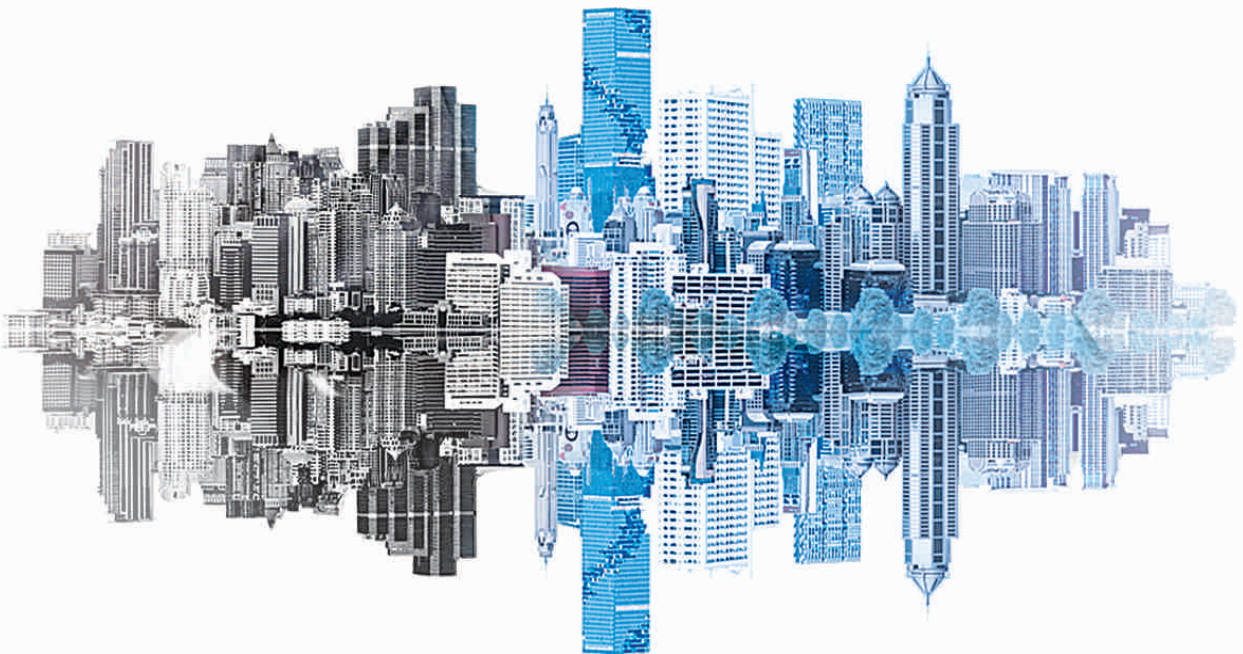


Ghani

FIRST QUARTER
FINANCIAL STATEMENTS 2022-23



Growth
& **Sustainability**

CORPORATE INFORMATION

Board of Directors	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
Audit Committee	Mr. Ayub Sadiq Mr. Zaid Ghani Mr. Ibrahim Ghani	Chairman Member Member
HR & R Committee	Mr. Ayub Sadiq Mr. Anwaar Ahmad Khan Mr. Zaid Ghani	Chairman Member Member
Chief Financial Officer	Mr. Umer Farooq Khan	
Company Secretary	Hafiz Muhammad Imran Sabir	
Auditors	EY Ford Rhodes, Chartered Accountants	
Legal Advisor	Ally Law Associates	
Share Registrar	Corplink (Pvt) Ltd Wings Arcade, 1-K Commercial Model Town, Lahore, Pakistan Phones : (042) 35916714, 35916719 Fax : (042) 35869037	
Banks	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

<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, 2022.

The global economy is facing the challenges of slow growth, higher inflation and monetary tightening. Global and domestic uncertainties surround the economic prospects. Year 2022 adversely impacted by high inflation, aggressive monetary tightening and uncertainty from the Ukraine war and pandemic. Amid elevated inflationary pressures, monetary tightening, and uncertainty in the financial market, a flood has further aggravated the supply chain disruptions and dragged down LSM to negative growth. Current account deficit reported a 4-month low in Aug-2022. Moody's Investors Service ("Moody's") has downgraded Pakistan's rating by one notch to Caa1, maintaining outlook at Negative. The downgrade is reasoned by aftershocks of the catastrophic floods the country witnessed this year to escalate risk of government liquidity in consideration of scheduled debt obligations of the country.

FINANCIAL HIGHLIGHTS

	September 30, 2022	September 30, 2021
	(Rupees in million)	
Revenue - Net	7,925	5,532
Gross Profit	1,992	1,414
Profit before Tax	1,216	978
Profit after Tax	1,154	932
Earning per Share (Rupees)	1.38	1.11

During the first quarter ended September 30, 2022, the Net Revenue of the Company increased to Rupees 7.9 billion as compared to Rupees 5.5 billion for the corresponding period of the last year. The Company booked Gross Profit of Rupees 1.9 billion as compared to Rupees 1.4 billion for the same period of the last year. The company earned net profit of Rupees 1.1 billion as compared to Rupees 932 million for the corresponding period of last year. Earning per share also increased to Rupees 1.38 as compared to Rupees 1.11 for the same period of the last year.

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. We hope the full fledge Press Machines would be received by the company by the end of this calendar year. Working on the new project of Figured Glass is going on fast track. Production from Figured Glass Project is expected in second quarter.


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: October 26, 2022

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

As at September 30, 2022

	Un-audited 2022 September 30 Rupees	Audited 2022 June 30 Rupees	Note
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
1,000,000,000 (2022: 1,000,000,000) ordinary shares of Rs. 10 each	10,000,000,000	10,000,000,000	
Issued, subscribed and paid-up capital Reserves	8,393,911,320 13,318,135,245 21,712,046,565	8,393,911,320 12,163,764,328 20,557,675,648	
Non-Current liabilities			
Deferred taxation	1,642,475,175	1,580,659,510	
Long term payable	359,022,015	379,330,261	
Lease Liabilities	51,294,632	46,012,384	
	2,052,791,822	2,006,002,155	
Current liabilities			
Trade and other payables	10,126,388,017	7,847,846,089	
Contract liabilities	309,525,621	430,627,690	
Unclaimed dividends	22,247,986	22,247,986	
Current portion of lease liabilities	23,906,668	26,547,792	
	10,482,068,292	8,327,269,557	
Contingencies and commitments			3
	34,246,906,679	30,890,947,360	
ASSETS			
Non-Current assets			
Property, plant and equipment	16,299,618,993	16,147,912,904	
Intangible assets	17,756,663	19,480,604	
Investment in associate	1,846,813,569	1,826,790,156	
Long term advances and deposits	83,447,875	83,397,875	
	18,247,637,100	18,077,581,539	4
Current assets			
Stores, spares and other consumables	1,097,389,003	954,681,515	
Stock in trade	8,584,630,975	5,547,289,877	
Trade debtors	2,615,834,993	1,677,028,594	
Advances and deposits	1,244,091,965	1,485,014,093	
Short term investments	73,494,669	74,037,329	
Tax refunds due from Government	1,072,280,424	1,029,496,584	
Other receivables	577,046,211	484,230,604	
Cash and bank balances	794,501,339	1,561,587,225	
	15,999,269,579	12,813,365,821	
	34,246,906,679	30,890,947,360	

The annexed notes 1 to 8 form an integral part of these financial statements.



Chief Executive Officer



Director



Chief Financial Officer

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

For the period ended 30 September, 2022

	Note	Period ended	
		2022 September 30	2021 September 30
		Rupees	Rupees
Revenue from contracts with customers- net		7,925,085,230	5,531,954,072
Cost of sales		(5,933,141,263)	(4,117,889,887)
Gross profit		1,991,943,967	1,414,064,185
General and administrative expenses		(305,277,726)	(216,790,936)
Selling and distribution expenses		(427,006,648)	(195,737,407)
Other expenses		(99,442,514)	(74,153,593)
Other income		65,081,116	54,280,693
		(766,645,772)	(432,401,243)
Profit from operations		1,225,298,195	981,662,942
Finance cost		(29,135,026)	(17,511,318)
Share of profit of an associate net of tax		20,023,413	13,714,438
Profit before taxation		1,216,186,582	977,866,062
Taxation		(61,815,665)	(45,759,383)
Profit after taxation		1,154,370,917	932,106,679
Earnings per share - basic and diluted	6	1.38	1.11

The annexed notes 1 to 8 form an integral part of these financial statements.

Lahore



Chief Executive Officer

Director



Director

Chief Financial Officer



Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For the period ended 30 September, 2022

	2022 September 30 Rupees	2021 September 30 Rupees
Profit after taxation for the period	1,154,370,917	932,106,679
	<u>1,154,370,917</u>	<u>932,106,679</u>

The annexed notes 1 to 8 form an integral part of these financial statements.

Lahore



Chief Executive Officer



Director



Chief Financial Officer

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

For the period ended September 30, 2022

	Capital reserve		Revenue reserve		Total	
	Share Capital	Reserve created under scheme of amalgamation	Merger reserve	Exchange transition and other reserve		Unappropriated profit
Balance as on 01 July, 2021 - as previously reported	8,393,911,320	365,464,087	427,419,290	820,904,229	7,016,953,663	17,099,652,589
<u>Transaction with members of the company</u>						
Final cash dividend for the year ended 30 June 2021 @ Rs.1.00 per share	-	-	-	-	(839,391,132)	(839,391,132)
First Interim dividend for the year ended 30 June 2022 @ Rs.1.5 per share	-	-	-	-	(1,259,086,698)	(1,259,086,698)
Second Interim dividend for the year ended 30 June 2022 @ Rs.1.00 per share	-	-	-	-	(839,391,132)	(839,391,132)
Adjustment on account of legal reserve of an associate	-	-	-	1,993,479	(1,993,479)	-
Profit for the year	-	-	-	-	6,044,859,288	6,044,859,288
Other comprehensive income	-	-	-	351,032,733	-	351,032,733
	-	-	-	351,032,733	6,044,859,288	6,395,892,021
Balance as at 30 June, 2022	8,393,911,320	365,464,087	427,419,290	1,173,930,441	10,121,950,510	20,557,675,648
Profit for the period	-	-	-	-	1,154,370,917	1,154,370,917
Balance as at 30 September, 2022	8,393,911,320	365,464,087	427,419,290	1,173,930,441	11,276,321,427	21,712,046,565

The annexed notes 1 to 8 form an integral part of these financial statements.



Chief Executive Officer

Lahore



Director

Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)

For the period ended 30 September 2022

Cash flows from operating activities

	2022 September 30 Rupees	2021 September 30 Rupees
Profit before taxation	1,216,186,582	977,866,062
Adjustments for non cash and other items:		
Depreciation	436,576,084	341,926,312
Amortization	1,723,940	1,288,505
Finance cost	6,185,655	1,512,203
Impact of discounting and unwinding of interest on GIDC	20,308,247	14,496,982
Expected credit loss on trade debtors	1,576,312	-
Unrealized fair value loss on re-measurement of short term investments	542,660	213,100
Unrealized exchange gain	(6,545,134)	(6,750,216)
Share of profit of associate	(20,023,413)	(13,714,438)
Provision for Workers' Profit Participation Fund	65,781,455	52,600,983
Provision for Workers' Welfare Fund	24,996,953	19,988,373
	531,122,759	411,561,804
Operating profit before working capital changes	1,747,309,341	1,389,427,866
(Increase)/decrease in current assets:		
Stores, spares and other consumables	(142,707,488)	(143,480,598)
Stock in trade	(3,037,341,098)	(264,565,925)
Trade debtors	(940,382,711)	(104,785,484)
Other receivables	(92,815,607)	52,619,363
Advances	240,922,128	(484,121,730)
Increase/(decrease) in current liabilities:		
Contract liabilities	(121,102,069)	747,630
Trade and other payables	2,093,974,961	248,656,406
	(1,999,451,884)	(694,930,338)
Cash generated/(used) from operations	(252,142,543)	694,497,528
Finance cost paid	(6,185,655)	(17,511,318)
Income taxes - net	19,031,825	(51,412,238)
Worker's Welfare Fund and Workers' Profit Participation Fund paid	-	(83,038,900)
	12,846,170	(151,962,456)
Net cash generated/(used) from operating activities	(239,296,373)	542,535,072
<u>Cash flows from investing activities</u>		
Purchase of property, plant and equipment	(591,004,340)	(652,146,868)
Proceed from sales of fixed assets	2,722,167	481,615
Short Term investments	542,660	213,100
Long term advances and deposits	(50,000)	(1,156,380)
Net cash used in investing activities	(587,789,513)	(652,608,533)
Net increase/(decrease) in cash and cash equivalents during the period	(827,085,886)	(110,073,461)
Cash and cash equivalents at the beginning of the period	1,561,587,225	3,043,589,062
Cash and cash equivalents at the end of the period	734,501,339	2,933,515,601

The annexed notes 1 to 8 form an integral part of these financial statements.



Lahore

Chief Executive Officer



Director



Chief Financial Officer

CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 September 2022 (Un-audited)

1 Corporate and general information

- 1.1 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 Company is engaged in the business of manufacturing and sale of glass containers and float glass.

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

- 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: 22 Km Haripur Taxila Road, District Haripur.
- Plant 2: H-15 Landhi Industrial Area, Karachi.
- Plant 3: 29 Km Lahore Sheikupura Road, District Sheikupura.
- Plant 4: 50 Km Lahore Gujranwala road, Tehsil Kamonke, District Gujranwala.

2

2.1 Statement of compliance

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

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

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

2.2 Basis of measurement

These financial statements have been prepared under historical cost convention except for certain foreign currency translation adjustments and certain financial instruments which are carried at fair value.

2.3 Standards, interpretations and amendments to published approved accounting periods standards that not relevant

The new standards, amendments and interpretations that are mandatory for accounting periods beginning on 2022 are considered not to be relevant for the Company's financial amendments and hence not been detailed here.

3 Contingencies and commitments

There is no significant change in the contingencies and commitments status since the last annual financial statement date.

4 Property, plant & equipment

	Un-audited 2022 September 30 Rupees	Audited 2022 June 30 Rupees
Net book value at the beginning of the period	14,404,080,028	14,124,762,259
Add: Addition during the period	234,192,138	1,867,152,461
Add: Capital work in progress	2,100,645,078	1,743,832,876
Less: Disposal during the period	(2,722,167)	(14,966,657)
Less: Depreciation charged during the period	(436,576,084)	(1,572,868,035)
	<u>16,299,618,993</u>	<u>16,147,912,904</u>

5 Transactions with related parties

	2022 September 30 Rupees	2021 September 30 Rupees
Sales	533,148,430	304,205,866
Purchases	40,556,862	-
Expenses	17,818,279	3,728,864

6 Earnings per share - basic and diluted

Net profit after tax	1,154,370,917	932,106,679
Number of ordinary shares	839,391,132	839,391,132
Earning per share	1.38	1.11

7 Date of authorization for issue

These financial statements were authorized for issue on October 26, 2022 by the Board of Directors of the Company.

8 General

Figures have been rounded to nearest rupee.


Lahore



Chief Executive Officer



Director



Chief Financial Officer

ڈائریکٹر ان کی جائزہ رپورٹ

معزز حصص داران

السلام علیکم ورحمۃ اللہ وبرکاتہ۔

بورڈ آف ڈائریکٹرز کو 30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے لیے غنی گلاس لمیٹڈ کے غیر آڈٹ شدہ مالیاتی گوشواروں کو پیش کرنے پر خوشی محسوس کرتے ہیں۔

عالمی معیشت کو سست شرح نمو، بلند افراط زر اور مالیاتی سختی کے چیلنجز کا سامنا ہے۔ عالمی اور ملکی غیر یقینی صورتحال معاشی امکانات کو گھیرے ہوئے ہے۔ سال 2022 بلند افراط زر، جارحانہ مالیاتی سختی اور یوکرین کی جنگ اور بائی امراض سے غیر یقینی صورتحال سے بری طرح متاثر ہوا۔ افراط زر کے بڑھتے ہوئے دباؤ، مالیاتی منڈی میں سختی، اور غیر یقینی صورتحال کے درمیان، سیلاب نے سپلائی چین میں رکاوٹوں کو مزید بڑھا دیا ہے اور LSM کومنی ترقی کی طرف لے گیا۔ کرنٹ اکاؤنٹ خسارہ اگست 2022 میں 4 ماہ کی کم ترین سطح پر رپورٹ ہوا۔ "Moody's" نے منفی آؤٹ لک کو برقرار رکھتے ہوئے پاکستان کی ریٹنگ کو ایک درجے سے گھٹا کر Caa1 کر دیا ہے۔ اس کی وجہ ملک میں اس سال آنے والے تباہ کن سیلاب کے آفرشاکس ہیں جو ملک کے طے شدہ قرضوں کی ذمہ داریوں کو مد نظر رکھتے ہوئے حکومتی لیکویڈٹی کے خطرے کو بڑھاتے ہیں۔

مالیاتی سرخیاں	30 ستمبر 2022	30 ستمبر 2021
خالص آمدنی	7,925	5,532
نام منافع	1,992	1,414
قبل دیکھ منافع	1,216	978
بعد دیکھ منافع	1,154	932
فی حصص منافع (پ)	1.38	1.11

(روپے "000" میں)

30 ستمبر 2022 کو ختم ہونے والی پہلی سہ ماہی کے دوران، کمپنی کی خالص آمدنی گزشتہ سال کی اسی مدت کے 5.5 بلین روپے کے مقابلے میں 7.9 بلین روپے تک بڑھ گئی۔ کمپنی نے گزشتہ سال کی اسی مدت کے لئے 1.4 بلین روپے کے مقابلے میں 1.9 بلین روپے کا مجموعی منافع بک کیا۔ کمپنی نے گزشتہ سال کی اسی مدت کے 932 بلین روپے کے مقابلے میں 1.1 بلین روپے کا خالص منافع کمایا۔ فی حصص آمدنی بھی پچھلے سال کی اسی مدت کے 1.11 روپے کے مقابلے میں 1.38 روپے تک بڑھ گئی۔

مستقبل کا نقطہ نظر

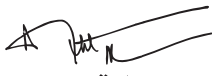
اللہ تعالیٰ کی مدد سے، ٹیبل وائر کے منصوبے سے ابتدائی پیداوار کا مہیا بی سے شروع کر دی گئی ہے۔ آئی ایس مشینوں سے پیداوار نے صارفین کی توجہ حاصل کی۔ مسابقتی مارکیٹ کی طرف سے اچھا رد عمل دیا گیا ہے۔ ہمیں امید ہے کہ اس کیلنڈر سال کے اختتام تک کمپنی کو مکمل پریس مشینیں موصول ہو جائیں گی۔ فلر ڈگلاس کے نئے پراجیکٹ پر تیزی سے کام جاری ہے۔ فلر ڈگلاس منصوبے سے پیداوار کا آغاز دوسری سہ ماہی میں متوقع ہے۔


اعتراف

بورڈ اور انتظامیہ فارماسیوٹیکل، نوڈ ایڈیٹوریج 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، جنھیں کیڈ اور ڈیکٹرز کے تعاون کو بھی سراہتا ہے۔

بورڈ کے تمام ملازمین کے لیے اپنی مخلصانہ تعریف کو تسلیم کرتا ہے اور ریکارڈ پر رکھتا ہے۔

ان کی محنت، عزم اور وفاداری کے لیے کمپنی۔ بورڈ آف ڈائریکٹرز کی جانب سے


آفتاب احمد خان
ڈائریکٹر


انتیاز احمد خان
چیف ایگزیکٹو آفیسر

لاہور: 26 اکتوبر 2022



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