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ANNUAL REPORT 2009

GHANI VALUE GLASS LIMITED

Formerly
Chaudhry Textile Mills Limited

CONTENTS

CORPORATE INFORMATION

BOARD OF DIRECTORS	Chairman Mr. Imtiaz Ahmad Khan Directors Mr. Anwaar Ahmad Khan Mr. Aftab Ahmad Khan Mr. Junaid Ghani Mr. Obaid Ghani Mrs. Ayesha Aftab Mrs. Reema Anwaar
CHIEF EXECUTIVE	Mr. Anwaar Ahmad Khan
AUDIT COMMITTEE	Chairman Mr. Aftab Ahmad Khan Members Mrs. Ayesha Aftab Mrs. Reema Anwaar
CHIEF FINANCIAL OFFICER	Mr. Umer Farooq Khan
COMPANY SECRETARY	Mr. Aamir Shehzad Mughal
AUDITORS	Hameed Chaudhri & Co. Chartered Accountants Lahore.
SHARE REGISTRAR	Corplink (Pvt) Ltd. Wings Arcade,1-k Commercial Area Model Town, Lahore. Ph:042-5839182, 5887262
BANKERS	Allied Bank Limited Habib Metropolitan Bank Limited United Bank Limited
REGISTERED OFFICE	50/L, Model Town,Lahore Ph: 042-5218946
HEAD OFFICE	40-L Model Town Lahore,Pakistan Phones :(042) 35172205, 35169025, 35169049, 35169084, 35169087 Fax: (042) 35172263 E-mail: ggc49@wol.net.pk Http://www.ghanigroup.com
MILLS	Hussain Nagar District Sheikhupura Ph: (0563) 406171

MISSION STATEMENT

To be successful by

Effectively & efficiently

Utilizing our

Philosophies, so that

We achieve & maintain

Constantly the High Standards of Product Quality

And Customer Satisfaction

VISION & PHILOSOPHY

Nothing in this earth or in the heavens

Is hidden from ALLAH

To indulge in honesty, integrity and self determination,

To encourage in performance and

Most of all to put our trust in ALLAH,

So that we may, eventually through our efforts and belief,

Become the leader amongst glass manufacturers

Of South Asian Countries

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that 43rd Annual General Meeting of shareholders of Ghani Value Glass Limited (formerly Chaudhry Textile Mills Limited) will be held on Wednesday October 28, 2009 at 10:00 AM at Avari Hotel, The Mall, Lahore for transacting of the following business:

1. To confirm the minutes of 42nd Annual General Meeting.
2. To receive and adopt the Annual Audited Financial Statements of the company together with auditors and directors reports for the period ended June 30, 2009.
3. To approve the payment of cash dividend @ 08% as recommended by the board
4. To appoint auditors and fix their remuneration. Present auditors M/s Hameed Chaudhri & Company, Chartered Accountants being eligible offer themselves for reappointment.
5. To consider any other business with permission of the chair.

By order of the Board

Lahore
October 07, 2009

Aamir Shahzad Mughal
Company Secretary

NOTES:

The share transfer books of the company will remain closed from Thursday October 22, 2009 to Wednesday October 28, 2009 (both days inclusive). The members whose names appear in the register of members as at the close of business on October 21, 2009 shall qualify for the payment of cash dividend and attendance of this meeting.

A member entitled to attend and vote at the meeting may appoint another member as his or her proxy to attend and vote. Proxies in order to be effective must be received at the Registered Office of the company not less than 48 hours before the time of holding the meeting. A proxy must be a member of the company.

CDC account holder will have to follow the following guidelines for attending the meeting.

i) In case of individuals the account holders and sub account holders whose registration details are uploaded as per the regulations, shall authenticate his/her identity be showing original I.D. Cards or passport at the time of attending the meeting. The shareholders registered on CDC are also requested to bring their participation. I.D. numbers and account number in CDC.

ii) In case of corporate entity, Board of Directors, resolution / power of attorney with specimen signature of nominee shall be produced (unless proved earlier) at the time of meeting.

Shares holders are requested to notify the change of their addresses, if any, to shares registrar, M/s Corplink (Pvt) Ltd., Wings Arcade, 1-K, Commercial, Model Town, Lahore, Phone No. 042-35839182, 35887262, Fax No. 35869037.

Directors' Report to Shareholders

In the name of Allah, The Most merciful and The beneficent

The Directors of your company are pleased to present the annual report along with audited Financial Statements and auditors report there on for the year ended June 30, 2009.

Overview

The control and management of the company had been taken up by the current management during April 2008. As intended, subsequent to the take up the management has been able to change the operating sector of your company from textile to glass related products. The name of company has also been changed to "Ghani Value Glass Limited" from "Chaudhary Textile Mills Limited".

By the Grace of Allah Almighty, A mirror line was installed and set to production during the month of November 2008. The said line is fully automated unit having the craft of producing high quality mirror. The plant remained in production during the eight months period ended on June 30, 2009 and has been able to produce some 8,500 tons of mirror. Market response to the product is captivating and management believes that the plant shall soon be able to meet up with the expectations of all stakeholders.

Besides mirror line, A full set glass tempering line is also being installed. The erection process was underway during June 2009 and has been completed subsequent to year end. Glass tempering line will begin production during second quarter of this year. Management of your company firmly believes that the production of tempered glass will prove to be a worthwhile addition to the family of premium quality glass products of Ghani Group.

Financial Performance

During the eight months period of operation the company's financial performance has been encouraging. The company has been able to utilize about 51% of its production capacity, producing around 8,500 tons of mirror. Local and export sales to the extent of 265 million were made during the period. Owing to the Mercy of Allah SWT and to the efforts of your management these sales were able to fetch a gross profit of Rupees 20 million i.e. 7.67% to the contrary of textile operations where there has been a history of gross losses with a total of 51.3 million up to June 30, 2008. Earning per share of the company has been Rupees 1.70 unlike loss per share of Rupees 11.15 (Restated: 5.54) under textile operations for the year ended June 30, 2008

Pursuant to the business philosophy of your management the company's equity comprises the shareholders capital only. A further capital has been injected in the business by way of issuance of Right shares. A 'four for one' Right Issue was made during the period, and hence capital amounting to Rupees 60 million has been raised through the issue, whereas the funds have been utilized efficiently to further strengthen the asset base of your company. Total capitalization has reached to 131.7 million whereas another 43 million is lying as capital work in progress, therefore the overall capitalization will reach a 200 million mark by the end of upcoming period.

Future Outlook

It is already known and widely understood that the global economy has seen a downturn of its own kind and signs of revival haven't been observed so far. The economy of our country has not only been affected by the external factors, the internal state of affairs has further aggravated the situation. GDP growth of the country was as low as 2% during the year under review and a trade deficit stands at 1.15 billion.

In such circumstances setting up a new project has been a riskier venture but the management rigidly believes that its only Allah SWT to whom all the profits and losses belongs and it is HE who bless the mankind with success or put them to failures.

Based upon the believe your management has in Allah SWT and seeking HIS mercy, the Board sincerely believes that the mirror line together with glass tempering line will up keep its performance and shall be able to come up to the expectations of all the stake holders and will become a valuable contributory to the National exchequer as well.

Corporate Governance

The directors are pleased to report that your company has taken necessary steps to comply with the provisions of the Code of Corporate Governance as incorporated in the listing regulations of stock exchanges.

Statement of Directors Responsibilities

The board firmly believes in the adherence to laws and regulations. The board considers such compliance an essence of success and hence takes vigilant part in setting and monitoring company's strategic direction. We give following statement on Corporate and Financial Reporting Framework;

- **Presentation of Financial Statements**

  The financial statements prepared by the management of the company fairly present its state of affairs, the results of its operations, cash flows and changes in equity.

- **Books of Accounts**

  Proper books of accounts have been maintained by the company.

- **Accounting Policies**

  Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimate are based on reasonable and prudent judgment.

- **International Accounting Standards**

International accounting standards and international financial reporting statements as applicable in Pakistan has been applied in preparation of financial statements.

- **Internal Controls**

The system of internal control has been reviewed and necessary changes are being made to strengthen it further.

- **Going Concern**

Management sternly believes that with the blessings of Allah SWT and the continued support of all the stakeholders, company shall be able to perform profitably and shall be able to meet up its all liabilities as and when they fall due and hence it is and shall remain a going concern with a booming future ahead.

- **Best Practices of Corporate Governanre**

There has been no departure from the best practices of corporate governance as detailed in listing regulations.

- **Audit Committee**

The board in compliance to the code of corporate Governance has established and audit committee and the following directors are its members;

1. Mr. Aftab Ahmad Khan
2. Mrs. Reema Anwaar
3. Mrs. Ayesha Aftab

- **Key Operating Data**

Key operating data for the last six years is annexed.

- **Dividend**

Director's are pleased to announce the dividend of 8% for the year.

- **Staff Retirement Benefits**

Management has decided to create a gratuity fund to meet up with the retirement benefits requirement of the company.

- **Dealings in Company Shares**

During the financial year the trading in shares of the company by the Directors, CEO, CFO, Company Secretary and their spouses and minor children is as follows

1	MR. IMTIAZ AHMED KHAN	--	1,403,118 (Right Shares)
2	MR. JUNAID GHANI	--	202,704 (Right Shares)
3	MR. OBAID GHANI	--	202,700 (Right Shares)
4	MR. ANWAAR AHMAD GHANI	--	1,531,569 (Right Shares)
5	MRS. REEMA ANWAAR	--	274,948 (Right Shares)
6	MR. AFTAB AHMAD KHAN	--	1,774,253 (Right Shares)
7	MRS. AYESHA AFTAB	--	34,256 (Right Shares)

- **Meetings of Directors**

Six Meetings of Board were held during the period and the attendance was as follows;

Sr. No.	Name	Attended
1.	Mr Imtiaz Ahmad Khan	5
2.	Mr Anwaar Ahmad Khan	6
3.	Mr Aftab Ahmad Khan	5
4.	Mrs Reema Anwaar	6
5.	Mrs Ayesha Aftab	6
6.	Mr Junaid Ghani	4
7.	Mr Obaid Ghani	2

- **Code of Ethics and Business Practices**

Code of ethics and business practices in line with the future outlook of the company has been developed and communicated to the board and employees of the company.

- **Pattern of Share Holding**

The statement of share holding as at June 30, 2009 is annexed.

- **Acknowledgement**

On behalf of the Board, I would like to thank all the shareholders, dealers, employees and other stakeholders for their valued support and I up hold the confidence they have showed in the management and I pray to Allah SWT for His guidance and beg for His end-less mercy for all our endeavors, so that we shall be able to come up with dear rewards for all the stakeholders.

We put on record our doubtless faith in Allah SWT and pray to him for the very best of this company and for all the individuals directly or indirectly attached to it.

For and on behalf of the Board of Directors

Lahore:
September 30, 2009

Anwaar Ahmad Khan
Chief Executive Officer

STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

This statement is being presented to comply with the code of corporate governance contained in listing regulation No.37 of Karachi Stock Exchange (Guarantee) Limited and Chapter xiii of the Lahore Stock Exchange (Guarantee) Limited for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of corporate governance.

The company has applied the principles contained in the code in the following manner:

1- The company encourages the representation of independent non-executive directors and the director representing minority interests on its board of directors. At present there are three non executive directors on the Board.

2- The directors have confirmed that none of them is serving as director in more than ten listed companies, including this company.

3- To the best of our knowledge all the resident directors of the company are registered as taxpayers and none of them has defaulted in payment of any loan to banking company, a DFI or NBFI or, being a member of a stock exchange, has been declared as defaulter by that stock exchange.

4- No. casual vacancy occurred in the Board during the year.

5- The business of the company is conducted in accordance with the Statement of Ethics and Business Practices signed by all the directors and employees.

6- The business operations of the company are carried out in accordance with the company's vision/mission statement, overall corporate strategy and significant policies. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.

7- All the powers of the Board have been duly exercised and decisions on material transaction, including appointment and determination of remuneration and terms and conditions of employment of the CEO and other executive directors, have been taken by the Board.

8- The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose and the Board met at least once in every quarter. Written notices of the Board meetings, along with agenda and working papers, were circulated at least seven days befo9re the meeting. The minutes of the meetings were appropriately recorded and circulated.

9- No. specific orientation course was held during the year, however, the management continues to apprise and familiarize with changes in law to discharge their duties and responsibilities.

10- The CFO, Company Secretary and head of Internal Audit have executed their responsibilities pursuant to the approved appointment by the Board including their remuneration and terms and conditions of employment, as determined by the CEO.

11- The director's report for this year has been prepared in compliance with the requirements of the Code and fully describes the salient matters required to be disclosed.

12- The financial statements of the company were duly endorsed by CEO and CFO before approval of the Board.

13- The directors, CEO and executives do not hold any interest in the shares of the company other than that disclosed in the pattern of shareholding.

14- The Company has complied with all the corporate and financial reporting requirements of the Code.

15- The audit committee as formed by the Board is fully functional. The committee comprises three members, to of them are non-executive directors.

16- The meetings of the audit committee were held at least once every quarter prior to approval of interim and final results of the Company and as required by the Code. The terms of reference of the committee have been formed and advised to the committee for compliance.

17- The Board has set up an effective internal audit function.

18- The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan, that they or any of the firm, their spouses and minor children do not hold any shares of the Company and that the firm and all its partner are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by institute if Chartered Accountants of Pakistan.

19- The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.

20- We confirm that all other material principles contained in the Code have been complied with.

For and on behalf of the Board of Directors

Lahore:
September 30, 2009

Anwaar Ahmad Khan
Chief Executive Officer

Imtiaz Ahmad Khan
Director

KEY OPERATING DATA AND FINANCIAL RATIOS

Particulars	Year ended 30-06-2009	Year ended 30-06-2008	Year ended 30-06-07	Year ended 30-06-06	9 Months ended 30-09-05	Year ended 30-09-2004
	Glass operations	*Textile operations*				
Operating Data						
Sales- net	265,270,248	20,496,485	148,496,152	119,695,878	69,197,769	88,907,473
Gross Profit	20,354,724	(14,612,568)	391,618	8,889,252	7,870,081	1,569,763
Net Profit/(Loss) before taxation	6,551,798	(15,926,057)	(6,685,645)	2,707,546	3,148,259	(2,758,510)
Net Profit/(Loss) after taxation	6,428,015	(16,795,942)	(7,426,124)	1,918,649	5,846,621	(3,041,510)
Net Profit after extraordinary item	6,428,015	(16,795,942)	(7,426,124)	1,918,649	5,846,621	38,068,947
Total Assets	287,883,935	91,454,165	39,847,225	44,850,522	43,594,262	56,203,239
Dividend	8%	-	-	-	10% to minority	-
Ratios						
Gross Profit(%)	7.67	(71.29)	0.26	7.43	11.37	1.76
Net Profit(%)	2.42	(81.95)	(5.00)	1.60	8.45	42.82
Current	0.66	0.58	0.21	0.34	0.33	0.50
Earning/(Loss) as per share	1.7	(11.15)	4.93	1.27	3.88	25.26
Return on total assets	0.03	(0.18)	0.19	0.04	0.13	0.69

REVIEW REPORT TO THE MEMBERS ON STATEMENT OF COMPLIANCE WITH BEST PRACTICES OF THE CODE OF CORPORATE GOVERNANCE

We have reviewed the Statement of Compliance with the best practices contained in the Code of Corporate Governance prepared by the Board of Directors of **GHANI VALUE GLASS LIMITED** ***[FORMERLY CHAUDHRY TEXTILE MILLS LIMITED]*** to comply with the Listing Regulation No. 35 of the Karachi Stock Exchange and Chapter XIII of the Lahore Stock Exchange where the Company is listed.

The responsibility for compliance with the Code of Corporate Governance is that of the Board of Directors of the Company. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Code of Corporate Governance and report if it does not. A review is limited primarily to inquiries of the Company personnel and review of various documents prepared by the Company to comply with the Code.

As part of our audit of financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We have not carried out any special review of the internal control system to enable us to express an opinion as to whether the Board's statement on internal control covers all controls and the effectiveness of such internal controls.

Further, Sub - Regulation (xiii) of Listing Regulations 37 (now 35) notified by The Karachi Stock Exchange (Guarantee) Limited vide circular KSE/N-269 dated 19 January, 2009 requires the Company to place before the Board of Directors for their consideration and approval related party transactions distinguishing between transactions carried-out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length price recording proper justification for using such alternate pricing mechanism. Further, all such transactions are also required to be separately placed before the audit committee. We are only required and have ensured compliance of requirement to the extent of approval of the related party transactions by the Board of Directors and placement of such transactions before the audit committee. We have not carried-out any procedures to determine whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the status of the Company's compliance, in all material respects, with the best practices contained in the Code of Corporate Governance as applicable to the Company for the year ended 30 June, 2009.

HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS

LAHORE:
Date: September 30, 2009

AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed balance sheet of **GHANI VALUE GLASS LIMITED** ***[FORMERLY CHAUDHRY TEXTILE MILLS LIMITED]*** as at 30 June, 2009 and the related profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the Company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

(a) in our opinion, proper books of account have been kept by the Company as required by the Companies Ordinance, 1984;

(b) in our opinion:

   (i) the balance sheet and profit and loss account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied ;

   (ii) the expenditure incurred during the year was for the purpose of the Company's business; and

   (iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the Company;

(c) in our opinion and to the best of our information and according to the explanations given to us, the balance sheet, profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at 30 June, 2009 and of the profit, its cash flows and changes in equity for the year then ended; and

(d) in our opinion, no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

LAHORE:
Date: September 30, 2009

HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS
Engagement Partner: Abdul Hameed Chaudhri

BALANCE SHEET AS AT 30 JUNE, 2009

	Note	2009 Rupees	2008 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVE			
Authorised capital	7.1	80,000,000	20,000,000
Issued, subscribed and paid-up capital	7.2	75,350,000	15,070,000
General reserve		3,680,000	3,680,000
ACCUMULATED LOSS		(44,881,698)	(51,309,713)
		34,148,302	(32,559,713)
SURPLUS ON REVALUATION OF OPERATING FIXED ASSETS	8	82,594,706	0
CURRENT LIABILITIES			
Loan from sponsors	9	33,230,000	30,000,000
Trade and other payables	10	137,910,927	93,433,688
Taxation	11	0	580,190
		171,140,927	124,013,878
CONTINGENCIES AND COMMITMENTS	12		
		287,883,935	91,454,165

	Note	2009 Rupees	2008 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	13	175,226,130	13,268,820
Non-operating fixed assets	14	0	3,119,119
Deferred taxation		2,004,000	2,004,000
Security deposits		913,400	913,400
Loans and advances	15	41,000	0
		178,184,530	19,305,339
CURRENT ASSETS			
Stores, spares and loose tools	16	2,255,866	0
Stock-in-trade	17	57,356,986	0
Trade debts - unsecured considered good		21,657,599	0
Loans and advances	18	13,630,023	2,628,320
Investments	19	10,271	55,379,757
Sales tax and special excise duty refundable		8,246,260	0
Taxation	11	3,063,624	423,999
Cash and bank balances	20	3,478,776	13,716,750
		109,699,405	72,148,826
		287,883,935	91,454,165

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

CHIEF EXECUTIVE

DIRECTOR

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE, 2009

	Note	2009 Rupees	2008 Rupees
SALES	21	265,270,248	20,496,485
COST OF SALES	22	244,915,524	35,109,053
GROSS PROFIT / (LOSS)		20,354,724	(14,612,568)
ADMINISTRATIVE AND DISTRIBUTION EXPENSES	23	18,597,324	9,091,621
OTHER OPERATING EXPENSES	24	1,325,601	1,581,404
		19,922,925	10,673,025
		431,799	(25,285,593)
OTHER OPERATING INCOME	25	7,820,083	9,467,178
OPERATING PROFIT / (LOSS)		8,251,882	(15,818,415)
UNDERWRITING COMMISSION	10.1	1,143,806	0
BANK CHARGES		556,278	107,642
PROFIT / (LOSS) BEFORE TAXATION		6,551,798	(15,926,057)
TAXATION	11	123,783	869,885
PROFIT / (LOSS) AFTER TAXATION		6,428,015	(16,795,942)
			Restated
EARNINGS / (LOSS) PER SHARE	26	1.70	(5.54)

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

CHIEF EXECUTIVE

DIRECTOR

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE, 2009

	2009 Rupees	2008 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) for the year-before taxation	6,551,798	(15,926,057)
Adjustments:		
Depreciation	3,833,578	539,844
Gain on sale of:		
- property, plant and equipment - net	0	(128,256)
- non-operating fixed assets - net	(6,839,148)	(7,591,331)
- investments	(847,374)	0
Loss on sale of stores and spares	0	513,904
Exchange fluctuation loss - net	184,429	0
Staff retirement benefits - gratuity (net)	(105,200)	(2,708,284)
Payable balances written-back	0	(9,000)
Fair value gain on re-measurement of investments	(947)	(379,757)
CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES		
- Before working capital changes	2,777,136	(25,688,937)
Decrease / (increase) in current assets:		
Stores, spares and loose tools	(2,255,866)	132,405
Stock-in-trade	(57,356,986)	1,178,287
Trade debts	(21,657,599)	8,240,503
Loans and advances	(11,001,703)	(2,541,135)
Prepayments	0	27,000
Sales tax refundable	(8,246,260)	0
Increase in trade and other payables	44,398,010	79,365,455
	(56,120,404)	86,402,515
CASH (OUTFLOW) / INFLOW FROM OPERATING ACTIVITIES		
- Before taxation	(53,343,268)	60,713,578
Taxes - net	(3,343,598)	(989,364)
NET CASH (OUTFLOW) / INFLOW FROM OPERATING ACTIVITIES		
- After taxation	(56,686,866)	59,724,214
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(83,986,915)	(8,374,363)
Sale proceeds from disposal of:		
- property, plant and equipment	0	862,500
- non-operating fixed assets	10,749,000	23,517,000
Investments made	0	(55,000,000)
Proceeds from sale of investments	56,217,807	0
Loans to employees	0	335,026
Loans and advances	(41,000)	0
NET CASH OUTFLOW FROM INVESTING ACTIVITIES	(17,061,108)	(38,659,837)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	60,280,000	0
Loan from sponsors - obtained	17,250,000	42,700,000
- repaid	(14,020,000)	(50,185,000)
NET CASH INFLOW / (OUTFLOW) FROM FINANCING ACTIVITIES	63,510,000	(7,485,000)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(10,237,974)	13,579,377
CASH AND CASH EQUIVALENTS - At the beginning of the year	13,716,750	137,373
CASH AND CASH EQUIVALENTS - At the end of the year	3,478,776	13,716,750

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

CHIEF EXECUTIVE

DIRECTOR

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE, 2009

	Share capital	General reserve	Accumulated loss	Total
	---------- Rupees ----------			
Balance as at 30 June, 2007	15,070,000	3,680,000	(34,513,771)	(15,763,771)
Loss for the year ended 30 June, 2008	0	0	(16,795,942)	(16,795,942)
Balance as at 30 June, 2008	15,070,000	3,680,000	(51,309,713)	(32,559,713)
Nominal value of ordinary shares issued	60,280,000	0	0	60,280,000
Profit for the year ended 30 June, 2009	0	0	6,428,015	6,428,015
Balance as at 30 June, 2009	**75,350,000**	**3,680,000**	**(44,881,698)**	**34,148,302**

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

CHIEF EXECUTIVE

DIRECTOR

NOTES TO THE FINANCIAL STATEMENT S FOR THE YEAR ENDED 30 JUNE, 2009

1. CORPORATE INFORMATION

1.1 Ghani Value Glass Limited [formerly Chaudhry Textile Mills Ltd. (CTML)] - (the Company) was incorporated in Pakistan on 17 March, 1967 as a Public Limited Company and its shares are quoted on Karachi and Lahore Stock Exchanges. The principal activity of CTML was manufacturing and sale of yarn through ring spinning unit and open-end spinning unit. CTML's Mills are located at Hussain Nagar, 31-km Lahore Sheikhupura Road, Sheikhupura and its ex-registered office at Al-Firdous, 135-Ferozepur Road, Lahore.

1.2 The directors of CTML, on 16 February, 2008, have entered into an agreement with Ghani Group of Companies (Ghani Group) for sale of shares and transfer of management of CTML. In this regard all the legal formalities were fulfilled by Ghani Group in the previous year and management of CTML was transferred to Ghani Group. Consequently, the registered office of CTML was shifted to 50-L Block, Model Town, Lahore.

1.3 New management has converted the CTML business into "*mirror and tempered glass plant*" and changed the name of CTML to Ghani Value Glass Limited in order to exhibit the nature and business of new management. In this regard a revised certificate of incorporation was issued by the Securities and Exchange Commission of Pakistan (SECP) dated 16 February,2009. During the current financial year mirror glass plant has started its operations.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the provisions of the Companies Ordinance, 1984 (the Ordinance), the requirements of the Ordinance and the directives issued by the SECP. Where the requirements of the Ordinance and the directives issued by SECP differ with the requirements of IFRSs, the requirements of the Ordinance and the directives issued by SECP shall prevail.

3. BASIS OF MEASUREMENT

3.1 Accounting convention

These financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

3.2 Functional and presentation currency

These financial statements are presented in Pakistan Rupees, which is also the Company's functional currency. All financial information presented in Pakistan Rupees has been rounded to the nearest Rupee.

4. USE OF ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience, including expectations of future events that are believed to be reasonable under the circumstances. The areas where assumptions and estimates are significant to the Company's financial statements or where judgment was exercised in application of accounting policies are as follows:

a) taxation; and

b) useful life of depreciable assets and provision for impairment there against.

5. ACCOUNTING STANDARDS, IFRIC INTERPRETATIONS AND AMENDMENTS

5.1 Standards, interpretations and amendments to the published approved accounting standards that are effective in the current accounting year

The following standards, interpretations and amendments to existing standards have been published that are mandatory and relevant for the Company's accounting year beginning on 01 July, 2008:

(a) IFRS 7 'Financial Instruments: Disclosures' - The SECP, vide SRO 411(I)/2008 dated 28 April, 2008 notified the adoption of IFRS 7, which is mandatory for the Company's accounting periods beginning on or after the date of notification i.e. 28 April, 2008. IFRS 7 has superseded IAS 30 and disclosure requirements of IAS 32. Adoption of IFRS 7 has only impacted the format and extent of disclosures presented in the financial statements.

(b) Other new standards, interpretations and amendments to existing standards that are mandatory for accounting periods beginning on or after 01 July, 2008, which are neither considered relevant nor have any significant effect on the Company's operations are not detailed in these financial statements.

5.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following standards, amendments and interpretations to existing standards have been published and are mandatory for the Company's accounting periods beginning on or after 01 July, 2009:

(a) IAS 1 (Revised), 'Presentation of Financial Statements' (effective from 01 January, 2009), was issued in September, 2007. The revised standard prohibits the presentation of items of income and expenses (that is, 'non-owner changes in equity') in the statement of changes in equity, requiring 'non-owner changes in equity' to be presented separately from owner changes in equity. All non-owner changes in equity will be required to be shown in a performance statement, but entities may choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income). Where entities restate or reclassify comparative information, they will be required to present a restated balance sheet as at the beginning of the comparative period in addition to the current requirement to present balance sheets at the end of the current period and comparative period. The adoption of the above standard will only impact the presentation of the financial statements.

(b) IAS 19 (Amendment), 'Employee Benefits' (effective from 01 January, 2009).

(i) The amendment clarifies that a plan amendment that results in a change in the extent to which benefit promises are affected by future salary increases is a curtailment, while an amendment that changes benefits attributable to past service gives rise to a negative past service cost if it results in a reduction in the present value of the defined benefit obligation.

(ii) The definition of return on plan assets has been amended to state that plan administration costs are deducted in the calculation of return on plan assets only to the extent that such costs have been excluded from measurement of the defined benefit obligation.

(iii) The distinction between short term and long term employee benefits will be based on whether benefits are due to be settled within or after 12 months of employee service being rendered.

(iv) IAS 37, 'Provisions, Contingent Liabilities and Contingent Assets', requires contingent liabilities to be disclosed, not recognised. IAS 19 has been amended to be consistent.

The management is in the process of assessing the impact of adoption of IAS 19 on the Company's financial statements.

(c) IAS 23 (Amendment), 'Borrowing Costs' (effective from 01 January, 2009). It requires an entity to capitalise borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset (one that takes a substantial period of time to get ready for use or sale) as part of the cost of that asset. The option of immediately expensing those borrowing costs will be removed. Further, the definition of borrowing cost has been amended so that interest expense is calculated using the effective interest method defined in IAS 39 'Financial Instruments: Recognition and Measurement'. The amendments will have impact on the Company's financial statements to the extent of borrowing costs, if any, directly attributable to the acquisition of or construction of qualifying assets.

(d) IAS 32 (Amendment), 'Financial Instruments: Presentation and IAS 1 Presentation of Financial Statements (effective from 01 January, 2009) - Puttable Financial Instruments and Obligations Arising on Liquidation requires puttable instruments and instruments that impose on the entity an obligation to deliver to another party a prorata share of the net assets of the entity only on liquidation, to be classified as equity if certain conditions are met. These amendments will have no impact on financial statements of the Company.

(e) IAS 36 (Amendment), 'Impairment of Assets' (effective from 01 January, 2009). As per the new requirements, where fair value less costs to sell is calculated on the basis of discounted cash flows, disclosures equivalent to those for value-in-use calculation should be made. This amendment is not expected to have a significant effect on the Company's financial statements.

(f) IAS 38 (Amendment), 'Intangible Assets' (effective from 01 January, 2009). The amended standard states that a prepayment may only be recognised in the event that payment has been made in advance of obtaining right of access to goods or receipt of services. This amendment is not expected to have a significant effect on the Company's financial statements.

There are other amendments to the approved accounting standards and interpretations that are mandatory for accounting periods beginning on or after 01 July, 2009 but are considered not to be relevant or to have any significant effect on the Company's operations and are therefore not detailed in these financial statements.

6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

6.1 Equity instruments

These are recorded at their face value.

6.2 Trade and other payables

Creditors relating to trade and other payables are carried at cost, which is the fair value of consideration to be paid in the future for goods and services received, whether or not billed to the Company.

6.3 Taxation

(a) Current

Provision for current taxation is based on taxable income at the current rates of taxation after taking into account tax credits and tax rebates available, if any.

(b) Deferred

Deferred tax is provided using the balance sheet liability method in respect of all temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax liability is based on the expected tax rates applicable at the time of reversal.

6.4 Dividend and appropriation to reserves

Dividend distribution to the Company's shareholders and appropriation to reserves are recognised in the period in which these are approved.

6.5 Foreign currency transactions

Transactions in foreign currencies are initially recorded at the rates of exchange ruling on the dates of transactions. Monetary assets and liabilities denominated in foreign currencies are retranslated into Pak Rupees at the exchange rates prevailing on the balance sheet date. All exchange differences are charged to profit and loss account.

6.6 Operating fixed assets and depreciation thereon

These, except for freehold land, are stated at cost less accumulated depreciation and any identified impairment loss. Freehold land is stated at revalued amount. The cost of plant & machinery consists of historical cost and exchange rate fluctuations on foreign currency loans capitalised during prior years.

Depreciation is taken to profit and loss account applying reducing balance method to write-off the cost and capitalised exchange fluctuations over estimated remaining useful life of assets. Current rates of depreciation are stated in note 13.1. The assets' residual values and useful lives are reviewed at each financial year-end and adjusted if impact on depreciation is significant. Depreciation on additions to operating fixed assets is charged from the month in which an asset is acquired or capitalised while no depreciation is charged for the month in which the asset is disposed-off.

Gain / loss on disposal of operating fixed assets, if any, is taken to profit and loss account.

Major replacements and renovations are capitalised and assets replaced, if any, are retired. Normal repairs and replacements are taken to profit and loss account.

6.7 Capital work-in-progress

This is stated at cost. All expenditure connected to the specific assets incurred during installation and construction period are carried under capital work-in-progress. These are transferred to specific assets as and when assets are available for use.

6.8 Non-operating fixed assets

Non-operating fixed assets are those which are retired from active use. These assets are carried in the books at the lower of carrying amount and recoverable amount.

6.9 Impairment

The carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of impairment loss, if any. Impairment losses are recognised as expense in the profit and loss account.

6.10 Stores, spares and loose tools

These are valued at moving average cost. Items-in-transit are valued at cost accumulated to the balance sheet date.

6.11 Stock-in-trade

Basis of valuation are as follows:

Particulars	Mode of valuation
Raw materials	- At lower of annual average cost and net realisable value.
Finished goods	- At lower of cost and net realisable value.

- Cost in relation to finished goods represents annual average cost which consists of prime cost and appropriate manufacturing overheads.
- Net realisable value signifies the selling price in the ordinary course of business less cost necessary to be incurred to effect such sale.

6.12 Revenue recognition

Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods have been transferred to the buyer i.e. on dispatch of goods to customer.

6.13 Cash and cash equivalents

Cash and cash equivalents are carried in the financial statements at cost. For the purposes of cash flow statement, cash and cash equivalents comprise of cash-in-hand and bank balances.

6.14 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

6.15 Borrowings and borrowing costs

All borrowings are recorded at the proceeds received. Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use are added to the cost of those assets, until such time as the assets are substantially ready for their intended use. All other borrowing costs are charged to income in the period in which these are incurred.

6.16 Trade debts

Trade debts are carried at original invoice amount less an estimate for doubtful debts based on review of outstanding amounts at the year-end. Bad debts are written-off when identified.

6.17 Loans and advances

These are stated at cost.

6.18 Investments at fair value through profit or loss

A non-derivative financial asset is classified at fair value through profit or loss if it is held for trading or is designated as such upon initial recognition. Investments are designated at fair value through profit or loss if the Company manages such investments and makes purchase and sale decisions based on their fair value. Upon initial recognition, attributable transaction cost is recognised in profit or loss when incurred. Investments at fair value through profit or loss are measured at fair value and changes therein are recognised in profit or loss.

6.19 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument and derecognised when the Company loses control of contractual rights that comprise the financial assets and in the case of financial liabilities when the obligation specified in the contract is discharged, cancelled or expired. Any gain or loss on derecognition of financial assets and financial liabilities are included in the profit and loss for the year. All financial assets and financial liabilities are initially measured at cost, which is the fair value of the consideration given and received respectively. These financial assets and liabilities are subsequently measured at fair value, amortised cost or cost, as the case may be.

6.20 Off-setting of financial instruments

Financial assets and liabilities are off-set and the net amount reported in the balance sheet when there is a legally enforceable right to set-off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

6.21 Related party transactions

Sale, purchase and other transactions with related parties are made at arm's length prices determined in accordance with the comparable uncontrolled price method.

7. SHARE CAPITAL

	Note	2009 Rupees	2008 Rupees
7.1 Authorised:			
8,000,000 (2008: 2,000,000) ordinary shares of Rs.10 each		**80,000,000**	20,000,000
7.2 Issued, subscribed and paid-up:			
7,303,000 (2008: 1,275,000) ordinary shares of Rs.10 each issued for cash	7.3	**73,030,000**	12,750,000
232,000 (2008: 232,000) ordinary shares of Rs.10 each issued as bonus shares		**2,320,000**	2,320,000
7,535,000		**75,350,000**	15,070,000

7.3 The Company, during the current year, has increased its paid-up capital by issuing right shares at the rate of 400%, i.e. in the ratio of 40 shares for every 10 shares held by the existing shareholders of the Company at Rs.10 per share.

8. SURPLUS ON REVALUATION OF OPERATING FIXED ASSETS

The Company, as at 09 September, 2008, has revalued its freehold land. The revaluation exercise has been carried-out by M/s Spell Vision - Evaluators, Surveyors and Corporate Consultants, Lahore to replace the carrying amounts of this asset with its market value. The net appraisal surplus arisen on the revaluation aggregating Rs.82.595 million has been credited to this account to comply with the requirements of section 235 of the Companies Ordinance, 1984.

9. LOAN FROM SPONSORS

	Chief Executive	Directors	Total
	Rupees		
Balance as at 30 June, 2008	10,000,000	20,000,000	30,000,000
Funds received during the year	5,750,000	11,500,000	17,250,000
Funds repaid during the year	(4,020,000)	(10,000,000)	(14,020,000)
Balance as at 30 June, 2009	**11,730,000**	**21,500,000**	**33,230,000**

9.1 These loans are interest free and are repayable on demand.

10. TRADE AND OTHER PAYABLES

	Note	2009 Rupees	2008 Rupees
Due to Associated Companies:			
- Ghani Glass Limited		**670,176**	0
- Ghani Group Services (Pvt.) Ltd.	**10.1**	**1,143,806**	0
Creditors		**13,278,962**	0
Advances from customers		**107,576,316**	90,772,716
Accrued expenses		**8,766,726**	2,517,735
Income tax deducted at source		**6,289,932**	63,086
Unclaimed dividends		**79,809**	80,151
Gratuity payable	**10.2**	**105,200**	0
		137,910,927	93,433,688

10.1 This represents amount payable in respect of underwriting commission.

10.2 This benefit is non-funded and represents the present obligation of the Company as at 30 June, 2009. The management considered that determination of liability on actuarial valuation basis as required by IAS 19 - (Employee Benefits) is not material hence not recognised.

11. TAXATION - Net

	2009	2008
Opening balance	**580,190**	1,340,479
Add: provision made during the year:		
- current	**123,783**	365,843
- prior year	**0**	504,042
	123,783	869,885
	703,973	2,210,364
Less: tax deducted at source / advance tax	**3,767,597**	1,630,174
Tax (refundable) / payable	**(3,063,624)**	580,190

11.1 Income tax assessments of the Company have been completed upto the Tax Year 2008; the return for the said year has not been taken-up for audit till 30 June, 2009.

11.2 Provision for the current year represents tax on income chargeable under the final tax regime; (2008: provision for the corresponding year represented minimum tax on turnover due under section 113 of the Income Tax Ordinance, 2001).

11.3 Numeric tax rate reconciliation has not been presented in these financial statements as the Company's income falls under the final tax regime.

12. CONTINGENCIES AND COMMITMENTS

12.1 There was no known contingent liability as at 30 June, 2008 and 30 June,2009.

12.2 Commitments against irrevocable letters of credit for capital expenditure outstanding as at 30 June, 2009 were for Rs.Nil (2008: Rs.27.983 million).

13. PROPERTY, PLANT AND EQUIPMENT

	Note	2009 Rupees	2008 Rupees
Operating fixed assets	13.1	131,776,156	4,894,457
Capital work in progress	13.3	41,367,744	8,374,363
Stores held for capital expenditure		2,082,230	0
		175,226,130	13,268,820

13.1 Operating fixed assets

	Freehold Land	Buildings on freehold land	Plant & machinery	Electric Installations	Mills Equipment	Furniture and fixtures	Office equipment	Computers	Vehicles	Total
					Rupees					
As at 30 June, 2007										
Cost	124,210	3,197,063	16,219,882	3,231,566	2,000	30,600	5,820	0	392,456	25,203,597
Accumulated depreciation	0	2,891,279	13,967,958	1,736,710	1,835	29,119	5,528	0	371,254	19,003,683
Book value	124,210	305,784	4,251,924	1,494,856	165	1,481	292	0	21,202	6,199,914
Year ended 30 June, 2008:										
Transfers to non-current assets held for sale:										
cost	124,210	0	0	0	0	0	0	0	0	124,210
depreciation	0	0	0	0	0	0	0	0	0	0
	124,210	0	0	0	0	0	0	0	0	124,210
Transfers from non-current assets held for sale:										
cost	0	0	1,257,833	0	0	0	0	0	0	1,257,833
depreciation	0	0	(1,164,992)	0	0	0	0	0	0	(1,164,992)
	0	0	92,841	0	0	0	0	0	0	92,841
	0	305,784	4,344,765	1,494,856	165	1,481	292	0	21,202	6,168,545
Disposals: cost	0	0	106,925	2,032,170	0	0	0	0	392,456	2,531,551
depreciation	0	0	(100,605)	(1,324,264)	0	0	0	0	(372,438)	(1,797,307)
	0	0	6,320	707,906	0	0	0	0	20,018	734,244
	0	305,784	4,338,445	786,950	165	1,481	292	0	1,184	5,434,301
Depreciation charge	0	30,578	428,592	79,296	17	148	29	0	1,184	539,844
Net book value as at June 30, 2008	0	275,206	3,909,853	707,654	148	1,333	263	0	0	4,894,457
Year ended 30 June, 2009:										
Additions	0	9,801,720	25,408,060	10,220,932	340,217	263,280	61,800	65,800	2,749,496	48,911,305
Revaluation surplus	82,594,706	0	0	0	0	0	0	0	0	82,594,706
Transfers to non-current assets held for sale:										
cost	0	0	19,370,790	0	0	0	0	0	0	19,370,790
depreciation	0	0	(15,460,937)	0	0	0	0	0	0	(15,460,937)
	0	0	3,909,853	0	0	0	0	0	0	3,909,853
Transfers from non-current assets held for sale:										
cost	105,294	6,133,817	0	2,784,893	0	0	0	0	0	9,024,004
depreciation	0	(4,224,454)	0	(1,680,431)	0	0	0	0	0	(5,904,885)
	105,294	1,909,363	0	1,104,462	0	0	0	0	0	3,119,119
	82,700,000	11,986,280	25,408,060	12,033,040	340,365	264,613	62,063	65,800	2,749,496	135,609,734
Depreciation charge	0	867,878	1,693,871	904,063	17,026	13,297	541	16,135	320,775	3,833,578
Net book value as at June 30, 2009	82,700,000	11,118,419	23,714,189	11,128,985	323,339	251,316	61,522	49,665	2,428,721	131,776,156
As at 30 June, 2008										
Cost	0	3,197,063	19,370,790	1,199,396	2,000	30,600	5,820	0	0	23,805,669
Accumulated depreciation	0	2,921,857	15,460,937	491,742	1,852	29,267	5,557	0	0	18,911,212
Book value	0	275,206	3,909,853	707,654	148	1,333	263	0	0	4,894,457
As at 30 June, 2009										
Cost	82,700,000	19,132,800	25,408,060	14,205,221	342,217	293,880	67,620	65,800	2,749,496	144,964,894
Accumulated depreciation	0	8,014,181	1,693,871	3,076,236	18,878	42,564	6,098	16,135	320,775	13,188,738
Book value	82,700,000	11,118,419	23,714,189	11,128,985	323,339	251,316	61,522	49,665	2,428,721	131,776,156
Depreciation rate (%)		10	10	10	10	10	10	30	20	

13.2 Depreciation for the year has been apportioned as under:

	2009 Rupees	2008 Rupees
Cost of sales	3,482,830	538,483
Administrative expenses	350,748	1,361
	3,833,578	539,844

13.3 CAPITAL WORK-IN-PROGRESS - At cost

	2009	2008
Plant and machinery	36,928,911	0
Electric installations	4,154,711	0
Advance payments against:		
- plant and machinery	284,122	0
- letters of credit	0	5,724,363
- vehicles	0	2,650,000
	41,367,744	8,374,363

14. NON OPERATING FIXED ASSETS

	Freehold Land	Buildings on freehold land - Factory	Buildings on freehold land - Colony	Plant & machinery	Electric Installations	Mills Equipment	Furniture and fixtures	Office equipment	Library books	Agriculture farm equipment	Total
	Rupees										
As at 30 June, 2007											
Cost	0	6,133,817	2,468,218	35,298,429	2,784,893	1,247,657	1,191,182	723,400	7,893	22,800	49,878,289
Accumulated depreciation	0	4,224,454	973,960	21,988,343	1,680,431	872,818	774,441	331,338	6,099	12,986	30,856,870
Book value	0	1,909,363	1,494,258	13,310,086	1,104,462	374,839	416,741	392,062	1,794	9,814	19,013,419
Year ended 30 June, 2008:											
Transfers to non-current assets held for sale:											
cost	0	0	0	1,257,833	0	0	0	0	0	0	1,257,833
depreciation	0	0	0	(1,164,992)	0	0	0	0	0	0	(1,164,992)
	0	0	0	92,841	0	0	0	0	0	0	92,841
Transfers from non-current assets held for sale:											
cost	124,210	0	0	0	0	0	0	0	0	0	124,210
depreciation	0	0	0	0	0	0	0	0	0	0	0
	124,210	0	0	0	0	0	0	0	0	0	124,210
	124,210	1,909,363	1,494,258	13,217,245	1,104,462	374,839	416,741	392,062	1,794	9,814	19,044,788
Disposals:											
cost	18,916	0	2,468,218	34,032,596	0	1,247,657	1,191,182	723,400	7,893	22,800	39,712,662
depreciation	0	0	(973,960)	(20,815,351)	0	(872,818)	(774,441)	(331,338)	(6,099)	(12,986)	(23,786,985)
	18,916	0	1,494,258	13,217,245	0	374,839	416,741	392,062	1,794	9,814	15,925,669
Net book value as at June 30, 2008	105,294	1,909,363	0	0	1,104,462	0	0	0	0	0	3,119,119
Year ended 30 June, 2009:											
Transfers to non-current assets held for sale:											
cost	105,294	6,133,817	0	0	2,784,893	0	0	0	0	0	9,024,004
depreciation	0	(4,224,454)	0	0	(1,680,431)	0	0	0	0	0	(5,904,885)
	105,294	1,909,363	0	0	1,104,462	0	0	0	0	0	3,119,119
Transfers from non-current assets held for sale:											
cost	0	0	19,370,790	0	0	0	0	0	0	0	19,370,790
depreciation	0	0	(15,460,937)	0	0	0	0	0	0	0	(15,460,937)
	0	0	3,909,853	0	0	0	0	0	0	0	3,909,853
	0	0	3,909,853	0	0	0	0	0	0	0	3,909,853
Disposals:											
cost	0	0	19,370,790	0	0	0	0	0	0	0	19,370,790
depreciation	0	0	(15,460,937)	0	0	0	0	0	0	0	(15,460,937)
	0	0	3,909,853	0	0	0	0	0	0	0	3,909,853
Net book value as at June 30, 2009	0	0	0	0	0	0	0	0	0	0	0
As at 30 June, 2008											
Cost	105,294	6,133,817	0	0	2,784,893	0	0	0	0	0	9,024,004
Accumulated depreciation	0	4,224,454	0	0	1,680,431	0	0	0	0	0	5,904,885
Book value	105,294	1,909,363	0	0	1,104,462	0	0	0	0	0	3,119,119

14.1

Plant & machinery pertaining to textile operations disposed-off during the current financial year.

Cost	Accumulated depreciation	Book value	Sale proceeds	Gain / (loss)	Particulars of buyer
		Rupees			
19,370,789	15,460,937	3,909,852	10,749,000	6,839,148	Mr. Abdul Raheem, Faisalabad.

15. LOANS AND ADVANCES

	Note	2009 Rupees	2008 Rupees
Opening Balance as at 30 June,		0	0
Add: disbursed during the year		77,000	0
Less: repayments made during the year		0	0
		77,000	0
Less: current portion grouped under current assets		36,000	0
		41,000	0

15.1 This interest free advance has been granted to an executive and is repayable in equal monthly instalments commencing July, 2009. Maximum aggregate amount due from an executive at any month-end during the year was Rs.77,000.

16. STORES, SPARES AND LOOSE TOOLS

Stores	2,111,197	0
Spares	76,558	0
Loose tools	68,111	0
	2,255,866	0

17. STOCK-IN-TRADE

Raw materials	23,279,898	0
Finished goods	34,077,088	0
	57,356,986	0

18. LOANS AND ADVANCES - Considered good

	Note	2009	2008
Due from an Associated Company - Ghani Glass Ltd.	18.1	0	2,627,320
Current portion of loan to an executive	15	36,000	0
Advances:			
- to suppliers		13,333,173	0
- to an employee		11,500	1,000
- for expenses		249,350	0
		13,630,023	2,628,320

18.1 This was in the normal course of business and is interest free.

19. INVESTMENTS - Quoted

At fair value through profit or loss		
Meezan Islamic Income Fund		
198 (2008:1,078,266) Growth Units - Cost	9,324	55,000,000
Adjustment arising from re-measurement to fair value	947	379,757
	10,271	55,379,757

20. CASH AND BANK BALANCES

	Note	2009 Rupees	2008 Rupees
Cash-in-hand		101,327	2,120
Cash at banks on:			
- current accounts		1,238	13,659,261
- dividend accounts		55,319	55,369
- demand deposit account	20.1	3,320,892	0
		3,478,776	13,716,750

20.1 This balance is net of cheques issued but not presented aggregating Rs.7.567 million.

21. SALES - Net

	Glass operations	Textile operations
Local:		
- Yarn	0	20,171,000
- Waste	0	325,485
- Mirror Glass	277,569,925	0
	277,569,925	20,496,485
Export - mirror Glass	36,071,694	0
Less:		
- sales tax	36,671,769	0
- discount and commission	9,407,617	0
- special excise duty	2,291,985	0
	48,371,371	0
	265,270,248	20,496,485

22. COST OF SALES

	Note	Glass operations	Textile operations
Raw materials consumed	22.1	237,469,910	22,445,952
Salaries, wages and benefits	22.2	7,833,145	6,314,377
Power and fuel		8,312,271	3,896,541
Packing materials consumed		11,733,761	603,925
Repair and maintenance:			
- stores consumed		7,643,929	432,368
- expenses		46,497	204,615
		7,690,426	636,983
Depreciation		3,482,830	538,483
Freight and handling charges		933,095	0
Others		1,537,174	118,844
		278,992,612	34,555,105
Adjustment of work-in-process			
Opening		0	169,712
Closing		0	0
		0	169,712
Cost of goods manufactured		278,992,612	34,724,817
Adjustment of finished goods			
Opening stock		0	384,236
Closing stock		34,077,088	0
		34,077,088	384,236
		244,915,524	35,109,053

22.1 Raw materials consumed

	Note	2009 Rupees Glass operations	2008 Rupees Textile operations
Opening stock		0	624,339
Purchases		260,749,808	21,821,613
		260,749,808	22,445,952
Closing stock		23,279,898	0
		237,469,910	22,445,952

22.2

These include Rs.50,200 (2008: Rs.2,155,416) in respect of staff retirement benefits - gratuity.

23. ADMINISTRATIVE AND DISTRIBUTION EXPENSES

	Note	2009 Rupees	2008 Rupees
Administrative:			
Salaries and benefits	23.1	13,673,993	5,507,315
Printing and stationery		116,646	251,106
Traveling and conveyance		89,286	2,407
Communication		260,836	94,105
Rent, rates and taxes		0	158,240
Electricity		0	49,205
Advertisement		771,585	116,715
Subscription and periodicals		375,492	51,574
Vehicles' maintenance		235,807	169,358
Entertainment		36,960	61,159
Auditors' remuneration:			
- statutory audit		125,000	150,000
- half yearly review		40,000	40,000
- certification charges / tax services		85,000	125,800
		250,000	315,800
Legal and professional charges (other than Auditors')		202,029	1,782,500
Repair and maintenance		0	30,910
Depreciation		350,748	1,361
		16,363,382	8,591,755
Distribution:			
Freight, handling and forwarding		933,837	447,220
Salaries and benefits		900,000	36,000
Traveling and conveyance		66,155	0
Electricity		0	3,341
Communication		5,917	6,320
Others		328,033	6,985
		2,233,942	499,866
		18,597,324	9,091,621

23.1 These include Rs.55,000 (2008: Rs.Nil) in respect of staff retirement benefits - gratuity.

24. OTHER OPERATING EXPENSES

	Note	2009 Rupees	2008 Rupees
Loss on sale of stores and spares inventory		0	513,904
Commission on sale of colony buildings		0	386,000
Land demarcation and registry preparation charges		0	505,000
Donations		1,141,172	150,000
Others		0	26,500
Exchange fluctuation loss - net		184,429	0
		1,325,601	1,581,404

25. OTHER OPERATING INCOME

	Note	2009 Rupees	2008 Rupees
Income from financial assets			
Payable balances written-back		0	9,000
Fair value gain on re-measurement of investments	19.2	947	379,757
Profit on saving account		132,614	0
Profit on sale of investment		847,374	0
Income from non-financial assets			
Gain on sale of:			
- property, plant and equipment - net		0	128,256
- non operating fixed assets		6,839,148	7,591,331
Godown rent		0	504,000
Income tax refund and compensation received from the Tax Department		0	854,834
		7,820,083	9,467,178

26. EARNINGS / (LOSS) PER SHARE

There is no dilutive effect on the earnings / (loss) per share of the Company, which is based on:

	2009	2008
Profit / (Loss) after tax attributable to ordinary shareholders	6,428,015	(16,795,942)
	------ Numbers ------	
		Restated
Weighted average number of ordinary shares in issue during the year	3,780,058	3,029,070
	------ Rupees ------	
Earnings / (Loss) per share	1.70	(5.54)

26.1 Number of weighted average ordinary shares outstanding as at 30 June, 2008 has been increased to reflect the right shares issued during the current year.

27.5 Capital risk management

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. The Company finances its operations through equity, short term loans and managing working capital. The Company has no gearing risk in the current year that is to be managed as it does not have any long term borrowings.

28. TRANSACTIONS WITH RELATED PARTIES

28.1 Related parties comprise of Associated Companies, Directors and Executives. The Company in the normal course of business carries-out transactions with various related parties. Amounts due from and to related parties are shown under receivables and payables.

28.2 No transactions, except for 798,688 right shares taken-up by Ghani Group Services (Pvt.) Ltd. as per underwriting agreement, repayments / receipts of loan from sponsors (note 9), advances from / to Associated Companies (notes 10 & 18), purchase of glass and payment thereagainst and remuneration and benefits to key management personnel under the terms of their employment (note 28.3) were executed with related parties during the current year; (no transactions, except for transfer of shares to Ghani Group (note 1.2), repayments / receipts of loan from sponsors (note 9), advances to an Associated Company (notes 10), godown rent (note 25) and remuneration and benefits to key management personnel under the terms of their employment (note 28.3) were executed with related parties during the financial year ended 30 June, 2008).

28.3 REMUNERATION OF CHAIRMAN, CHIEF EXECUTIVE, EX-CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

Particulars	Chairman		Chief Executive / Ex-Chief Executive		Directors		Executive	
	2009	2008	2009	2008	2009	2008	2009	2008
	Rupees							
Managerial remuneration	3,600,000	600,000	3,600,000	1,406,895	4,800,000	900,000	1,320,000	590,275
Staff retirement benefit	0	0	0	130,000	0	0	0	95,100
Rent and utilities	0	0	0	454,774	0	0	0	280,624
Medical expenses reimbursed	0	0	0	96,170	43,081	0	30,890	0
	3,600,000	600,000	3,600,000	2,087,839	4,843,081	900,000	1,350,890	965,999
No. of persons	1	1	1	2	2	2	2	1

29. CAPACITY AND PRODUCTION

		2009	2008
Textile operations			
Number of rotors installed		0	2,000
Number of rotors worked		0	422,337
Installed capacity at 20's count of rotors	Kgs.	0	328,257
Actual production - all counts	Kgs.	0	591,177
Actual production - converted into 20's count	Kgs.	0	209,015
Number of shifts worked for rotors		0	300

The new management, after cessation of the textile operations, has installed plant and machinery of glass and related products. New plant started operations from November, 2008. Capacity and actual production of glass products for the year is as follows:

Mirror glass			
Production capacity	Sq. Meter	2,592,000	0
Actual production	Sq. Meter	886,272	0

30. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 30 September 2009 by the board of directors of the Company.

31. GENERAL

Corresponding figures have neither been re-arranged nor re-classified.

CHIEF EXECUTIVE **DIRECTOR**

PUBLIC SECTOR COMPANIES & CORPORATIONS

1	MAAN SECURITIES (PVT) LTD.(CDC).	0.066	5,000
2	M. NAEEM SECURITIES LTD.	0.002	135
3	SARFRAZ MAHMOOD (PVT) LTD.(CDC)	0.001	113
4	MONEYLINE SECURITIES (PVT) LTD.(CDC)	0.033	2,500
5	SAT SECURITIES (PVT) LTD. (CDC)	0.085	6,400
6	SNM SECURITIES (PVT) LTD.(CDC)	0.006	423
		0.193	14,571

OTHERS

1	SECURITIES & EXCHANGE AUTHORITY OF PAKISTAN	0.000	1

SHARES HELD BY THE GENERAL PUBLIC	11.398	858,823
TOTAL:	**100.000**	**7,535,000**

During the financial year the trading in shares of the company by the Directors, CEO, CFO, Company Secretary and their spouses and minor children is as follows

1	MR. IMTIAZ AHMED KHAN	--	1,403,118 (Right Shares)
2	MR. JUNAID GHANI	--	202,704 (Right Shares)
3	MR. OBAID GHANI	–	202,700 (Right Shares)
4	MR. ANWAAR AHMAD KHAN	–	1,531,569 (Right Shares)
5	MRS. REEMA ANWAAR	–	274,948 (Right Shares)
6	MR. AFTAB AHMAD KHAN	–	1,774,253 (Right Shares)
7	MRS. AYESHA AFTAB	–	34,256 (Right Shares)

SHARES HOLDERS HOLDING 10% OR MORE OF TOTAL CAPITAL

S. No.	Name	Holding	Percentage
1	MR. IMTIAZ AHMED KHAN	1,687,340	22.3933%
2	MR. ANWAAR AHMAD KHAN	1,847,904	24.5242%
3	MR. AFTAB AHMAD KHAN	2,151,259	28.5502%
		5,686,503	**75.4677%**

Ghani Value Glass Limited
40-L, Model Town, Lahore
FORM OF PROXY

Folio No. ____________________

No. of Shares ____________________

I/WE ____

of ____

Being a member of Ghani Value Glass Limited ______________________________

Hereby appoint Mr. ____

of ____

failing him Mr. ______________________________ of ______________________________

(Being a member of the company) as my/our proxy to attend, act and vote for me/us on my/our behalf at 43rd ANNUAL GENERAL MEETING of the members of the Company to be held at Avari Hotel, The Mall, Lahore on Wednesday October 28, 2009 at 10:00 AM and at every adjournment thereof.

As witness my/our hand(s) this ______________________ day of ____________ 2009

Witness's Signature

Signature ______________________

Name: ______________________

Address: ______________________

Signature and Revenue Stamp

NOTES:
Proxies, in order to be effective, by the company not later than 48 hours before the meeting and must be duly stamped, signed and witnessed.