

Ghani

First Quarter Financial
Statements

2016-17



Growing Values

Ghani Glass Limited

Corporate Information

Board of Directors

Mr. Ayub Sadiq
Mr. Imtiaz Ahmad Khan
Mr. Anwaar Ahmad Khan
Mr. Aftab Ahmad Khan
Mrs. Rubina Imtiaz
Mrs. Reema Anwaar
Mrs. Ayesha Aftab
Mr. Junaid Ghani
Mr. Jubair Ghani
Mr. Zaid Ghani
Mr. Hamza Ghani
Mrs. Musfira Jubair
Mr. Shamim Ahmed
Mr. Muhammad Riazuddin (Nominee EOBI)

Chairman
Chief Executive Officer
Deputy Chief Executive Officer
Deputy Chief Executive Officer

Audit Committee

Mr. Zaid Ghani
Mr. Ayub Sadiq
Mr. Hamza Ghani

Chairman
Member
Member

HR & R Committee

Mr. Anwaar Ahmad Khan
Mrs. Ayesha Aftab
Mr. Zaid Ghani

Chairman
Member
Member

Chief Financial Officer

Mr. Umer Farooq Khan

Company Secretary

Hafiz Mohammad Imran Sabir

Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants

Legal Advisor

Ally Law Associates

Corporate Consultants

EY Ford Rhodes, 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

Albaraka Islamic Bank
Bank Alfalah Limited, IBD
Burj Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited, IBD
Meezan Bank Limited
MCB Bank Limited, IBD
Standard Chartered Bank Limited, IBD
Bank Islami Pakistan Limited
Faysal Bank Limited, IBD
United Bank Limited

**Head Office & Registered Office**

40-L Model Town
Lahore, Pakistan
UAN : (042) 111 949 949
Fax : (042) 35172263
E-mail : 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

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

Directors' Report

Dear Shareholders,

Assalam-o-AlaikumwaRahmatullahwaBarakatohu.

The Board of Directors is pleased to present the unaudited Financial Statements of Ghani Glass Limited for the first quarter ended September 30, 2016.

FINANCIAL HIGHLIGHTS

	September 30, 2016	September 30, 2015
	(Rupees in million)	
Net Sales	2,436	2,489
Gross Profit	819	649
Profit from Operations	528	398
Profit before Tax	549	399
Profit after Tax	418	318
Earning per Share	1.91	1.45 restated

During the period under review the Net Sales has been recorded as Rupees 2.4 billion as compared to Rupees 2.5 billion in the corresponding period of the last year. Gross Profit has increased to Rupees 819 million as compared to Rupees 649 million for the correspondence period of the last year showing an increase of 26%. Profit before tax has increased by 37% as compared to the corresponding period of the last year. The Net Profit has increased to Rupees 418 million as compared to Rupees 318 million for the same period of the last year showing an increase of 32%. Earning per share also increased to Rupees 1.91 as compared to Rupees 1.45 (*restated*) for the same period of last year.

FUTURE PROJECTS

The Company has a plan of expansion/BMR of float line-1 with production capacity of 450 tons (*extendable up to 500 tons*) per day by the end of 2017.

INTERIM DIVIDEND


The Board of Directors in their meeting held on October 31, 2016 has approved interim cash dividend @ Rupees 1.5 per shares i.e. 15% for the year ending June 30, 2017.

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

Lahore: October 31, 2016


Imtiaz Ahmad Khan
Chief Executive Officer

Balance Sheet

As at 30 September, 2016

	Un-audited 2016 September Rupees	Audited 2016 June Rupees	Note
EQUITY AND LIABILITIES			
Capital and reserves			
Authorized share capital 300,000,000 (2016: 300,000,000) ordinary shares of Rs. 10 each	3,000,000,000	3,000,000,000	
Issued, subscribed and paid up capital	2,192,480,430	2,192,480,430	
Reserves	8,479,462,251 10,671,942,681	8,061,788,660 10,254,269,090	
Non-Current liabilities	1,170,850,654	1,145,726,541	
Deferred taxation			
Current liabilities	2,513,584,658	2,573,844,685	
Trade and other payables			
Contingencies and commitments	2,513,584,658	2,573,844,685	4
	14,356,377,993	13,973,840,316	
ASSETS			
Non-Current assets			
Property, plant and equipment	7,580,296,560	7,648,445,266	5
Investment in associate	848,222,442	838,271,665	
Long term deposits and prepayments	24,250,017	24,250,017	
	8,452,769,019	8,510,966,948	
Current assets			
Stores, spares and other consumables	716,140,167	664,139,948	
Stock in trade	2,438,633,570	1,880,765,033	
Trade debtors	1,608,325,071	1,670,345,766	
Advances, deposits and prepayments	276,851,727	273,847,811	
Short term investment	5,073,500	4,829,000	
Income tax recoverable	51,673,456	95,946,305	
Other receivables	86,156,707	165,249,789	
Cash and bank balances	720,754,776	707,749,716	
	5,903,608,974	5,462,873,368	
	14,356,377,993	13,973,840,316	

Ghani Glass Limited

Lahore

The annexed notes 1 to 9 form an integral part of these financial statements.

Chief Executive

Director

Profit and Loss Account (Un-audited)

For the period ended 30 September, 2016

	Note	Period ended	
		September 2016	September 2015
		Rupees	Rupees
Sales - net		2,435,647,286	2,488,585,385
Cost of sales		(1,616,977,093)	(1,839,496,131)
Gross profit		818,670,193	649,089,254
General and administrative expenses		(104,697,198)	(88,148,937)
Selling and distribution expenses		(152,193,065)	(139,867,333)
Other operating expenses		(40,675,928)	(29,639,945)
Other operating income		6,977,464	7,034,993
		(290,588,727)	(250,621,222)
Operating profit		528,081,466	398,468,032
Finance cost		(3,454,781)	(15,266,169)
Share of profit / (loss) of associate		24,203,577	16,722,615
Profit before taxation		548,830,262	399,924,478
Taxation		(131,156,671)	(82,388,401)
Profit after taxation		417,673,591	317,536,077
			Restated
Earnings per share - basic and diluted	7	1.91	1.45

The annexed notes 1 to 9 form an integral part of these financial statements.

Lahore



Chief Executive



Director

Cash Flow Statement (Un-audited)


For the period ended 30 September, 2016

	Period ended	
	September 2016	September 2015
	Rupees	Rupees
Cash flows from operating activities		
Profit before taxation	548,830,262	399,924,478
Adjustments for non cash items		
Financial charges	3,454,781	15,266,169
Depreciation	181,686,965	173,791,338
Share of (profit)/loss of associate	(24,203,577)	(16,722,615)
Capital gain	(244,500)	-
Provision for workers' Profit Participation Fund	29,475,310	21,478,221
Provision for workers' Welfare Fund	11,200,618	8,161,724
	201,369,597	201,974,837
Net cash generated from operating activities	750,199,859	601,899,315
Cash flows from investing activities		
Fixed capital expenditure	(113,538,259)	(98,811,867)
Proceed from sales of fixed assets	-	2,830,177
Dividend received from associate	14,252,800	-
Stores & spares	(52,000,219)	(36,688,655)
Stock in trade	(557,868,537)	(205,511,360)
Trade debtors	62,020,695	(380,580,326)
Advances, deposit & prepayments	(3,003,916)	(42,568,982)
Other receivable	79,093,082	51,875,313
Net cash used in investing activities	(571,044,354)	(709,455,700)
Cash Generated from operations		
Financial Charges paid	(3,454,781)	(20,618,616)
Taxes paid	(72,369,104)	(61,102,211)
Workers profit participation fund	(125,359,166)	(26,000)
Trade and other payable	105,987,201	120,498,589
Net cash used in operating activities	(95,195,850)	38,751,762
Cash flow from financing activities		
Long term financing	-	(411,970)
Short term financing - net	-	(98,568,360)
Dividend paid	(70,000,000)	-
Security deposits	(954,595)	-
Net cash from (used) in financing activities	(70,954,595)	(98,980,330)
Net increase/(decrease) in cash and cash equivalents	13,005,060	(167,784,953)
Cash and cash equivalents at the beginning of the year	707,749,716	359,938,636
Cash and cash equivalents at the end of the period	720,754,776	192,153,683

The annexed notes 1 to 9 form an integral part of these financial statements.

Lahore


Chief Executive


Director



Statement of Comprehensive Income (Un-audited)

For the period ended 30 September, 2016

	2016 September Rupees	2015 September Rupees
Profit for the period	417,673,591	317,536,077
Other comprehensive income	-	-
Total comprehensive income for the period	<u>417,673,591</u>	<u>317,536,077</u>

The annexed notes 1 to 9 form an integral part of these financial statements.

Lahore



Chief Executive



Director

Statement of Changes in Equity (Un-audited)

For the period ended 30 September, 2016

	Share capital (—)	Share to be issued under scheme of amalgamation	Reserve created under scheme of amalgamation	Capital reserve		Exchange translation Reserve	Revenue reserve		Total
				Merger reserve	Share premium		Unappropriated profit		
Balance as at 30 June 2015	1,232,190,060	57,504,310	365,464,087	427,419,290	75,000,000	98,126,876	6,785,005,657	9,040,710,280	
Share issued under the scheme of right share	902,786,060	-	-	-	-	-	-	902,786,060	
Share issued under the scheme of amalgamation	57,504,310	(57,504,310)	-	-	-	-	-	-	
Final cash dividend @ Rs.4 per share for the year ended 30 June,2015	-	-	-	-	-	-	(515,877,748)	(515,877,748)	
First interim cash dividend @ Rs.2 per share for the year ended June,2016	-	-	-	-	-	-	(257,938,874)	(257,938,874)	
Second interim cash dividend @ Rs.2 per share for the year ended June,2016	-	-	-	-	-	-	(257,938,874)	(257,938,874)	
Third interim cash dividend @ Rs.2 per share for the year ended June,2016	-	-	-	-	-	-	(657,744,129)	(657,744,129)	
Profit for the year	-	-	-	-	-	-	1,973,393,682	1,973,393,682	
Other comprehensive income	-	-	-	-	-	26,878,693	-	26,878,693	
Balance as at 30 June 2016	2,192,480,430	-	365,464,087	427,419,290	75,000,000	125,005,569	7,068,899,714	10,254,269,090	
Total comprehensive income for the period	-	-	-	-	-	-	417,673,591	417,673,591	
Balance as at 30 September, 2016	2,192,480,430	-	365,464,087	427,419,290	75,000,000	125,005,569	7,486,573,305	10,671,942,681	

The annexed notes 1 to 9 form an integral part of these financial statements.

Lahore

Ghani Glass Limited

Chief Executive

Director

Notes to the Financial Statements (Un-audited)

For the period ended 30 September, 2016

1 THE COMPANY AND ITS OPERATIONS

Ghani Glass Limited ("the company") was incorporated in Pakistan in 1992 as public limited company under the Companies Ordinance, 1984 and is listed on Pakistan Stock Exchange in Pakistan. The registered office of the Company is located at 40-L Model Town, Lahore, Pakistan. The Company is engaged in the business of manufacturing and sale of glass containers and float glass of different types.

2 BASIS OF PRESENTATION AND MEASUREMENT

This condensed interim financial information is un-audited for the three months period ended 30 September 2016 and has been prepared in accordance with the requirements of the International Accounting Standard (IAS)-34 'Interim Financial Reporting' and provision of and directive issued under the Companies Ordinance, 1984. In case where the requirement differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. This interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statement for the year ended 30 June 2016.

3 ACCOUNTING POLICIES

The accounting policies applied for the preparation of the these condensed interim financial information are the same as those applied in preparation of the annual audited statements of the Company for the year ended June 30, 2016.

4 CONTINGENCIES AND COMMITMENTS

4.1 There is no significant change in the contingencies and commitments status since the last annual balance sheet date.

5 PROPERTY, PLANT & EQUIPMENT

	Un-audited September 30 2016 Rupees	Audited June 30 2016 Rupees
Net book value at the beginning of the period	7,334,848,764	7,176,114,524
Add: Addition during the period	113,330,259	855,855,133
Add: Capital work in progress	313,804,502	313,596,502
Less :Disposal during the period		(6,908,964)
Less:Depreciation charged during the period	(181,686,965)	(690,211,929)
	7,580,296,560	7,648,445,266

5.1 Details of additions during the period are as follows:

Owned

	September 2016 Rupees	September 2015 Rupees
Land	-	2,084,950
Building	-	36,958,463
Plant & Machinery	113,330,259	290,257,513
Furnace	-	488,943,504
Tools and office equipment	-	1,984,373
Office Equipments	-	13,220,866
Furniture & Fixtures	-	955,464
Vehicles	-	21,450,000
	113,330,259	855,855,133

6 TRANSACTION WITH RELATED PARTIES

Purchase of raw materials	-	1,072,141
Expenses	589,839	845,031
Sales	113,806,297	140,150,066

7 EARNING PER SHARE-BASIC AND DILUTED

Net profit after tax	417,673,591	317,536,077
Number of ordinary shares	219,248,043	219,248,043
Earning per share	1.91	Restated 1.45

8 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on October 31, 2016 by the Board of Directors of the Company.

9 GENERAL

I. Figures have been rounded to nearest rupee.

II. Consequent to substitution of Fourth Schedule to the Companies Ordinance, 1984 and more appropriate financial statements, corresponding figures have been re-arranged and re-classified wherever necessary for of comparison.

III. The Board of Directors in their meeting held on October 31, 2016 has approved interim cash dividend @ Rupees 1.5 per shares i.e. 15% for the year ending June 30, 2017.

Lahore


Chief Executive


Director

Ghani Glass Limited

Ghani Glass Limited

Head Office: ▲

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