,969,855
Trade debts		525,613,921	449,912,519
Advances		178,528,851	70,374,279
Trade deposits, prepayments and other receivables		59,127,862	18,734,753
Tax refunds due from government		233,227,048	225,807,925
Advance income tax - net		148,055,232	184,077,780
Short term investment		75,000,000	-
Cash and bank balances		113,017,058	132,077,349
		2,489,009,829	2,139,475,841
TOTAL ASSETS		4,983,911,613	4,703,914,662
EQUITY AND LIABILITIES			
Share Capital and Reserve			
Authorized share capital 300,000,000 (June 30, 2023: 300,000,000) ordinary shares of Rupees 10 each		3,000,000,000	3,000,000,000
Issued, subscribed and paid up share capital		2,400,000,000	2,400,000,000
Unappropriated profit		89,178,462	23,642,941
Total Equity		2,489,178,462	2,423,642,941
Non Current Liabilities			
Long term financing		341,067,372	376,759,459
Long term security deposits		400,000	400,000
Deferred income		46,627,783	50,188,393
		388,095,155	427,347,852
Current Liabilities			
Trade and other payables		184,281,280	164,631,191
Payable to related parties		1,140,893,940	960,405,450
Accrued profit on financing		36,423,787	35,502,059
Short term borrowings	5	666,839,196	628,129,776
Current portion of long term financing		78,199,793	64,255,393
		2,106,637,996	1,852,923,869
Contingencies and Commitments	6	-	-
TOTAL EQUITY AND LIABILITIES		4,983,911,613	4,703,914,662

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).


Chief Executive Officer


Chief Financial Officer


Director

GHANI GLOBAL GLASS LIMITED

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

FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2023

	Half Year Ended		Quarter Ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	Rupees (Un-audited)	Rupees (Un-audited)	Rupees (Un-audited)	Rupees (Un-audited)
Gross sales				
- Local	1,463,769,250	1,082,657,459	690,194,244	608,357,328
- Export	21,658,745	52,245,697	21,658,745	46,087,908
	<u>1,485,427,995</u>	<u>1,134,903,156</u>	<u>711,852,989</u>	<u>654,445,236</u>
Less: Sales tax	(227,497,947)	(160,436,083)	(109,423,176)	(90,002,129)
Trade discounts	<u>(2,198,453)</u>	<u>(2,664,798)</u>	<u>-</u>	<u>(1,336,121)</u>
Sales - net	1,255,731,595	971,802,275	602,429,813	563,106,986
Cost of sales	<u>(967,576,266)</u>	<u>(714,454,102)</u>	<u>(477,612,303)</u>	<u>(412,024,220)</u>
Gross Profit	288,155,329	257,348,173	124,817,510	151,082,766
Administrative expenses	(51,586,576)	(52,065,153)	(26,238,435)	(30,464,175)
Selling and distribution expenses	(12,667,426)	(20,421,534)	(5,990,921)	(14,708,340)
Other operating expenses	(6,490,832)	(5,921,065)	(1,495,665)	(3,758,879)
	<u>(70,744,834)</u>	<u>(78,407,752)</u>	<u>(33,725,021)</u>	<u>(48,931,394)</u>
Other income	61,884,289	2,734,946	60,196,500	1,607,934
Operating Profit	279,294,784	181,675,367	151,288,989	103,759,306
Finance cost	<u>(198,116,765)</u>	<u>(108,126,994)</u>	<u>(103,561,336)</u>	<u>(59,384,776)</u>
Profit before Taxation	81,178,019	73,548,373	47,727,653	44,374,530
Taxation	(15,642,498)	(12,016,914)	(7,476,226)	(6,923,617)
Profit after Taxation	<u>65,535,521</u>	<u>61,531,459</u>	<u>40,251,427</u>	<u>37,450,913</u>
Earnings per share - basic diluted (Rupees)	<u>0.27</u>	<u>0.26</u>	<u>0.17</u>	<u>0.16</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).


Chief Executive Officer


Chief Financial Officer


Director

GHANI GLOBAL GLASS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2023

	Half Year Ended		Quarter Ended	
	December 31, 2023 (Un-audited) Rupees	December 31, 2022 (Un-audited) Rupees	December 31, 2023 (Un-audited) Rupees	December 31, 2022 (Un-audited) Rupees
Net Profit for the Period	65,535,521	61,531,459	40,251,427	37,450,913
Other Comprehensive Income for the Period				
<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 for the Period	65,535,521	61,531,459	40,251,427	37,450,913

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).



Chief Executive Officer



Chief Financial Officer



Director

GHANI GLOBAL GLASS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Share Capital	Unappropriated (Losses) / Profit	Total
	Rupees	Rupees	Rupees
Balance as at June 30, 2022	2,400,000,000	(78,234,724)	2,321,765,276
Net profit for the period	-	61,531,459	61,531,459
Other comprehensive income	-	-	-
Total Comprehensive Income for the Period	-	61,531,459	61,531,459
Balance as at December 31, 2022	<u>2,400,000,000</u>	<u>(16,703,265)</u>	<u>2,383,296,735</u>
Balance as at June 30, 2023	2,400,000,000	23,642,941	2,423,642,941
Net profit for the period	-	65,535,521	65,535,521
Other comprehensive income	-	-	-
Total Comprehensive Income for the Period	-	65,535,521	65,535,521
Balance as at December 31, 2023	<u>2,400,000,000</u>	<u>89,178,462</u>	<u>2,489,178,462</u>

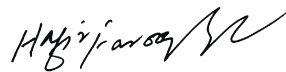
The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).



Chief Executive Officer



Chief Financial Officer



Director

GHANI GLOBAL GLASS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	December 31, 2023	December 31, 2022
	(Un-audited)	(Un-audited)
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	81,178,019	73,548,373
Adjustment for:		
- Depreciation	97,200,909	92,938,419
- Finance costs	197,198,290	107,964,246
- Unwinding of loan	918,475	162,748
- Amortization of deferred income	(918,475)	(162,748)
- Rental income	(50,400,000)	-
- Exchange gain	450,946	(307,138)
- Profit on short term investment - TDRs	(3,624,658)	-
- Liabilities written back	-	(1,077,116)
- Worker's profit participation fund	4,376,729	3,971,034
- Worker's welfare fund	1,663,157	1,508,993
- Gain on disposal of operating fixed assets	(3,457,784)	(208,943)
	243,407,589	204,789,495
Operating Profit before Working Capital Changes	324,585,608	278,337,868
<i>(Increase) / decrease in current assets</i>		
Stores, spares and loose tools	(112,570,224)	(10,835,910)
Stock in trade	14,621,603	(202,583,758)
Trade debts	(76,152,348)	(127,331,376)
Advances	(108,154,572)	47,299,475
Trade deposits, prepayments and other receivables	10,006,891	1,555,033
Tax refunds due from government	(7,419,123)	(38,557,130)
<i>Increase / (decrease) in current liabilities</i>		
Trade and other payables	19,526,548	(47,954,010)
Payable to related parties	180,488,490	216,392,921.00
	(79,652,735)	(162,014,755)
Cash Generated from Operations	244,932,873	116,323,113
Finance cost paid	(196,276,562)	(102,093,078)
Income tax refund / (paid)	20,380,050	(39,630,138)
Payment of worker's profit participation fund	(5,900,000)	(6,620,000)
Payment of workers' welfare fund	(2,658,480)	-
Net Cash Generated from / (Used in) Operating Activities	60,477,881	(32,020,103)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in property, plant and equipment	(27,167,408)	(40,625,323)
Capital work in progress	(3,238,680)	(20,080,374)
Profit received on short term investments	3,624,658	-
Short term investments during the year - net	(75,000,000)	-
Proceeds from disposal of property, plant and equipment	6,200,000	872,055
Net Cash Used in Investing Activities	(95,581,430)	(59,833,642)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing repaid	(22,666,162)	(83,016,623)
Short term borrowings - net	38,709,420	177,260,242
Net Cash Generated from Financing Activities	16,043,258	94,243,619
Net (Decrease) / Increase in Cash and Cash Equivalents	(19,060,291)	2,389,874
Cash and Cash Equivalents at the beginning of the Period	132,077,349	49,989,877
Cash and Cash Equivalents at the End of the Period	113,017,058	52,379,751

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements (un-audited).



Chief Executive Officer



Chief Financial Officer



Director

GHANI GLOBAL GLASS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Note 1

The Company and its Operations

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

The Company is subsidiary of Ghani Global Holdings Limited (Holding Company) which holds 120,235,680 (June 30, 2023: 120,235,680) ordinary shares of Rupees 10 each representing 50.10% (June 30, 2023: 50.10%) of total shares issued as at the reporting date.

Note 2

Basis of Preparation

2.1 Statement of compliance

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

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

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements should be read in conjunction with annual audited financial statements for the year ended June 30, 2023. Comparative statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2023 whereas comparative statement of profit or loss account, comparative statement of comprehensive income and comparative statement of cash flows are extracted from unaudited condensed interim financial statements for the half year ended December 31, 2022.

2.3 These condensed interim financial statements are unaudited and have been subjected to limited scope review by the auditors as required by Section 237 of the Companies Act, 2017. The figures for the quarters ended on December 31, 2022 and 2023 presented in the condensed interim financial statements have not been reviewed by the external auditors.

2.4 The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation were the same as those that were applied to the financial statements for the year ended June 30, 2023.

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

Significant Accounting Policies

The accounting policies and methods of computation of these condensed interim financial statements (un-audited) are the same as those followed in the preparation of annual audited financial statements for the preceding financial year ended on June 30, 2023.

Property, Plant and Equipment

		Un-audited December 31, 2023	Audited June 30, 2023
	Note	Rupees	Rupees
Operating fixed assets	4.1	2,420,484,597	2,467,914,256
Capital work in progress - at cost	4.2	11,476,215	50,008,273
Advance against construction of building		17,500,000	14,261,320
Advances against purchase of vehicles		13,186,000	-
		<u>2,462,646,812</u>	<u>2,532,183,849</u>

4.1 Movement of operating fixed assets

Opening book value		2,467,914,256	1,439,624,009
Additions during the period / year	4.1.1	13,981,408	59,566,640
Transfer from capital work in progress during the period / year	4.1.2	38,532,058	1,156,725,331
Book value of the disposals - net		(2,742,216)	(663,112)
		<u>2,517,685,506</u>	<u>2,655,252,868</u>
Less: Depreciation charged during the period / year		(97,200,909)	(187,338,612)
Closing book value		<u>2,420,484,597</u>	<u>2,467,914,256</u>

4.1.1 Addition during the period / year

Building		6,898,936	9,219,455
Plant and machinery		3,222,582	26,571,935
Furnace		2,081,075	-
Furniture and fixtures		1,229,035	2,800,601
Office equipment		274,000	12,521,088
Computers		275,780	773,580
Vehicles		-	7,679,981
		<u>13,981,408</u>	<u>59,566,640</u>

4.1.2 Transfer from capital work in progress during the period / year

Building		38,532,058	185,909,491
Plant and machinery		-	99,487,695
Furnace		-	871,328,145
		<u>38,532,058</u>	<u>1,156,725,331</u>

4.2 Capital work in progress - at cost

Building		-	38,532,058
Furnace		11,476,215	11,476,215
		<u>11,476,215</u>	<u>50,008,273</u>

4.2.1 Movement of capital work in progress - Building:

Opening balance		38,532,058	206,836,951
Additions during the year		-	17,604,598
		<u>38,532,058</u>	<u>224,441,549</u>
Transferred to operating fixed assets		(38,532,058)	(185,909,491)
Closing balance		<u>-</u>	<u>38,532,058</u>

4.2.2 Movement of capital work in progress - Plant and machinery:

Opening balance		-	99,487,695
Additions during the year		-	-
		<u>-</u>	<u>99,487,695</u>
Transferred to operating fixed assets		-	(99,487,695)
Closing balance		<u>-</u>	<u>-</u>

Note 4, Property, plant and equipment - Continued...
 Note 4.2, Capital work in progress - at cost - Continued...

Un-audited December 31,	Audited June 30, 2023
Rupees	Rupees

4.2.3 Movement of capital work in progress - Furnace:

Opening balance	11,476,215	856,064,673
Additions during the year	-	26,739,687
	<u>11,476,215</u>	<u>882,804,360</u>
Transferred to operating fixed assets	-	(871,328,145)
Closing balance	<u>11,476,215</u>	<u>11,476,215</u>

4.3 The Plant and Machinery includes 8 machines amounting to Rs. 61 million for the manufacturing of ampules which are rented out during the period.

Note 5

Short Term Borrowings

	Un-audited December 31, 2023	Audited June 30, 2023
Note	Rupees	Rupees
From banking companies - secured	<u>666,839,196</u>	<u>628,129,776</u>

5.1 These finances are obtained under profit arrangements and are secured against first pari passu hypothecation charge / ranking charge on present and future current assets of the Company; ranking charge on present and future fixed assets of the Company, corporate guarantee of Ghani Global Holdings Limited, the parent company, and personal guarantees of the directors of the Company. Total funded credit facilities from banks as at December 31, 2023 were Rs. 785 million (June 30, 2023: Rs. 735 million). Profit rates on the finances range from relevant KIBOR plus 0.75% to 2.25% (June 30, 2023: relevant KIBOR plus 0.75% to 2.25%) per annum.

Note 6

Contingencies and Commitments

6.1 Contingencies

6.1.1 Guarantees were issued by banks on behalf of the Company in the ordinary course of business amount to Rs. 56.41 million (June 30, 2023: Rs. 56.41 million) in favour of Sui Northern Gas Pipelines Limited against gas connection.

6.1.2 Guarantees issued by banks on behalf of the Company in the ordinary course of business amount to Rs. 14.304 million (June 30, 2023: Rs. 14.304 million) in favour of Lahore Electric Supply Company (LESCO) against extension of electricity load.

6.1.3 The Company has filed a petition U/S 33 of EOBI Act, 1976 before the Adjudicating Authority EOBI, Lahore to contest self assessed and illegal demands amounting to Rs. 7.008 million issued by Regional Office, EOBI. The case is at argument stage and the legal counsel is hopeful that the case would be decided in favour of the Company.

6.2 Commitments

6.2.1 Commitments in respect of letter of credit for machinery, raw materials, stores and spares outstanding as at the reporting date amount to Rs. 193.391 million (June 30, 2023: Rs. 152.385 million).

6.2.2 Commitments for capital expenditure related to property, plant and equipment amount to Rs. 11.476 million (June 30, 2023: Rs. 50.008 million).

Balances and Transactions with Related Parties

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

Transactions with related parties during the period

Related party	Relationship	Nature of Transaction	December 31, 2023	December 31, 2022
			Rupees (Un-audited)	Rupees (Un-audited)
Ghani Global Holdings Limited	Parent Company	Purchases	-	7,740,121
		Payment against return on advances	(7,812,429)	-
		Loan / advances received	70,200,000	-
		Loan / advances repaid	(12,000,000)	-
		Return on advances received	13,489,168	-
		Commission paid	-	(189,800)
Ghani Chemical Industries Limited	Associates	Purchases	115,558,653	80,128,783
		Amount paid against purchases	(120,653,218)	(192,577,136)
		Loan / advances received	742,880,820	857,750,000
		Loan / advances repaid	(607,660,000)	(565,500,000)
		Return on advances received	99,361,516	-
		Return on advances paid	(143,912,132)	(40,513,396)
		Sharing of common expenses	(268,382,397)	(179,732,950)
Director		Amount received against sharing of expenses	299,861,400	212,782,940
		Rent charged	1,948,716	2,657,346
		Rent paid	(2,391,607)	(7,045,983)

Others

Employees Provident Fund Trust	Contribution	5,824,559	4,472,155
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Balances with related parties - (Payable) / Receivable	December 31, 2023	June 30, 2023
	Rupees (Un-audited)	Rupees (Audited)
Ghani Global Holdings Limited	(157,781,976)	(93,905,237)
Directors	-	(442,891)
Ghani Chemical Industries Limited	(983,111,964)	(866,057,322)

Note 8

Financial Risk Management

The Company's financial risk management objectives and policies are consistent with those disclosed in preceding audited annual financial statements for the year ended June 30, 2023.

Note 9

Segment Information

9.1 Sales from glassware products represents 96% (2022: 92%) and sale from chemical products represents 4% (2022: 2%) of total revenue of the Company. Therefore, there is one reportable segment as per IFRS-8.

9.2 The sales percentage by geographic region is as follows:

	December 31, 2023	December 31, 2022
	%	%
	(Un-audited)	(Un-audited)
Pakistan	98	95
Abroad	2	5
	<u>100</u>	<u>100</u>

9.3 There is no individual customer to whom sales are more than 10% of total revenue.

9.4 All non-current assets of the Company as at December 31, 2023 are located in Pakistan.

Note 10

Date of Authorization for Issue

This condensed interim financial statements (un-audited) were authorized and approved by the Board of Directors of the Company for issuance on **February 28, 2024**.

Note 11

General

Corresponding figures have been re-arranged / re-classified wherever necessary to facilitate comparison. However, no significant reclassifications / re-arrangements have been made in this condensed interim financial statements (un-audited).



Chief Executive Officer



Chief Financial Officer



Director



Ghani Global Group

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