

Ghani

THE GLASS EXPERTS

HALF YEAR FINANCIAL STATEMENTS

2023-24



GHANI VALUE GLASS LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS

Directors

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

CHAIRMAN

CHIEF EXECUTIVE OFFICER

AUDIT COMMITTEE

Chairman

Mr. Ayub Sadiq

Members

Mr. Jubair Ghani
Mrs. Maryam Junaid

HR & R COMMITTEE

Chairman

Mr. Ayub Sadiq

Members

Mr. Aftab Ahmad Khan
Mr. Jubair Ghani

CHIEF FINANCIAL OFFICER

COMPANY SECRETARY

Mr. Umer Farooq Khan
Hafiz Muhammad Imran Sabir

AUDITORS

BDO Ebrahim & Co.
Chartered Accountants

SHARE REGISTRAR

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

BANKERS

Habib Metropolitan Bank Limited (Islamic)
MCB Bank Limited (Islamic)
Albaraka Bank (Pakistan) Limited
Bank Alfalah Limited (Islamic)
Askari Bank Limited (Islamic)
Bank Al Habib (Islamic)
Dubai Islamic Bank
Allied Bank Limited
Soneri Bank Limited, Islamic Banking
Habib Bank Limited
Meezan Bank Limited
UBL Ameen Limited
Bank Alfalah Limited
Faysal Bank Limited
Bank of Punjab (Taqla)

HEAD OFFICE & REGISTERED OFFICE

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

PLANT

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

DIRECTORS' REPORT

Dear shareholders

Assalam-u-Alaikum Wa Rehmatullah Wa Barakatohu

The board of Directors of Ghani Value Glass Limited is pleased to present financial statements for the Half Year ended December 31, 2023 along with review report of auditors thereon.

The Company recorded net revenue of Rupees 2.5 billion for the half year ended December 31, 2023 as compared to Rupees 1.7 billion for the same period of last year. During the half year ended December 31, 2023, Gross Profit has increased to Rupees 914 million as compared to Rupees 589 million for the same period of last year. The Company has earned Net Profit of Rupees 479 million as compared to Rupees 283 million for the corresponding period of last year. Earning per share was Rupees 3.19 against Rupees 1.89 (Restated) for the same period of last year. The results for the period under review are as follow:

FINANCIAL INDICATORS	December 31 2023	December 31 2022
	Rupees '000'	
Revenue - Net	2,537,172	1,724,621
Gross Profit	914,129	589,382
Profit before Tax	648,514	358,279
Net Profit	478,812	283,079
Earning per share (Rupees)	3.19	1.89 (Restated)

The economy of Pakistan is going through difficult era with challenges of political uncertainty, increasing circular debt, rising inflation, low foreign reserves, tight policy measures etc. The Large Scale Manufacturing (LSM) output increased by 3.43% for December, 2023 when compared with December, 2022 and 15.69% when compared with November 2023. Overall Large Scale Manufacturing Sector has shown a growth of -0.39% during July- December 2023-24 when compared with the same period of last year. The main contributors towards overall growth are, Food (0.76), Tobacco (-0.73), Textile (-2.05) Garments (2.26), Paper & Board (-0.12), Petroleum Products (0.55), Chemicals (0.30), Pharmaceuticals (1.43), Cement (0.12), Iron & Steel Products (-0.07), Electrical Equipment (-0.38), Automobiles (-1.70) and Furniture (-1.05). Current account balance reported first surplus for FY24 at US\$397mn, reducing 1HFY24 CAD to US\$831mn. The surplus was supported by Trade Deficit reporting almost US\$1bn lower quantum than Remittances. Going forward, energy-led inflation is a key risk for future. CPI for Dec-2023 clocked in at 29.7%, up 0.8% MoM (6-month low). While electricity costs came in 16% higher MoM (4.6% weight), 0.5% decline in food price (~30% weight) limited the inflation pace this month.

Future Outlook

Certain challenges including high fuel and energy prices, surging inflation, increasing trade deficit, unprecedented climate change, uncertain political situation etc. are ahead. However, the management, with the proactive approach, would be considering business optimization, contribution to economic development through effective strategy of controlling overall cost of doing business together with delivering value to our stakeholders.

Acknowledgment

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

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

On behalf of the Board of Directors

Lahore: February 26, 2024



Anwaar Ahmad Khan
Chief Executive Officer



Imtiaz Ahmed Khan
Director

INDEPENDENT AUDITORS' REVIEW REPORT

to the Members of Ghani Value Glass Limited

Introduction

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

Scope of review

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

Conclusion

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

Other matters

The figures for the quarters ended December 31, 2023 and December 31, 2022 in the condensed interim statement of profit or loss and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

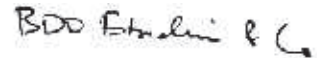
The condensed interim financial statements of Ghani Value Glass Limited for the half year ended December 31, 2022 and for year ended June 30, 2023 were reviewed and audited by another firm of chartered accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 28, 2023 and October 03, 2023, respectively

The engagement partner on the audit resulting in this independent auditor's review report is Sajjad Hussain Gill.

LAHORE

Dated: 29 February 2024

UDIN: RR202310087VMDCrjZP9



BDO EBRAHIM & CO.

Chartered Accountants

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT DECEMBER 31, 2023

		(Un-audited) December 31, 2023 Rupees	(Audited) June 30, 2023 Rupees
ASSETS	Note		
Non-current assets			
Property, plant and equipment	6	2,559,848,423	2,277,807,303
Long term advances and deposits		10,529,035	13,256,085
		2,570,377,458	2,291,063,388
Current assets			
Stores, spares and loose tools		260,944,296	227,153,452
Stock in trade	7	1,162,247,534	946,742,867
Trade receivables	8	406,636,095	262,440,901
Advances, deposits and other receivables		150,928,925	198,880,435
Tax refunds due from the Government		303,529,036	334,784,837
Cash and bank balances	9	23,247,679	12,906,072
		2,307,533,565	1,982,908,564
TOTAL ASSETS		4,877,911,023	4,273,971,952
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital			
150,000,000 (June 30, 2023: 150,000,000) ordinary shares of Rs.10/- each (June 30, 2023: Rs. 10/- each)		1,500,000,000	1,500,000,000
Issued, subscribed and paid up capital 149,942,175 (June 30, 2023: 149,942,175) ordinary shares of Rs. 10 each		1,499,421,750	1,499,421,750
Capital reserves			
Share premium		171,854,674	171,854,674
Revaluation surplus on freehold land		255,734,706	255,734,706
Merger reserve		87,059,680	87,059,680
		514,649,060	514,649,060
Revenue reserves			
Un-appropriated profit		907,896,011	429,084,025
General reserve		3,680,000	3,680,000
		911,576,011	432,764,025
Total equity		2,925,646,821	2,446,834,835
NON-CURRENT LIABILITIES			
Deferred taxation		155,814,927	77,958,025
CURRENT LIABILITIES			
Trade and other payables		1,619,276,162	1,573,255,363
Contract liabilities		171,297,544	170,048,160
Unclaimed dividends		5,875,569	5,875,569
Total liabilities		1,796,449,275	1,749,179,092
TOTAL EQUITY AND LIABILITIES		4,877,911,023	4,273,971,952

CONTINGENCIES AND COMMITMENTS

10

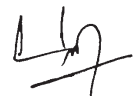
The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		----- Rupees -----			
Revenue from contracts with customers - net	11	2,537,172,375	1,724,621,351	1,545,786,522	1,104,200,262
Cost of sales	12	(1,623,043,490)	(1,135,238,924)	(967,464,325)	(741,556,245)
Gross profit		914,128,885	589,382,427	578,322,197	362,644,017
Distribution expense		(65,071,460)	(37,208,274)	(38,845,416)	(29,464,168)
Administrative expense		(227,399,122)	(192,958,749)	(110,926,035)	(109,646,483)
Other operating expense		(48,063,889)	(27,413,126)	(28,931,348)	(17,203,911)
		(340,534,471)	(257,580,149)	(178,702,799)	(156,314,562)
Operating profit		573,594,414	331,802,279	399,619,398	206,329,455
Other income		74,919,794	26,477,105	47,946,560	14,199,503
Profit before taxation		648,514,208	358,279,384	447,565,958	220,528,958
Taxation	13	(169,702,222)	(75,200,012)	(129,081,501)	(50,239,819)
Profit for the period		478,811,986	283,079,372	318,484,457	170,289,139
Total comprehensive income for the period		478,811,986	283,079,372	318,484,457	170,289,139
Earnings per share - basic and diluted		3.19	1.89	2.12	1.14
			(Restated)		(Restated)

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Profit for the period	478,811,986	283,079,372	318,484,457	170,289,139
Other comprehensive income:				
Items that will not be reclassified subsequently to profit or loss	-	-	-	-
Items that will be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive income for the period	478,811,986	283,079,372	318,484,457	170,289,139

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Issued, subscribed and paid-up capital	Shares issued pursuant to merger*	Capital Reserve			Revenue Reserves		Total
			Share Premium	Revaluation surplus on freehold land	Merger reserve	Un-appropriated profits	General Reserve	
Balance as at July 01, 2022 (audited)	580,312,730	64,100,960	171,854,674	255,734,706	87,059,680	923,422,685	3,680,000	2,086,165,435
Profit for the period	-	-	-	-	-	112,790,233	-	112,790,233
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total Other comprehensive income for the period	-	-	-	-	-	112,790,233	-	112,790,233
Balance as at 31 December 2022-unaudited	580,312,730	64,100,960	171,854,674	255,734,706	87,059,680	1,036,212,918	3,680,000	2,198,955,668
Balance as at July 01, 2023 (audited)	1,435,320,790	64,100,960	171,854,674	255,734,706	87,059,680	429,084,025	3,680,000	2,446,834,835
Profit for the period	-	-	-	-	-	478,811,986	-	478,811,986
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total Other comprehensive income for the period	-	-	-	-	-	478,811,986	-	478,811,986
Balance as at December 31, 2023 (unaudited)	1,435,320,790	64,100,960	171,854,674	255,734,706	87,059,680	907,896,011	3,680,000	2,925,646,821

* This reserve can be utilized by the Company only for the purpose specified in section 81(2) and 81(3) of the Companies Act, 2017.

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half year ended	
		December 31, 2023	December 31, 2022
		Rupees	Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		648,514,208	358,279,384
Adjustments for			
Depreciation	6.1	74,285,182	39,671,326
Allowance for expected credit losses		15,623,570	16,521,868
Workers' Profit Participation Fund		34,828,905	19,284,625
Workers' Welfare Fund		13,234,984	8,128,501
Exchange loss		1,169,201	140,321
Profit on savings account		-	(3,860,195)
		139,141,842	79,886,446
Profit before working capital changes		787,656,050	438,165,830
Effect on cash flow due to working capital changes:			
(Increase) / decrease in current assets:			
Stores, spares and loose tools		(33,790,844)	(18,877,289)
Stock in trade		(215,504,667)	(216,227,828)
Trade receivables		(160,987,965)	(126,074,266)
Advances, deposits and other receivables		47,951,510	66,105,245
		(362,331,966)	(295,074,137)
Increase in current liabilities:			
Trade and other payables		26,553,730	260,813,528
Contract liabilities		1,249,384	34,769,970
		27,803,114	295,583,498
Cash generated from operations		453,127,198	438,675,190
Taxes paid		(46,011,339)	(31,062,515)
Profit on savings account received		-	3,342,012
Workers' Profit Participation Fund paid		(43,175,000)	(30,906,667)
Workers' Welfare Fund paid		-	(20,754,125)
		(89,186,339)	(79,381,295)
NET CASH GENERATED FROM OPERATING ACTIVITIES	A	363,940,859	359,293,896
CASH FLOW FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		(356,326,302)	(282,674,861)
Long term Deposit		2,727,050	-
NET CASH USED IN INVESTING ACTIVITIES	B	(353,599,252)	(282,674,861)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(A+B)	10,341,607	76,619,035
CASH AND CASH EQUIVALENTS - AT THE BEGINNING OF THE PERIOD		12,906,072	71,654,182
CASH AND CASH EQUIVALENTS - AT THE END OF THE PERIOD		23,247,679	148,273,217

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Ghani Value Glass Limited (the Company) was incorporated in Pakistan on March 17, 1967 as a public limited company under the Companies Act 2017 (the Act) and its shares are quoted on Pakistan Stock Exchange Limited. The principal activities of the Company are manufacturing and sale of mirror, tempered glass, laminated glass and automotive vehicles. The Company's registered office is situated at 40-L Block, Model Town Extension, Lahore. The manufacturing units are located at 31-KM Sheikhpura Road, Mouza Beti Heriya, Tehsil Nankana Sahib, District Sheikhpura and 49-Km Multan Road, Phool Nagar (Bhai Pheru), Kasur.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The geographical location and address of the Company's business units, including production facilities are as under:

BUSINESS UNITS	ADDRESS
Registered office	40-L, Model Town Extension, Lahore
Glass manufacturing plant	31-KM Sheikhpura Road, Nankana Sahib
Automobile manufacturing plant	49-Km Multan Road, Phool Nagar (Bhai Pheru), Kasur

3 BASIS OF PREPARATION

Statement of compliance

- 3.1 These condensed interim financial statements 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; 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.

- 3.2 These condensed interim financial statements are unaudited but subject to the limited scope review by the auditors and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.
- 3.3 These condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2023 which have been prepared in accordance with approved accounting and reporting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended June 30, 2023, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from the unaudited condensed interim financial statements for the half year ended December 31, 2023.

3.4 Basis of measurement

The condensed interim financial statements have been prepared under the historical cost convention. Figures have been rounded off to the nearest Pak Rupees unless otherwise stated.

Provisions in respect of taxation, Workers' Welfare Fund (WWF) and Worker's Profit Participation Fund (WPPF) are provisional and subject to final adjustments in the annual audited financial statements.

3.5 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupee, which is the functional and presentation currency for the Company.

4 USE OF ESTIMATES AND JUDGMENTS

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

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the annual audited financial statements of the Company for the year ended June 30, 2023.

5 SIGNIFICANT ACCOUNTING POLICIES AND CHANGES THERE IN

5.1 The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are same as those for the preceding annual financial statements for the year ended June 30, 2023.

5.2 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

5.2.1 Amendments to published accounting and reporting standards which became effective during the period:

The Company adopted the narrow-scope amendments to the International Accounting Standard (IAS) 1, Presentation of Financial Statements which have been effective for annual reporting periods beginning on or after 1 January 2023. Although the amendments did not result in any changes to accounting policy themselves, they will impact the accounting policy information disclosed in the annual financial statements.

These amendments had no effect on the interim condensed financial statements of the Company as they relate to disclosures of accounting policies in the annual financial statements rather than interim financial statements. The amendments are expected to be applicable for the accounting policy disclosures in the annual financial statements of the Company.

5.2.2 Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2023. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

	Note	December 31, 2023 (Un-audited) Rupees	June 30, 2023 (Audited) Rupees
6			
PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1	2,290,214,178	1,301,605,614
Capital work in process	6.2	269,634,245	976,201,689
		<u>2,559,848,423</u>	<u>2,277,807,303</u>
6.1			
Operating fixed assets			
Opening net book value at the start of the period / year		1,301,605,614	1,175,838,662
Additions during the period / year	6.1.1	1,062,893,746	212,887,979
Depreciation charge for the period/ year		(74,285,182)	(87,121,027)
Closing net book value at the end of the period/ year		<u>2,290,214,178</u>	<u>1,301,605,614</u>
6.1.1	Following is the details of additions during the period/year - at cost:		
Buildings on freehold land		10,087,521	117,957,724
Plant and machinery		1,023,236,734	65,697,605
Mills equipment		258,803	-
Furniture and fixture		7,046,254	5,620,730
Computers		3,240,700	3,375,765
Office equipment		869,718	227,373
Vehicles		18,154,016	20,008,782
		<u>1,062,893,746</u>	<u>212,887,979</u>
6.2			
Capital work in process			
Opening balance at the start of the period / year		976,201,689	500,834,731
Additions (at cost)		264,527,275	525,382,595
Transferred to operating fixed assets		(971,094,719)	(50,015,637)
Closing balance at the end of the period / year		<u>269,634,245</u>	<u>976,201,689</u>
7			
STOCK IN TRADE			
Raw material		662,978,606	567,959,439
Finished goods		499,268,928	378,783,428
		<u>1,162,247,534</u>	<u>946,742,867</u>
8			
TRADE RECEIVABLES			
Receivables from third-party customers		511,686,428	351,867,664
Less: allowance for expected credit losses	8.1	(105,050,333)	(89,426,763)
		<u>406,636,095</u>	<u>262,440,901</u>
8.1	Set out below is the movement of the allowance for expected credit losses of trade receivables:		
Opening balance		89,426,763	72,904,895
Allowance for expected credit loss		15,623,570	16,521,868
Closing balance		<u>105,050,333</u>	<u>89,426,763</u>

	Note	December 31, (Un-audited) Rupees	June 30, (Audited) Rupees
9 CASH AND BANK BALANCES			
Cash-in-hand		827,335	627,810
Balances with banks:			
- Current accounts		-	9,100,079
- Saving accounts	9.1	22,420,344	3,178,183
		<u>23,247,679</u>	<u>12,906,072</u>

9.1 Rate of profit on saving accounts ranges from 17% to 21% (June 30, 2023: 7.13% to 17.25%) per annum.

10 CONTINGENCIES AND COMMITMENTS

10.1 There is no material change in contingencies since the last audited financial statements for the year ended 30 June 2023.

10.2 Commitments

Letters of credit	67,896,382	-
Bank guarantees	48,449,731	48,449,731
	<u>116,346,113</u>	<u>48,449,731</u>

	(Un-audited)			
	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
11 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET				
Local sales	2,888,210,459	2,187,457,111	1,742,685,111	1,390,469,525
Export sales	143,839,752	30,150,419	82,190,592	30,150,419
	<u>3,032,050,211</u>	<u>2,217,607,530</u>	<u>1,824,875,703</u>	<u>1,420,619,944</u>
Less:				
Commission on sales	22,891,187	103,803,340	3,417,942	68,736,608
Sales tax	461,633,871	330,282,903	275,671,238	208,821,273
Dealer incentives	10,352,778	58,899,936	-	38,861,801
	<u>494,877,836</u>	<u>492,986,179</u>	<u>279,089,180</u>	<u>316,419,682</u>
	<u>2,537,172,375</u>	<u>1,724,621,351</u>	<u>1,545,786,523</u>	<u>1,104,200,262</u>

11.1 Revenue from contracts with customer is disaggregated on the basis of nature and time of revenue recognition as follows:

	(Un-audited)			
	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
Disaggregated revenue				
Sales of mirror glass	1,815,037,848	1,393,373,266	1,130,319,239	938,148,051
Sales of tempered and non tempered glass	716,869,862	404,216,008	400,630,809	218,602,917
Sales of frosted glass	315,416,745	330,278,068	198,109,300	205,205,773
Sales of double glaze glass & other	49,154,859	31,211,525	24,161,832	16,422,559
Sales of laminated glass	129,817,616	52,192,663	69,357,411	37,510,644
Sales of motor bikes	5,753,279	6,336,000	2,297,111	4,730,000
	<u>3,032,050,211</u>	<u>2,217,607,530</u>	<u>1,824,875,702</u>	<u>1,420,619,944</u>
Less:				
Commission on sales	22,891,187	103,803,340	3,417,942	68,736,608
Sales tax	461,633,871	330,282,903	275,671,238	208,821,273
Dealer incentives	10,352,778	58,899,936	-	38,861,801
	<u>494,877,836</u>	<u>492,986,179</u>	<u>279,089,180</u>	<u>316,419,682</u>
	<u>2,537,172,375</u>	<u>1,724,621,351</u>	<u>1,545,786,523</u>	<u>1,104,200,262</u>

		(Un-audited)			
		Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		----- (Rupees) -----			
11.2	Timing of transfer of goods and services				
	Goods transferred and services rendered at a point in time	2,537,172,375	1,724,621,351	1,545,786,523	1,104,200,262
12	COST OF SALES				
	Raw material consumed	1,124,249,681	818,476,980	676,484,150	350,200,379
	Stores consumed	49,811,252	33,864,999	28,806,483	22,750,046
	Salaries, wages and benefits	205,887,062	99,473,956	127,443,834	53,609,331
	Traveling and conveyance	22,476,247	12,351,289	12,463,909	6,520,643
	Entertainment	11,541,975	8,264,901	5,444,328	5,025,865
	Packing, loading and unloading	18,691,846	11,513,571	10,327,383	6,395,966
	Fuel and power	170,201,673	118,964,478	95,030,456	58,054,588
	Depreciation	65,733,924	30,810,817	27,254,263	16,700,354
	Repair and maintenance	7,272,096	2,327,498	5,355,946	1,011,107
	Communication	853,217	906,794	527,471	560,740
	Rent, rates and taxes	815,782	396,086	314,500	60,000
	Freight and handling	5,894,723	4,001,807	3,898,956	1,591,255
	Charity and donation	50,922,531	34,961,933	30,902,747	22,453,748
	Miscellaneous expenses	9,176,981	4,627,619	5,859,298	2,574,042
	Cost of goods manufactured	1,743,528,990	1,180,942,729	1,030,113,724	547,508,065
	Add: Opening finished goods	378,783,428	157,329,252	431,034,087	397,081,239
	Less: Closing finished goods	(499,268,928)	(203,033,056)	(499,268,928)	(203,033,057)
		1,623,043,490	1,135,238,924	961,878,883	741,556,246

12.1 This represents donation made to the Ghani foundation trust for the welfare of factory staff.

		Half year ended	
		December 31, 2023	December 31, 2022
13	TAXATION		
	Current year income tax		
	Charge for the year	90,484,242	50,786,370
	Adjustments in respect of current income tax of previous year	1,361,078	-
	Deferred tax		
	Relating to origination of temporary differences	77,856,902	24,413,642
		169,702,222	75,200,012

14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise the related group companies, associated companies, subsidiary companies, directors of the Company, key employees and staff retirement funds. All the transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company. Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in these condensed interim financial statements are as follows:

Name of related parties and their relationship	Nature and description of related party transaction	(Un-audited)			
		Half year ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		(Rupees)			
Ghani Glass Limited - associated company by virtue of common directorship	Purchase of goods	1,103,012,528	903,903,510	676,658,305	422,865,000
	Payments made	1,165,419,007	740,150,000	730,526,316	546,000,000
	Sales of cullet	30,520,865	10,307,513	15,700,277	5,282,252
	Shared expenses	7,219,911	6,201,980	2,694,324	3,340,909
	Rental income	33,275,192	5,314,213	16,930,095	3,117,990
	Advance for rent and mess expenses	26,055,281	(887,767)	14,235,771	(222,919)
Ghani Foundation - common Directors	Donations	63,580,866	43,620,262	42,724,688	28,000,833
	Remuneration and reimbursements	96,502,194	72,892,436	57,918,014	25,724,647
Staff retirement benefits	Payment to provident fund	24,936,458	19,014,313	9,476,194	9,476,194
Key management personnel	Salaries and other employee benefits	53,976,359	46,175,563	33,120,181	26,180,679

15 OPERATING SEGMENT

Information related to each reportable segment is set out below. Operating results of segment is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

	Glass		Automobile		Total	
	Half year ended		Half year ended		Half year ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
(Rupees)						
Revenue - net	2,532,229,891	1,719,205,966	4,942,484	5,415,385	2,537,172,375	1,724,621,351
Cost of sales	(1,614,215,048)	(1,126,189,532)	(8,828,442)	(9,049,392)	(1,623,043,490)	(1,135,238,924)
Gross profit	918,014,843	593,016,435	(3,885,958)	(3,634,007)	914,128,885	589,382,427
Distribution expenses	(64,823,902)	(36,139,831)	(247,558)	(1,068,443)	(65,071,460)	(37,208,274)
Administrative expenses	(221,995,154)	(190,667,886)	(5,403,968)	(2,290,863)	(227,399,122)	(192,958,749)
Other operating expenses	(47,970,076)	(27,326,776)	(93,813)	(86,350)	(48,063,889)	(27,413,126)
Operating results	583,225,711	338,881,942	(9,631,297)	(7,079,663)	573,594,414	331,802,279

- 15.1 The following table presents assets and liabilities information for the Company's operating segments as at December 31, 2023 and June 30, 2023, respectively:

Note	Glass		Automobile		Total	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	December 31, 2023	June 30, 2023	December 31, 2023	June 30, 2023	December 31, 2023	June 30, 2023
	Rupees					
Segments assets	4,265,775,911	3,627,462,561	308,606,076	311,724,554	4,574,381,987	3,939,187,115
Unallocated assets					303,529,036	334,784,837
Total assets 15.2.1					<u>4,877,911,023</u>	<u>4,273,971,952</u>
Segment liabilities	1,487,973,895	1,517,853,752	59,149,540	65,823,317	1,547,123,435	1,583,677,069
Unallocated liabilities					249,325,840	165,502,023
Total liabilities 15.2.2					<u>1,796,449,275</u>	<u>1,749,179,092</u>

15.2 Reconciliations of reportable segment assets and liabilities

15.2.1 Assets

	(Un-audited) December 31, 2023	(Audited) June 30, 2023
Total assets for reportable segments	4,574,381,987	3,939,187,115
Tax refunds due from the government	303,529,036	334,784,837
Total assets	<u>4,877,911,023</u>	<u>4,273,971,952</u>

15.2.2 Liabilities

	(Un-audited) December 31, 2023	(Audited) June 30, 2023
Total liabilities for reportable segments	1,547,123,435	1,583,677,069
Provisions for Workers' Welfare Fund payable	28,767,282	15,235,450
Provisions for Workers' Profit Participation Fund payable	64,743,631	72,308,548
Deferred taxation	155,814,927	77,958,025
Total liabilities	<u>1,796,449,275</u>	<u>1,749,179,092</u>

16 FINANCIAL RISK MANAGEMENT

16.1 Financial Risk Factors

The Company finances its operations through equity and management of working capital with a view to maximize the return to the stakeholders. The Company is exposed to market risk, credit risk and liquidity risk. The Company's principal financial liabilities comprise trade and other payables. The main purpose of these financial liabilities is to raise finance for the Company's operations. The Company has various financial assets such as deposits, trade receivables, advances and other receivables and bank balances, which are directly related to operations.

The Board of Directors has the overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to react to changes in market conditions and the Company's activities.

There is no change in the Company's objectives, policies, procedures for measuring and managing the above risks including capital management risk, since the preceding financial year ended June 30, 2023.

16.2 Fair value of financial and non-financial assets and liabilities

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. The Company have measured its financial instruments at amortized cost and there is no significant change in the status of measurement to the Company's financial statements for the year ended June 30, 2023.

17 DATE OF AUTHORIZATION FOR ISSUE

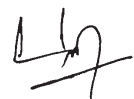
These condensed interim financial statement was approved and authorized for issue on February 26, 2024 by the Board of Directors of the Company.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

ڈائریکٹران کی جائزہ رپورٹ

بیارے شیئر ہولڈرز

السلام علیکم ورحمۃ اللہ وبرکاتہ

غنی ویلیو گلاس لمیٹڈ کے بورڈ آف ڈائریکٹرز کو 31 دسمبر 2023 کو ختم ہونے والے ششماہی کے مالیاتی گوشواروں کے ساتھ اس پری آڈیٹرز کی جائزہ رپورٹ پیش کرنے پر خوشی ہے۔

کمپنی نے 31 دسمبر 2023 کو ختم ہونے والے ششماہی کے لیے 2.5 بلین روپے کی خالص آمدنی ریکارڈ کی جو گزشتہ سال کی اسی مدت کے لیے 1.7 بلین روپے تھی۔ 31 دسمبر 2023 کو ختم ہونے والے ششماہی کے دوران، مجموعی منافع بڑھ کر 914 ملین روپے ہو گیا ہے جو گزشتہ سال کی اسی مدت کے لیے 589 ملین روپے تھا۔ کمپنی نے گزشتہ سال کی اسی مدت کے 283 ملین روپے کے مقابلے میں 479 ملین روپے کا خالص منافع کمایا ہے۔ گزشتہ سال کی اسی مدت کے لیے 1.89 روپے (دوبارہ کی گئی) کے مقابلے میں فی شیئر نفع 3.19 روپے رہا۔ زیر نظر مدت کے نتائج حسب ذیل ہیں:

مالیاتی اعشاریے	31 دسمبر 2023	31 دسمبر 2022
(روپے '000 میں)		
آمدنی (خالص)	2,537,172	1,724,621
خام منافع	914,129	589,382
قبل از ٹیکس منافع	648,514	358,279
خالص نفع	478,812	283,079
فی شخص نفع (روپے)	3.19	1.89 (Restated)

پاکستان کی معیشت سیاسی غیر یقینی صورتحال، بڑھتی ہوئی گردش قرضوں، بڑھتی ہوئی مہنگائی، کم غیر ملکی ذخائر، سخت پالیسی اقدامات وغیرہ کے نتیجے میں بڑے پیمانے پر مینوفیکچرنگ (LSM) کی پیداوار میں 3.43 فیصد اضافہ ہوا۔ اور نومبر 2023 کے مقابلے میں 15.69% اضافہ ہوا۔ مجموعی طور پر بڑے پیمانے پر مینوفیکچرنگ سیکٹر نے جولائی تا دسمبر 2023-24 کے دوران پچھلے سال کی اسی مدت کے مقابلے میں 0.39% کی نمو ظاہر کی ہے۔ مجموعی ترقی میں اہم شراکت دار خوراک (0.76)، ہتھاکو (-0.73)، ٹیکسٹائل (2.05) گارمنٹس (2.26)، کاغذ اور پورڈ (0.12)، پیٹرولیم مصنوعات (0.55)، کیمیکل (0.30)، دواسازی (1.43)، سیمنٹ (0.12)، آئرن اینڈ اسٹیل مصنوعات (-0.07)، برقی آلات (-0.38)، آٹوموبائل (-1.70) اور فینچر (-1.05)۔ کرنٹ اکاؤنٹ بیلنس نے FY24 کے لیے US\$397mn سے پہلے سرپلس کی اطلاع دی، جس سے CAD1HFY24 کو US\$831m تک کم کیا گیا۔ اس سرپلس کو تجارتی خسارے کی مدد سے ترسیلات کے مقابلے میں تقریباً 1 بلین امریکی ڈالر کم مقدار کی اطلاع ملی۔ آگے بڑھتے ہوئے، توانائی کی قیادت میں افراط زر مستقبل کے لیے ایک اہم خطرہ ہے۔ دسمبر 2023 کے لیے %29.7 CPI پر پہنچ گیا، %0.8 MoM (6 ماہ کی کم ترین)۔ جبکہ کل کی قیمتیں %16 زیادہ MoM (%4.6 وزن) میں آئیں، کھانے کی قیمتوں میں %0.5 کی (%30 وزن) نے اس ماہ افراط زر کی رفتار کو محدود کر دیا۔

مستقبل کا آؤٹ لک

ایجنڈا اور توانائی کی بلند قیمتوں، بڑھتی ہوئی افراط زر، بڑھتا ہوا تجارتی خسارہ، بے مثال موسمیاتی تبدیلی، غیر یقینی سیاسی صورتحال وغیرہ سمیت کچھ چیلنجز سامنے ہیں۔ تاہم، انتظامیہ، فعال نقطہ نظر کے ساتھ، ہمارے اسٹیک ہولڈرز کو قدر فراہم کرنے کے ساتھ ساتھ کاروبار کرنے کی مجموعی لاگت کو کنٹرول کرنے کی موثر حکمت عملی کے ذریعے کاروباری اصلاح، اقتصادی ترقی میں شراکت پر غور کرے گی۔

اعتراف

ڈائریکٹرز کی جانب سے، ہمیں اپنے صارفین، ملازمین، سپلائرز، شیئر ہولڈرز اور مالیاتی اداروں کے لیے کمپنی کے انتظام پر اعتماد کے لیے اپنی تعریف ریکارڈ کرتے ہوئے خوشی ہو رہی ہے۔

ہم اللہ سبحانہ اللہ کا شکر ادا کرتے ہیں کہ اس نے ہم سب کو اور آپ کی کمپنی کو برکت دی ہے۔ ہم سب کو اللہ تعالیٰ کے احکامات اور اپنے نبی محمد صلی اللہ علیہ وسلم کی سنت پر پوری طرح عمل کرنے کی کوششیں جاری رکھنی چاہئیں۔

بورڈ آف ڈائریکٹرز کی جانب سے



انوار احمد خان
چیف ایگزیکٹو آفیسر



انوار احمد خان
ڈائریکٹر

لاہور: 26 فروری 2024

Ghani

GHANI VALUE GLASS LIMITED

Head Office:

40-L, Model Town Extension, Lahore, Pakistan.

UAN: +92-42-111 949 949

Fax: + 92-42-35172263

www.ghanivalueglass.com