

# Ghani

HALF YEAR  
FINANCIAL STATEMENTS 2022-23



*Growth*  
& **Sustainability**

GHANI GLASS LIMITED

## CORPORATE INFORMATION

<b>Board of Directors</b>	Mr. Zaid Ghani Mr. Imtiaz Ahmad Khan Mr. Anwaar Ahmad Khan Mr. Aftab Ahmad Khan Mrs. Reema Anwaar Mr. Junaid Ghani Mr. Jubair Ghani Mr. Hamza Ghani Mr. Moeez Ghani Mr. Ibrahim Ghani Mr. Ayub Sadiq Mr. Shamim Ahmed Mr. Ovais Shamim Mr. Nouman Shaukat Mr. Waqar Zafar Mr. Khalid Aslam Butt Hafiz Muhammad Saad Mr. Ajmal Khan (Nominee EOBI)	Chairman Chief Executive Officer Deputy Chief Executive Officer Deputy Chief Executive Officer Director Director Director Director Director Director Director Director Director Director Director Director Director Director Director Director
<b>Audit Committee</b>	Mr. Ayub Sadiq Mr. Zaid Ghani Mr. Ibrahim Ghani	Chairman Member Member
<b>HR &amp; R Committee</b>	Mr. Ayub Sadiq Mr. Anwaar Ahmad Khan Mr. Zaid Ghani	Chairman Member Member
<b>Chief Financial Officer</b>	Mr. Umer Farooq Khan	
<b>Company Secretary</b>	Hafiz Muhammad Imran Sabir	
<b>Auditors</b>	EY Ford Rhodes, Chartered Accountants	
<b>Legal Advisor</b>	Ally Law Associates	
<b>Share Registrar</b>	Corplink (Pvt) Ltd Wings Arcade, 1-K Commercial Model Town, Lahore, Pakistan Phones : (042) 35916714, 35916719 Fax : (042) 35869037	
<b>Banks</b>	Albaraka Islamic Bank Allied Bank Limited Askari Bank Limited Bank Alfalah Limited, IBD Bank Al-Habib Limited Bank Islami Pakistan Limited Faysal Bank Limited, IBD First Women Bank Limited Habib Metropolitan Bank Limited, IBD MCB Islamic Bank Limited National Bank of Pakistan Soneri Bank Limited Standard Chartered Bank Limited, IBD The Bank of Punjab Dubai Islamic Bank Limited Habib Bank Limited Meezan Bank Limited United Bank Limited SAMBA Bank Limited	

**Head Office & Registered Office**

40-L Model Town Extension,

Lahore, Pakistan

UAN : (042) 111 949 949

Fax : (042) 35172263

E-mail : [info@ghaniglass.com](mailto:info@ghaniglass.com)

<http://www.ghaniglass.com>

**Marketing Office**

12 D/5, Chandni Chowk

KDA Scheme No. 7-8

Karachi - 74000

UAN : (021) 111 949 949

Fax : (021) 34926349

E-mail : [marketing@ghaniglass.com](mailto:marketing@ghaniglass.com)

**GGL Plant-1 & Regional Marketing Office-North**

22 km Haripur Taxila Road, (From Haripur)

Thesil & District Haripur (KPK)

Phones : (0995) 639236-40 & (0995) 539063-65

Fax : (0995) 639067

**GGL Plant-2**

H-15, Landhi Industrial Area

Karachi-74000

Phone : (021) 35020761-63

Fax : (021) 35020280

**GGL Plant-3**

29-km Lahore Sheikhpura Road,

District Sheikhpura

Phones : (056) 3406810-11

Fax : (056) 3406795

Email : [ghanifloat@ghaniglass.com](mailto:ghanifloat@ghaniglass.com)

# DIRECTORS' REPORT

Assalam-o-Alaikum wa Rahmatullah wa BarakatoHu.

The Board of Directors of Ghani Glass Limited is pleased to present the Financial Statements of the Company for the half year ended December 31, 2022 along with review report of auditors thereon.

During the six months ended December 31, 2022, the net revenue of the company has increased to Rupees 19.4 billion as compared to Rupees 13.9 billion for the corresponding period of the last year. Margins increased from top to bottom. The Company recorded gross profit of Rupees 5.3 billion as compared to Rupees 4.1 billion for the same period of the last year. The company succeeded to earn net profit of Rupees 3.8 billion as compared to Rupees 2.8 billion for first half of the previous year. Earning per share also increased to Rupees 4.50 as compared to Rupees 3.34 for the corresponding period of the last year.

## Financial Performance

	December 31, 2022	December 31, 2021
	(Rupees in million)	
<b>Revenue - Net</b>	19,372	13,924
<b>Gross Profit</b>	5,338	4,126
<b>Profit before Tax</b>	3,801	2,823
<b>Profit after Tax</b>	3,775	2,800
<b>Earning per Share (Rupees)</b>	4.50	3.34

Pakistan is going through severe economic crisis. Foreign exchange reserves are at dangerously low levels—enough to pay for only a few weeks' worth of imports. Inflation is at its highest levels in decades, growth is sagging and the central bank has raised interest rates sharply to address a weak currency. Followed demand compression policies in Pakistan to correct the imbalances and tame down inflation along with damages incurred by flood has muted the production of LSM sector which witnessed contraction of 3.68 percent during Jul-Oct FY023. On YoY basis, LSM plunged by 7.7 percent in the first half of the current fiscal year from a year ago. Last year's catastrophic floods worsened the country's economy, mainly causing significant damage to agricultural production, which accounts for 23 percent of Pakistan's gross domestic product (GDP) and provides employment to 37 percent of its working population. The Pakistani rupee, which was valued at 176 rupees against the US dollar in January 2022 ended the calendar year at 226 rupees – a depreciation of 28 percent. The situation become worse as opening and confirmation of raw materials LCs has become very difficult.

## Interim Dividend

The Board of Directors in their meeting held on February 24, 2023 has approved interim cash dividend @ Rupee 1 per share i.e. 10 % for the year ending June 30, 2023.

## Future outlook

With the help of ALLAH Almighty, initial production from the tableware project has been started successfully. Production from IS Machines gained attraction of the customers. Good response has been given by the competitive market. The Company has received full fledge Press Machines which are in installation phase. Trial run from the Figured Glass Project has been conducted successfully.

## Acknowledgment

The Board and the management would like to thank senior executives of Pharmaceutical, food and beverage industries for their continuous support and confidence on our quality products. Thanks are also due to our dealers and customers of float glass for their trust reposed on our quality products. The Board also appreciates the cooperation of our suppliers, contractors and bankers.

The Board acknowledges and puts on record its sincere appreciation for all employees of the Company for their hard work, commitment and loyalty.

On behalf of the Board of Directors



**Imtiaz Ahmed Khan**  
Chief Executive Officer



**Aftab Ahmad Khan**  
Director

Lahore: February 24, 2023

# AUDITORS' REVIEW REPORT

## To the members of Ghani Glass Limited Report on review of Condensed Interim Financial Statements

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Ghani Glass Limited** as at **31 December 2022** and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, 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 “condensed interim financial statements”). Management is responsible for the preparation and presentation of these condensed 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. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three-month periods ended 31 December 2022 and 31 December 2021 along with related notes have not been reviewed, as we are required to review only the cumulative figures for the six-month period ended 31 December 2022.

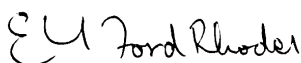
### Scope of Review

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 are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's report is Abdullah Fahad Masood.



**EY Ford Rhodes**

Chartered Accountants

Lahore: 28 February 2023

UDIN: RR20221017757XJx9V4n

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION


AS AT 31 DECEMBER 2022

		Un-audited 31 December 2022 (Rupees)	Audited 30 June 2022 (Rupees)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	16,394,420,669	16,147,912,904
Intangible assets		15,892,918	19,480,604
Investment in associate		2,270,169,421	1,826,790,156
Long term advances and deposits		92,187,430	83,397,875
		<b>18,772,670,438</b>	18,077,581,539
<b>Current assets</b>			
Stores, spares and other consumables		1,002,039,247	954,681,515
Stock in trade	6	9,715,211,557	5,547,289,877
Trade debts	7	2,987,759,450	1,677,028,594
Advances, deposits and other receivables		1,951,188,246	1,969,244,697
Tax refunds due from the Government		1,021,014,554	1,029,496,584
Short term investments		73,373,009	74,037,329
Cash and bank balances	8	2,543,624,905	1,561,587,225
		<b>19,294,210,968</b>	12,813,365,821
<b>TOTAL ASSETS</b>		<b>38,066,881,406</b>	30,890,947,360
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
1,000,000,000 (30 June 2022: 1,000,000,000) ordinary shares of Rs 10 each		<b>10,000,000,000</b>	10,000,000,000
Issued, subscribed and paid up share capital 839,391,132 (30 June 2022: 839,391,132) ordinary shares of Rs 10 each		<b>8,393,911,320</b>	8,393,911,320
Reserve created under scheme of amalgamation - capital reserve		<b>365,464,087</b>	365,464,087
Merger reserve - capital reserve		<b>427,419,290</b>	427,419,290
Share premium - capital reserve		<b>75,000,000</b>	75,000,000
Exchange translation and other reserves - capital reserve		<b>1,375,037,800</b>	1,173,930,441
Unappropriated profits - revenue reserve		<b>13,897,257,606</b>	10,121,950,510
		<b>24,534,090,103</b>	20,557,675,648
<b>Non-current liabilities</b>			
Long term payable		<b>237,504,008</b>	379,330,261
Lease liabilities		<b>36,912,774</b>	46,012,384
Deferred taxation		<b>1,641,918,294</b>	1,580,659,510
		<b>1,916,335,076</b>	2,006,002,155
<b>Current liabilities</b>			
Current portion of lease liabilities		<b>22,144,103</b>	26,547,792
Contract liabilities		<b>462,029,586</b>	430,627,690
Trade and other payables		<b>11,110,170,736</b>	7,847,846,089
Unclaimed dividend		<b>22,111,802</b>	22,247,986
		<b>11,616,456,227</b>	8,327,269,557
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>38,066,881,406</b>	30,890,947,360
<b>CONTINGENCIES AND COMMITMENTS</b>	9		

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

  
Lahore Chief Executive Officer

  
Director

  
Chief Financial Officer

# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022

Un-audited					
		Six-month period ended		Three-month period ended	
Note	31 December 2022	31 December 2021	31 December 2022	31 December 2021	
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	
Revenue from contracts with customers - net	10	19,372,421,846	13,923,724,621	11,447,336,616	8,391,770,549
Cost of sales	11	(14,034,001,836)	(9,797,393,443)	(8,100,860,573)	(5,679,503,556)
<b>Gross profit</b>		<b>5,338,420,010</b>	4,126,331,178	<b>3,346,476,043</b>	2,712,266,993
General and administrative expenses		(559,693,783)	(518,284,795)	(254,416,057)	(301,493,859)
Selling and distribution expenses		(1,009,106,069)	(548,172,086)	(582,099,421)	(352,434,679)
Other expenses		(276,640,100)	(310,859,580)	(177,197,586)	(236,705,987)
Other income		170,032,014	159,970,470	104,950,898	105,689,777
		(1,675,407,938)	(1,217,345,991)	(908,762,166)	(784,944,748)
<b>Profit from operations</b>		<b>3,663,012,072</b>	2,908,985,187	<b>2,437,713,877</b>	1,927,322,245
Finance cost		(68,718,098)	(75,120,815)	(39,583,072)	(57,609,497)
Share of profit / (loss) on investment in associate		206,782,372	(10,966,598)	186,758,959	(24,681,036)
<b>Profit before taxation</b>		<b>3,801,076,346</b>	2,822,897,774	<b>2,584,889,764</b>	1,845,031,712
Taxation		(25,769,250)	(22,454,272)	(87,584,915)	23,305,111
<b>Profit after taxation for the period</b>		<b>3,775,307,096</b>	2,800,443,502	<b>2,497,304,849</b>	1,868,336,823
<b>Earnings per share - basic and diluted</b>		<b>4.50</b>	3.34	<b>2.98</b>	2.23

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

Lahore

  
\_\_\_\_\_  
Chief Executive Officer

Director



Chief Financial Officer



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022

		Un-audited				
		Six-month period ended		Three-month period ended		
Note		31 December 2022 (Rupees)	31 December 2021 (Rupees)	31 December 2022 (Rupees)	31 December 2021 (Rupees)	
	<b>Profit after taxation for the period</b>	<b>A</b>	<b>3,775,307,096</b>	2,800,443,502	<b>2,497,304,849</b>	1,868,336,823
	<b>Other comprehensive income</b>					
	Investment in associate					
	-Exchange translation - net of tax		201,107,359	165,901,185	201,107,359	165,901,185
	<b>Other comprehensive income</b>	<b>B</b>	<b>201,107,359</b>	165,901,185	<b>201,107,359</b>	165,901,185
	<b>Total comprehensive income for the period</b>	<b>A+B</b>	<b>3,976,414,455</b>	2,966,344,687	<b>2,698,412,208</b>	2,034,238,008

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

Lahore

  
\_\_\_\_\_  
Chief Executive Officer

Director



Chief Financial Officer



# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022

	CAPITAL RESERVES				REVENUE RESERVE		Total
	Issued, subscribed and paid up share capital	Reserve created under scheme of amalgamation	Merger reserve	Share premium	Exchange translation and other reserves	Unappropriated profits	
Balance as on 01 July 2021 - audited	8,393,911,320	365,464,087	427,419,290	75,000,000	820,904,229	7,016,953,663	17,099,652,589
Final cash dividend for the year ended 30 June 2021 at the rate of Rs. 1 per share	-	-	-	-	-	(839,391,132)	(839,391,132)
First interim dividend for the period ended 30 September 2021 at the rate of Rs. 1.5 per share	-	-	-	-	-	(1,259,086,698)	(1,259,086,698)
Profit for the period	-	-	-	-	-	2,800,443,502	2,800,443,502
Other comprehensive income for the period	-	-	-	-	165,901,185	-	165,901,185
Total comprehensive income for the period	-	-	-	-	165,901,185	2,800,443,502	2,966,344,687
Balance as on 31 December 2021 - un-audited	8,393,911,320	365,464,087	427,419,290	75,000,000	986,805,414	7,718,919,335	17,967,519,446
<b>Balance as on 01 July 2022 - audited</b>	<b>8,393,911,320</b>	<b>365,464,087</b>	<b>427,419,290</b>	<b>75,000,000</b>	<b>1,173,930,441</b>	<b>10,121,950,510</b>	<b>20,557,675,648</b>
Profit for the period	-	-	-	-	-	3,775,307,096	3,775,307,096
Other comprehensive income for the period	-	-	-	-	201,107,359	-	201,107,359
Total comprehensive income for the period	-	-	-	-	201,107,359	3,775,307,096	3,976,414,455
<b>Balance as on 31 December 2022 - un-audited</b>	<b>8,393,911,320</b>	<b>365,464,087</b>	<b>427,419,290</b>	<b>75,000,000</b>	<b>1,375,037,800</b>	<b>13,897,257,606</b>	<b>24,534,090,103</b>

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

Lahore

# CONDENSED INTERIM STATEMENT OF CASH FLOW

FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022

## CASH FLOW FROM OPERATING ACTIVITIES

Profit before taxation

Adjustments for:

- Depreciation of property, plant and equipment
- Amortization of intangible assets
- Fair value loss on short term investments
- Exchange gain - net
- Share of (gain) / loss on investment in associate
- Gain on disposal of property, plant and equipment
- Finance cost
- Provision for slow moving items of stores & others consumables
- Reversal for obsolete stock in trade
- Provision for doubtful advances
- Allowance for expected credit losses
- Provision for Workers' Profit Participation Fund
- Provision for Workers' Welfare Fund

**Operating profit before working capital changes**

**Working capital changes:**

**(Increase) / decrease in current assets**

- Stock in trade
- Stores and spares
- Trade debts
- Advances, deposits and other receivables

**Increase / (decrease) in current liabilities**

- Trade and other payables
- Contract liabilities

**Cash generated from operations**

Finance costs paid

Taxes paid

Workers' Welfare Fund paid

Workers' Profit Participation Fund paid

**NET CASH GENERATED FROM OPERATIONS**

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property, plant and equipment

Proceeds from sale of property, plant and equipment

Net increase in long term advances and deposits

**NET CASH USED IN INVESTING ACTIVITIES**

**CASH FLOWS FROM FINANCING ACTIVITIES**

Dividend paid

Repayment of lease liabilities

**NET CASH USED IN FINANCING ACTIVITIES**

**NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)**

**CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD**

**CASH AND CASH EQUIVALENTS AT THE END OF PERIOD**

		Un-audited	
		31 December 2022	31 December 2021
		(Rupees)	(Rupees)
		3,801,076,346	2,822,897,774
		864,068,064	712,916,661
		3,587,686	2,577,010
		664,320	94,900
		(41,116,242)	99,533,460
		(206,782,372)	10,966,598
		(612,299)	(1,456,947)
		68,718,098	75,120,815
		22,990,000	-
		(22,046,281)	-
		7,921,368	-
		51,927,730	10,786,483
		203,447,961	157,227,193
		64,434,921	59,746,333
		1,017,202,954	1,127,512,506
		4,818,279,300	3,950,410,280
		(4,189,967,961)	(712,042,331)
		(24,367,732)	(201,777,150)
		(1,312,622,297)	(1,041,279,989)
		25,977,819	(460,375,731)
		3,284,043,390	1,095,574,525
		31,401,896	376,656,313
		(2,185,534,885)	(943,244,363)
		2,632,744,415	3,007,165,917
		(31,086,061)	(31,087,705)
		(12,779,328)	(35,197,692)
		(138,795,510)	(65,523,866)
		(330,984,737)	(83,038,900)
		(513,645,636)	(214,848,163)
	<b>A</b>	2,119,098,779	2,792,317,754
		(1,114,994,782)	(1,138,582,740)
		5,031,252	131,614,635
		(8,789,555)	(4,740,671)
	<b>B</b>	(1,118,753,085)	(1,011,708,776)
		(136,184)	(1,922,979,882)
		(18,171,830)	(10,841,540)
	<b>C</b>	(18,308,014)	(1,933,821,422)
		982,037,680	(153,212,444)
		1,561,587,225	3,043,589,062
		2,543,624,905	2,890,376,618

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.



Lahore

Chief Executive Officer



Director



Chief Financial Officer

# CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2022

## 1 LEGAL STATUS AND NATURE OF BUSINESS

Ghani Glass Limited ("the Company") was incorporated in Pakistan in 1992 as a limited liability company under the Companies Ordinance, 1984 (now Companies Act, 2017). Its shares are quoted on Pakistan Stock Exchange.

The principal activity of the Company is to engage in the business of manufacturing and sale of glass containers and float glass. Following are the business units of the Company including production facilities, along with their respective locations:

- Head office and Registered office: 40 - L Model Town, Extension Lahore
- Marketing Office: 12 D/5 Chandani Chowk, KDA Scheme No. 7-8, Karachi
- Plant 1 and Regional Marketing Office (North): 22 Km Haripur Taxila Road, District Haripur
- Plant 2: H-15 Landhi Industrial Area, Karachi
- Plant 3: 29 Km Lahore Sheikhpura Road, District Sheikhpura
- Plant 4: 50 Km Lahore Gujranwala Road, Tehsil Kamonke, District Gujranwala

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

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

- 2.2 These condensed interim financial statements do not include all the information and the disclosures required in the annual financial statements and should be read in conjunction with annual audited financial statements of the Company for the year ended 30 June 2022.
- 2.3 These condensed interim financial statements are unaudited but subject to limited scope review by the auditors and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019.
- 2.4 The condensed interim financial statements have been prepared under the historical cost convention except for short term investments which are measured at fair value. These financial statements are prepared in Pak Rupees, which is the functional currency of the Company. Figures have been rounded off to the nearest Pak Rupees unless otherwise stated.
- 2.5 Provisions in respect of taxation, retirement benefit obligations, Workers' Profit Participation Fund (WPPF) and Workers' Welfare Fund (WWF) are provisional and subject to final adjustments in the annual audited financial statements.

## 3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended June 30, 2022, except as mentioned in note 3.1.

### 3.1 New Standards, Interpretations and Amendments

IFRS 3	Reference to conceptual framework — (Amendments)
IAS 16	Property, plant and equipment: Proceeds before intended use — (Amendments)
IAS 37	Onerous contracts - costs of fulfilling a contract — (Amendments)
AIP IFRS 1	First-time Adoption of International Financial Reporting Standards — Subsidiary as a first-time adopter
AIP IFRS 9	Fees in the '10 per cent' test for derecognition of financial liabilities

### 3.2 Standards, interpretation and amendments to be published approved accounting standards that are not yet effective:

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

<b>Standard or Interpretation</b>		<b>Effective date (annual periods beginning on or after)</b>
IAS 1	Classification of liabilities as current or non-current — (Amendments)	January 01, 2023
IAS 8	Definition of accounting estimates — (Amendments)	January 01, 2023
IAS 1 and IFRS Practice Statement 2	Disclosure of accounting policies — (Amendments)	January 01, 2023
IAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction — (Amendments)	January 01, 2023
IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its associate or Joint Venture — (Amendments)	Not yet finalized

The Company expects that such improvements to the standards will not have any material impact on the Company's condensed interim financial statements in the period of initial application.

In addition to the above standards and amendments, improvements to various accounting standards and conceptual framework have also been issued by the IASB. Such improvements are generally effective for accounting periods beginning on or after January 01, 2022.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

<b>Standard or Interpretation</b>		<b>Effective date (annual periods beginning on or after)</b>
IFRS 1	First-time Adoption of International Financial Reporting Standard	July 01, 2009
IFRS 17	Insurance Contracts	January 01, 2023

#### 4 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited financial statements of the Company for the year ended 30 June 2022.

	<b>Note</b>	<b>Un-audited 31 December 2022 (Rupees)</b>	<b>Audited 30 June 2022 (Rupees)</b>
<b>5 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	5.1	15,192,893,534	14,404,080,028
Capital work in progress	5.2	1,201,527,135	1,743,832,876
		<b>16,394,420,669</b>	<b>16,147,912,904</b>
<b>5.1 Operating fixed assets - tangible</b>			
Opening book value		14,404,080,028	14,124,762,259
Add: Additions during the period / year - cost	5.1.1	1,657,300,523	1,855,028,273
Add: Right-of-use asset during the period / year - cost		-	12,124,188
		16,061,380,551	15,991,914,720
Less: Deletions during the period / year - net book value	5.1.2	(4,418,953)	(14,966,657)
		16,056,961,598	15,976,948,063
Less: Depreciation during the period / year		(864,068,064)	(1,572,868,035)
Book value at the end of the period / year		15,192,893,534	14,404,080,028
<b>5.1.1 Additions/transfers during the period / year - cost</b>			
Land		11,452,500	-
Buildings		147,351,696	105,089,615
Plant and machinery		1,019,656,123	691,554,091
Furnace		378,541,927	822,191,696
Furniture and fixtures		146,840	10,039,219
Electrical equipment		2,318,650	22,701,279
Vehicles		97,832,787	203,452,373
		1,657,300,523	1,855,028,273
<b>5.1.2 Deletions during the period / year - net book value</b>			
Vehicles		4,213,373	14,966,657
Plant and machinery		205,580	-
		4,418,953	14,966,657
<b>5.2 Capital work in progress</b>			
Opening balance		1,743,832,876	1,112,447,817
Add: Additions during the period / year		884,323,676	1,017,937,125
		2,628,156,552	2,130,384,942
Less: Transfers to operating assets during the period / year		(1,426,629,417)	(386,552,066)
Closing balance		1,201,527,135	1,743,832,876

	Note	Un-audited	Audited
		31 December 2022	30 June 2022
<b>6 STOCK IN TRADE</b>		(Rupees)	(Rupees)
Raw materials		1,199,549,023	716,052,108
Work in process		245,935,850	228,734,458
Finished goods		8,125,502,411	4,550,179,779
Packing materials		189,883,207	120,028,747
		<b>9,760,870,491</b>	<b>5,614,995,092</b>
Provision for obsolete stock in trade			
- Raw materials		(4,406,764)	(26,453,045)
- Packing materials		(6,816,898)	(6,816,898)
- Finished goods		(34,435,272)	(34,435,272)
		<b>(45,658,934)</b>	<b>(67,705,215)</b>
		<b>9,715,211,557</b>	<b>5,547,289,877</b>
<b>7 TRADE DEBTS</b>			
Local:			
Secured - considered good		608,167,992	217,629,076
Unsecured - considered good		2,048,405,153	1,343,325,979
	7.1	<b>2,656,573,145</b>	<b>1,560,955,055</b>
Foreign - unsecured - considered good		658,861,360	391,820,864
Less: allowance for expected credit losses	7.2	(327,675,055)	(275,747,325)
		<b>2,987,759,450</b>	<b>1,677,028,594</b>

7.1 This includes Rs. 579.58 million (30 June 2022: Rs. 420.10 million) due from Ghani Value Glass Limited and the related party.

	Un-audited	Audited
	31 December 2022	30 June 2022
	(Rupees)	(Rupees)
7.2 Set out below is the movement of the allowance for expected credit losses of trade debts:		
Opening balance	275,747,325	264,960,842
Allowance for expected credit losses	51,927,730	10,786,483
Closing balance	<b>327,675,055</b>	<b>275,747,325</b>

## 8 CASH AND BANK BALANCES

Cash in hand		92,274,232	92,285,134
Balances with banks			
-Current accounts		1,418,290,978	1,127,943,852
-Savings accounts	8.1	1,026,071,585	301,115,554
		<b>2,444,362,563</b>	<b>1,429,059,406</b>
Foreign currency-current account (USD)	8.2	6,988,110	40,242,685
		<b>2,543,624,905</b>	<b>1,561,587,225</b>

8.1 The balances in savings accounts bear mark-up at the rates ranging from 7.1% to 14.5% (30 June 2022: 6.5% to 13.0%) per annum.

8.2 This represents foreign currency bank balance of USD 30,862 (30 June 2022: USD 196,453).

## 9 CONTINGENCIES AND COMMITMENTS

### 9.1 Contingencies

There has been no significant change in the status of contingencies as reported in the preceding published annual financial statements of the Company for the year ended 30 June 2022.

### 9.2 Commitments

- Letters of credit for import of plant and machinery, materials and stores outstanding as at 31 December 2022 amounts to Rs. 2,453.77 million (30 June 2022: Rs. 2,877.06 million).
- Aggregate amount of bank guarantees issued by banks on behalf of the Company outstanding as at 31 December 2022 amounts to Rs. 2,623.36 million (30 June 2022: Rs. 2,615.36 million).

	Six-month period ended		Three-month period ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
<b>10 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET</b>	<b>(Rupees)</b>	<b>(Rupees)</b>	<b>(Rupees)</b>	<b>(Rupees)</b>
Local sales	19,834,339,764	14,582,883,817	11,631,537,958	8,390,192,235
Export sales	2,811,030,384	1,741,357,581	1,956,420,339	1,445,732,039
	<b>22,645,370,148</b>	<b>16,324,241,398</b>	<b>13,587,958,297</b>	<b>9,835,924,274</b>
Less: Sales tax	(3,157,705,493)	(2,364,102,591)	(2,025,378,872)	(1,423,033,497)
Trade discounts	(115,242,809)	(36,414,186)	(115,242,809)	(21,120,228)
	<b>(3,272,948,302)</b>	<b>(2,400,516,777)</b>	<b>(2,140,621,681)</b>	<b>(1,444,153,725)</b>
	<b>19,372,421,846</b>	<b>13,923,724,621</b>	<b>11,447,336,616</b>	<b>8,391,770,549</b>
<b>10.1 Disaggregation of revenue</b>				
<b>Types of products</b>			<b>Six-month period ended</b>	
			<b>31 December 2022</b>	<b>31 December 2021</b>
			<b>Un-audited</b>	<b>Un-audited</b>
			<b>(Rupees)</b>	<b>(Rupees)</b>
Local				
- Food & beverages and Pharma			8,827,582,527	5,231,200,938
- Float glass			11,006,757,236	9,351,682,879
Export			19,834,339,763	14,582,883,817
- Food & beverages and Pharma			296,937,876	852,554,486
- Float glass			2,514,092,509	888,803,095
			<b>2,811,030,385</b>	<b>1,741,357,581</b>
			<b>22,645,370,148</b>	<b>16,324,241,398</b>
Less: Sales tax			(3,157,705,493)	(2,364,102,591)
Trade discounts			(115,242,809)	(36,414,186)
			<b>19,372,421,846</b>	<b>13,923,724,621</b>
<b>10.2 Timing of transfer of goods and services</b>				
Goods transferred and services rendered at a point in time	19,372,421,846	13,923,724,621	11,447,336,616	8,391,770,549
			<b>Six-month period ended</b>	<b>Three-month period ended</b>
	<b>31 December 2022</b>	<b>31 December 2021</b>	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>(Un-audited)</b>	<b>(Un-audited)</b>	<b>(Un-audited)</b>	<b>(Un-audited)</b>
<b>11 COST OF SALES</b>	<b>(Rupees)</b>	<b>(Rupees)</b>	<b>(Rupees)</b>	<b>(Rupees)</b>
Raw material consumed	6,017,948,039	2,859,592,411	3,043,173,995	1,731,881,269
Packing material consumed	1,184,335,935	661,258,148	662,696,898	364,242,252
Stores and spares consumed	352,563,726	301,618,165	197,724,849	178,209,523
Salaries, wages and benefits	1,408,982,428	1,049,348,356	713,866,815	532,823,687
Fuel, gas and electricity	6,959,764,465	4,388,395,323	3,289,230,480	2,459,553,427
Depreciation	824,924,063	672,318,559	405,811,023	347,271,818
Amortization	3,444,179	2,473,929	1,789,196	1,230,292
Legal & professional expenses	5,047,386	999,766	3,017,127	289,713
Charity and donation	373,870,743	259,347,087	227,329,503	172,542,687
Rent, rates & taxes	109,952,749	92,768,590	57,791,546	57,775,515
Repair and maintenance	36,551,453	24,187,143	18,282,811	16,149,396
Traveling and conveyance	47,613,690	21,358,991	28,468,565	15,222,456
Communication and stationery	6,261,906	4,620,829	3,020,244	2,195,292
Freight and handling charges	233,491,723	101,867,259	159,661,385	72,027,527
Glass coating charges	-	48,743,636	-	-
Provision for obsolete inventory	943,719	-	943,719	-
Other manufacturing expenses	60,829,656	32,541,075	35,778,214	16,317,655
	<b>17,626,525,860</b>	<b>10,521,439,267</b>	<b>8,848,586,370</b>	<b>5,967,732,509</b>
Work in process:				
Opening balance	228,734,458	119,325,914	236,068,699	161,148,567
Closing balance	(245,935,850)	(186,579,007)	(245,935,850)	(186,579,007)
	<b>(17,201,392)</b>	<b>(67,253,093)</b>	<b>(9,867,151)</b>	<b>(25,430,440)</b>
Finished goods:				
Opening balance	4,550,179,779	1,667,228,355	7,387,643,765	1,667,228,355
Closing balance	(8,125,502,411)	(2,324,021,086)	(8,125,502,411)	(1,930,026,868)
	<b>(3,575,322,632)</b>	<b>(656,792,731)</b>	<b>(737,858,646)</b>	<b>(262,798,513)</b>
<b>Cost of goods sold</b>	<b>14,034,001,836</b>	<b>9,797,393,443</b>	<b>8,100,860,573</b>	<b>5,679,503,556</b>

## 12 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated undertakings, post employment benefit plans and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Amounts due from and due to related parties are shown under receivables and payables. Other significant transactions with related parties are as follows:

Name of related parties and relationship	Nature of transactions	Un-audited	
		Six-month period ended	
		31 December 2022	31 December 2021
		(Rupees)	(Rupees)
Ghani Ceramics Limited	Other sales	2,571,031	-
Common directorship	Purchases	1,818,956	-
	Expenses incurred on behalf of the Company	-	200,000
	Expenses incurred on behalf of the related party	2,223,034	3,355,770
Ghani Value Glass Limited	Sale of goods	903,903,510	836,070,641
Common directorship	Other sales	3,654,858	62,531,498
	Purchases	15,590,087	93,222,811
	Expenses incurred on behalf of the Company	5,314,213	5,818,071
	Expenses incurred on behalf of the related party	6,927,688	5,620,838
RAK Ghani Glass LLC	Purchases	36,920,639	-
Shareholding of 49.934% by the Company	Expenses incurred on behalf of the Company	8,370,056	3,200,115
	Expenses incurred on behalf of related party	1,882,821	887,750
Health Tek (Private) Limited	Sale of goods	10,167,835	8,186,968
Common directorship			
Sami Pharmaceutical (Private) Limited	Sale of goods	202,477,479	165,102,177
Common directorship			
Ghani Foundation Trust	Donations	487,821,084	212,254,650
Directors being trustees			
Ghani Glass Limited Employees' Provident Fund	Contribution paid	145,028,176	117,848,296
Ahmad Brothers Material (Private) Limited	Sale of goods	15,431,241	-
Common directorship	Purchases	8,173,704	168,791,800
	Expenses incurred on behalf of the related party	1,139,410	-
Key management personnel	Remuneration and other benefits	490,910,707	423,610,740

## 13 FINANCIAL ASSETS AND LIABILITIES

Set out below is an overview of financial assets held by the company as at 31 December 2022 and 30 June 2022:

	Un-audited	Audited
	31 December 2022	30 June 2022
	(Rupees)	(Rupees)
<b>Financial assets at amortized cost</b>		
Trade debts	2,987,759,450	1,677,028,594
Advances and deposits	2,043,375,676	1,485,014,093
Other receivables	-	484,230,604
Cash and bank balances	2,543,624,905	1,561,587,225
<b>Financial asset at fair value through profit / (loss)</b>		
Short term investments	73,373,009	74,037,329
	<b>7,648,133,040</b>	<b>5,281,897,845</b>

Set out below, is an overview of financial liabilities held by the Company as at 31 December 2022 and 30 June 2022:

	<b>Un-audited</b>	Audited
	<b>31 December</b>	30 June
	<b>2022</b>	2022
	<b>(Rupees)</b>	(Rupees)
<b>Financial liabilities at amortized cost</b>		
Trade and other payables	<b>10,829,412,549</b>	7,847,846,089
Contract liabilities	<b>462,029,586</b>	430,627,690
Unclaimed dividend	<b>22,111,802</b>	22,247,986
Lease liabilities	<b>59,056,877</b>	72,560,176
	<b>11,394,722,616</b>	8,373,281,941

### 13.1 Fair value of financial instruments

Carrying values of the financial assets and financial liabilities approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

### 13.2 Fair value hierarchy

The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair value.

The table below analyse financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1. Quoted market price (unadjusted) in an active market for identical instrument.

Level 2. Inputs other than quoted price included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3. Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The main level of inputs used by the Company for its financial assets are derived and evaluated as follows:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	<b>(Rupees)</b>	<b>(Rupees)</b>	<b>(Rupees)</b>
<b>As at 31 December 2022</b>			
<b>Assets carried at fair value</b>			
Equity instruments at fair value through P&L	<b>73,373,009</b>	-	-
<b>As at 30 June 2022</b>			
<b>Assets carried at fair value</b>			
Equity instruments at fair value through P&L	74,037,329	-	-

## 14 OPERATING SEGMENT

The chief operating decision maker (i.e. the Board of Directors) consider the whole business as one operating segment.

### 14.1 GENERAL

The Board of Directors of the Company in its meeting held on 24 February 2023 has proposed cash dividend @ of Re. 1 per share for the six-month period ended 31 December 2022. These condensed interim financial statements do not reflect these appropriations.

## 15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized by the Board of Directors of the Company for issue on February 24, 2023.


Lahore

  
\_\_\_\_\_  
Chief Executive Officer

Director

  
\_\_\_\_\_  
Director

Chief Financial Officer

  
\_\_\_\_\_  
Chief Financial Officer

## ڈائریکٹران کی جائزہ رپورٹ

السلام علیکم ورحمۃ اللہ وبرکاتہ۔

غنی گلاس لیٹڈ کے بورڈ آف ڈائریکٹرز کو 31 دسمبر 2022 کو ختم ہونے والے نصف سال کے لیے کمپنی کے مالیاتی گوشوارے بمعہ آڈیٹران کی جائزہ رپورٹ پیش کرنے پر خوشی ہے۔

31 دسمبر 2022 کو ختم ہونے والے چھ ماہ کے دوران کمپنی کی خالص آمدنی گزشتہ سال کی اسی مدت کے 13.9 بلین روپے کے مقابلے میں بڑھ کر 19.4 بلین روپے ہو گئی ہے۔ نفع اوپر سے نیچے تک بڑھ گیا۔ کمپنی نے گزشتہ سال کی اسی مدت میں 4.1 بلین روپے کے مقابلے میں 5.3 بلین روپے کا مجموعی منافع ریکارڈ کیا۔ کمپنی نے گزشتہ سال پہلے نصف سال میں 2.8 بلین روپے کے مقابلے میں 3.8 بلین روپے کا خالص منافع حاصل کرنے میں کامیابی حاصل کی۔ فی حصص آمدنی بھی گزشتہ سال کی اسی مدت کے 3.34 روپے کے مقابلے میں 4.50 روپے تک بڑھ گئی۔

مالیاتی کارکردگی

مالیاتی سرخیاں	31 دسمبر 2022	31 دسمبر 2021
خالص آمدنی	19,372	13,924
خام منافع	5,338	4,126
قبل از ٹیکس منافع	3,801	2,823
بعد از ٹیکس منافع	3,775	2,800
فی حصص منافع (پ)	4.50	3.34

(روپے لاکھ میں)

پاکستان شدید معاشی بحران سے گزر رہا ہے۔ زرمبادلہ کے ذخائر خطرناک حد تک ٹھجی سطح پر ہیں جو صرف چند ہفتوں کی درآمدات کی ادائیگی کے لیے کافی ہیں۔ مہنگائی دہائیوں میں اپنی بلند ترین سطح پر ہے، مہمو گھٹ رہی ہے اور مرکزی بینک نے کمزور کرنسی سے نمٹنے کے لیے شرح سود میں تیزی سے اضافہ کیا ہے۔ پاکستان میں عدم توازن کو درست کرنے اور مہنگائی کو کم کرنے کے لیے ڈیمانڈ کنٹرول پالیسیوں پر عمل پیرا ہونے کے ساتھ ساتھ سیلاب سے ہونے والے نقصانات نے ایل ایس ایم سیکٹر کی پیداوار کو کم کر دیا ہے جس میں جولائی تا اکتوبر مالی سال 2023 کے دوران 3.68 فیصد کمی دیکھی گئی۔ سالانہ بنیادوں پر، ایل ایس ایم ایک سال پہلے کے مقابلے میں ایل ایس ایم سال کے پہلے چھ ماہ میں 7.7 فیصد گر گیا۔ گزشتہ سال کے تباہ کن سیلاب نے ملک کی معیشت کو مزید خراب کر دیا، بنیادی طور پر زرعی پیداوار کو خاصا نقصان پہنچا، جو پاکستان کی مجموعی قومی پیداوار (جی ڈی پی) کا 23 فیصد ہے اور اس کی کام کرنے والی آبادی کے 37 فیصد کو روزگار فراہم کرتا ہے۔ پاکستانی روپیہ جس کی قدر جنوری 2022 میں امریکی ڈالر کے مقابلے میں 176 روپے تھی، سال کے اختتام پر 226 روپے پر پہنچ گئی۔ 28 فیصد کی گراؤت۔ صورتحال مزید خراب ہو گئی ہے کیونکہ خام مال کی ایل سی کو کھولنا اور تصدیق کرنا بہت مشکل ہو گیا ہے۔

عمدوری ڈیویڈنڈ

بورڈ آف ڈائریکٹرز نے 24 فروری 2023 کو ہونے والے اپنے اجلاس میں 30 جون 2023 کو ختم ہونے والے سال کے لیے 1 روپیہ فی شیئر یعنی 10 روپیہ ڈیویڈنڈ کی منظوری دی ہے۔


مشقبل کا نقطہ نظر


اللہ تعالیٰ کی مدد سے، ٹیمیل ویبر کے منصوبے سے ابتدائی پیداوار کا مہیانی سے شروع کر دی گئی ہے۔ آئی ایس ایم مشینوں سے پیداوار نے صارفین کی توجہ حاصل کی۔ مسابقتی مارکیٹ کی طرف سے اچھا رد عمل دیا گیا ہے۔ کمپنی کو مکمل پریس مشینیں موصول ہوئی ہیں جو تنصیب کے مرحلے میں ہیں۔ فلڈ گلاس پروجیکٹ سے ٹرانزلن کامیابی سے کیا گیا ہے۔

اعتراف

بورڈ اور انتظامیہ فارماسیوٹیکل، فوڈ اینڈ بیوریج انڈسٹریز کے سینئر ایگزیکٹوز کا شکریہ ادا کرنا چاہیں گے جنہوں نے ہماری معیاری مصنوعات پر مسلسل تعاون اور اعتماد کیا۔ ہمارے ڈیلرز اور فلوٹ گلاس کے صارفین کا بھی شکریہ کہ انہوں نے ہماری معیاری مصنوعات پر اعتماد کیا۔ بورڈ ہمارے سپلائرز، ٹھیکیداروں اور بینکرز کے تعاون کو بھی سراہتا ہے۔

بورڈ کمپنی کے تمام ملازمین کی محنت، عزم اور وفاداری کے لیے ان کی مخلصانہ تعریف کا اعتراف کرتا ہے اور اسے ریکارڈ پر رکھتا ہے۔ بورڈ آف ڈائریکٹرز کی جانب سے

  
آفتاب احمد خان  
ڈائریکٹر

  
انتیا ز احمد خان  
چیف ایگزیکٹو آفیسر

لاہور: 24 فروری 2023



# Ghani

GHANI GLASS LIMITED

**Head Office:**

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

UAN: +92-42-111 949 949

Fax: + 92-42-35172263

[www.ghaniglass.com](http://www.ghaniglass.com)