

3rd Quarter

Financial Statements

March 31, 2011



GHANI VALUE GLASS

THE GLASS EXPERTS

GHANI VALUE GLASS LIMITED

A Company of Ghani Group



CORPORATE INFORMATION

BOARD OF DIRECTORS

Chairman

Mr. Imtiaz Ahmed Khan

Directors

Mr. Anwaar Ahmad Khan

Mr. Aftab Ahmad Khan

Mrs. Reema Anwaar

Mrs. Ayesha Aftab

Mr. Junaid Ghani

Mr. Obaid Ghani

Mr. Jubair Ghani

Mrs. Jaweria Obaid

CHIEF EXECUTIVE OFFICER

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

Hafiz Mohammad Imran Sabir

AUDITORS

E & Y Ford Rhodes Sidat Hyder
Chartered Accountants Lahore.

SHARE REGISTRAR

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Wings Arcade, 1-k Commercial Area
Model Town, Lahore.
Ph: 042-35916714, 35916719
Fax: 042-35869037

BANKERS

Allied Bank Limited
Habib Metropolitan Bank Limited
United Bank Limited
MCB Bank Limited

REGISTERED OFFICE

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Ph: (042) 35203975-76, Fax: (042) 35160314

HEAD OFFICE

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UAN: (042) 111 949 949, Fax: (042) 35172263
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MILLS

Hussain Nagar
District Sheikhpura
Ph: (0563) 406171



DIRECTORS' REPORT FOR THE PERIOD ENDED MARCH 31, 2011

Dear shareholders

Assalam-u-Alaikum Wa Rehmatullah Wa BarakatoHu,

The board of Directors of Ghani Value Glass Limited is pleased to present quarterly as well as nine months ended financial statements for the period ended March 31,2011.

Alhamdulillah during the period, your company aggressively improve its operations which are shown below:

FINANCIAL INDICATORS

	31-Mar-11 Rupees	31-Mar-10 Rupees
Sales - Net	256,502,274	246,421,980
Gross Profit	46,156,060	32,648,119
Profit before tax	30,556,558	18,999,389
Net Profit	21,132,346	18,812,226
Earning per share	2.80	2.50

Keeping in view above results, we hope that by the grace of Almighty Allah, your company will achieve better results at the end of the current financial year.

In consideration of the current economic situation, rising raw material prices and electricity shortages, the management will continue its focus to improving shareholder's value through price rationalization, product and process optimization, cost reduction measures, improved quality and value addition to achieve better margins.

With the help of almighty Allah the Double Glazing line has been installed successfully and it is ready to commence commercial production. Moreover, the arrival of Aluminium Coating Mirror Line is expected by the end of June 2011.

We wish to record our appreciation of the commitment of our employees to the company and continued patronage of our customers.

We thanks Allah Subhanatallah for blessing your company and all of us and we all should obey the commandments of Allah Subhanatallah and Sunnah of our Prophet Muhammad (Sallalaho-Alaihe-Wasallum).

On Behalf of the board of Directors

Lahore : April 26, 2011

Anwaar Ahmad Khan
Chief Executive Officer

Ghani Value Glass Limited



CONDENSED INTERIM BALANCE SHEET (UN-AUDITED) AS AT 31 MARCH 2011

	Note	March 31, 2011 Rupees	Audited June 30, 2010 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	177,569,185	172,570,560
Long term deposits		4,633,044	4,633,044
		182,202,229	177,203,604
CURRENT ASSETS			
Stores, spares and loose tools		5,117,573	3,124,978
Stock in trade	6	71,212,855	82,826,119
Trade debts - unsecured, considered good		82,469,948	18,597,417
Loans and advances		23,124,784	16,735,041
Taxes and duty refundable		11,039,027	15,850,833
Cash and bank balances		492,727	14,886,446
		193,456,914	152,020,834
		375,659,143	329,224,438
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised Capital			
8,000,000 ordinary shares of Rs.10 each.		80,000,000	80,000,000
Issued, subscribed and paid up capital			
7,535,000 ordinary shares of Rs.10 each.		75,350,000	75,350,000
Revenue reserves			
General reserve		3,680,000	3,680,000
Accumulated losses		(14,444,539)	(16,739,385)
		64,585,461	62,290,615
SURPLUS ON REVALUATION OF FIXED ASSETS			
		82,594,706	82,594,706
		147,180,167	144,885,321
NON CURRENT LIABILITIES			
Deferred taxation		15,784,082	12,146,382
		162,964,249	157,031,703
CURRENT LIABILITIES			
Loans from directors		24,197,000	24,197,000
Trade and other payables		182,711,382	145,759,317
Provision for taxation		5,786,512	2,236,418
		212,694,894	172,192,735
		375,659,143	329,224,438
CONTINGENCIES AND COMMITMENTS			
	7	-	-
		375,659,143	329,224,438

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

Ghani Value Glass Limited



CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE PERIOD ENDED 31 MARCH 2011

	Quarter Ended		Nine months Ended	
	March 31, 2011 Rupees	March 31, 2010 Rupees	March 31, 2011 Rupees	March 31, 2010 Rupees
Gross sales	154,966,547	151,000,704	309,467,886	302,074,253
Less: Sales tax and excise duty	24,045,425	20,546,697	45,480,163	41,171,656
Rebate and Commission	3,924,874	8,200,133	7,485,449	14,480,617
Sales-net	126,996,248	122,253,874	256,502,274	246,421,980
Cost of sales	105,779,105	101,069,695	210,346,214	213,773,861
Gross profit	21,217,143	21,184,179	46,156,060	32,648,119
Administrative expenses	2,557,357	2,561,388	8,018,423	7,095,305
Distribution cost	3,301,951	3,165,503	10,230,563	6,586,029
	5,859,308	5,726,891	18,248,985	13,681,334
Operating profit	15,357,835	15,457,288	27,907,075	18,966,785
Other operating expenses	1,201,984	1,364,959	2,379,509	2,407,968
Finance cost	22,960	104,836	207,599	270,017
Other operating income	(535,610)	(801,539)	(5,236,591)	(2,710,590)
	689,334	668,256	(2,649,483)	(32,604)
Profit before tax	14,668,501	14,789,032	30,556,558	18,999,389
Taxation	4,814,532	95,911	9,424,212	187,164
Profit after tax	9,853,969	14,693,121	21,132,346	18,812,226
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	9,853,969	14,693,121	21,132,346	18,812,226
Earning per share - basic and diluted	1.31	1.95	2.80	2.50

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR

Ghani Value Glass Limited



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE PERIOD ENDED 31 MARCH 2011

	March 31, 2011 Rupees	March 31, 2010 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the period before taxation	30,556,558	18,999,389
Adjustments for non-cash charges and other items:		
Depreciation	6,883,556	5,224,000
Provision for WPPF	1,641,061	999,968
Provision for WWF	623,603	-
Gain on disposal of fixed assets	-	(346,279)
Fair value gain on re-measurement of investments	-	223
Profit on savings account	(511,934)	(350,600)
	39,192,845	24,526,701
Working capital adjustments		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(1,992,595)	(142,141)
Stock-in-trade	11,613,264	(15,082,372)
Trade debts	(63,872,531)	(14,490,148)
Loans and advances	(6,389,743)	(1,828,261)
Taxes and duty refundable	6,588,098	3,544,365
Increase / (decrease) in current liabilities:		
Trade and other payables	36,911,679	52,352,273
Short term loans - net	-	(12,706,000)
	(17,141,828)	11,647,716
CASH GENERATED FROM OPERATIONS	22,051,017	36,174,418
Taxes paid	(4,012,709)	(4,193,007)
WPPF paid	(2,378,000)	-
NET CASH GENERATED FROM OPERATING ACTIVITIES	15,660,308	31,981,411
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure incurred	(11,882,182)	(6,458,520)
Proceeds from sale of fixed assets	-	2,775,000
Profit on savings account received	511,934	350,600
Loans and advances	-	41,000
Long term deposits	-	(2,909,325)
NET CASH USED IN INVESTING ACTIVITIES	(11,370,248)	(6,201,245)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(18,683,779)	(4,371,874)
NET CASH FLOW FROM FINANCING ACTIVITIES	(18,683,779)	(4,371,874)
NET(DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(14,393,719)	21,408,292
CASH AND CASH EQUIVALENTS - At the beginning of the period	14,886,446	3,478,776
CASH AND CASH EQUIVALENTS - At the end of the period	492,727	24,887,068

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE PERIOD ENDED 31 MARCH 2011

	Share Capital	General Reserve	Accumulated losses	Total
	Rupees			
Balance as at 30 June 2009	75,350,000	3,680,000	(44,881,698)	34,148,302
Dividend for the year ended 30 June 2009	-	-	(6,028,000)	(6,028,000)
Profit for the nine months ended 31 March 2010	-	-	18,812,226	18,812,226
Balance as at 31 March 2010	75,350,000	3,680,000	(32,097,472)	46,932,528
Balance as at 30 June 2010	75,350,000	3,680,000	(16,739,385)	62,290,615
Dividend for the year ended 30 June 2010	-	-	(18,837,500)	(18,837,500)
Profit for the nine months ended 31 March 2011	-	-	21,132,346	21,132,346
Balance as at 31 March 2011	75,350,000	3,680,000	(14,444,539)	64,585,461

The annexed notes from 1 to 11 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR



CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED 31 MARCH 2011

1 LEGAL STATUS AND NATURE OF BUSINESS

Ghani Value Glass Limited (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 company is manufacturing and sale of mirror and tempered glass. The Company's registered office is at 50-L Block, Model Town Lahore.

2 BASIS OF PRESENTATION AND MEASUREMENT

2.1 This interim financial information is un-audited for the nine months period ended 31 March 2011 and has been prepared in accordance with the requirements of the International Accounting Standard (IAS)- 34 'Interim Financial Reporting' and provisions 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.

2.2 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 statements for the year ended 30 June 2010.

3 ACCOUNTING POLICIES

The accounting policies applied for the preparation of this condensed interim financial information are the same as those applied in preparation of the annual audited financial statements of the Company for the year ended 30 June 2010, except as follows:

The Company has adopted the following amended IFRS and related interpretations which became effective during the period:

IAS 32 - Financial Instruments: Presentation - Classification of Rights Issues (Amendment)

IFRIC 19 - Extinguishing Financial Liabilities with Equity Instruments

In April 2009, International Accounting Standards Board issued amendments to various standards primarily with a view to removing inconsistencies and clarifying wording. These improvements are listed below:

IFRS 5 – Non-Current Assets Held for Sale and Discontinued Operations

IFRS 8 – Operating Segments

IAS 1 – Presentation of Financial Statements

IAS 7 – Statement of Cash Flows

IAS 17 – Leases

IAS 36 – Impairment of Assets

IAS 39 Financial Instruments: Recognition and measurement

The adoption of the above standards, amendments / improvements and interpretations did not have any material effect on the interim financial information of the Company.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the financial statements for the year ended 30 June 2010.



		Un-audited 31 March 2011 Rupees	Audited 30 June 2010 Rupees
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	168,668,894	172,570,560
Capital Work in Progress		8,900,291	-
		177,569,185	172,570,560
5.1 Operating fixed assets - tangible			
Opening book value		172,570,560	131,776,156
Additions during the period / year:			
- Buildings on freehold land		720,146	1,168,752
- Plant and machinery		1,350,005	42,223,823
- Electric installations		-	5,609,930
- Computers		-	44,840
- Mills equipment		-	813,269
- Furniture & fixture		349,740	34,727
- Office equipment		-	-
- Vehicles		562,000	956,670
		2,981,891	50,852,011
Less: Written down value of deletions during the period / year		-	(2,428,721)
Less: Depreciation charge for the period / year		(6,883,556)	(7,628,886)
Closing book value		168,668,894	172,570,560
6 STOCK-IN-TRADE			
Raw materials		65,398,316	41,593,777
Finished goods		5,814,539	41,232,342
		71,212,855	82,826,119
7 CONTINGENCIES AND COMMITMENTS			
CONTINGENCIES		Nil	Nil
COMMITMENTS			
Letters of credit and contracts		4,605,744	2,109,000
Bank guarantee issued on behalf of the company to LESCO		3,241,275	3,241,275



8 TRANSACTIONS WITH RELATED PARTIES

Relationship within group	Nature of transactions	Un-audited 31 March 2011	Un-audited 31 March 2010
		Rupees	Rupees
Associated undertakings	Purchase of goods and services	97,039,364	111,424,482
	Scrap sales	2,553,637	-
	Shared expenses (Reimbursement of expenses)	1,266,859	1,183,868
	Rental income	912,240	856,800
Post employment benefit plans	Expenses charged in respect of retirement benefit plans	2,045,890	-
Key management personnel	Salaries and other employee benefits	21,484,146	15,479,921
All transactions with related parties have been carried out on commercial terms and conditions.			
Period-end balances		Un-audited 31 March 2011	Audited 30 June 2010
		Rupees	Rupees
Receivable from related parties		-	166,795
Payable to related parties		34,745,606	377,785

These are in the normal course of business and are interest free.

9 DATE OF AUTHORIZATION FOR ISSUE

These financial information were authorized for issue by the Board of Directors of the Company on April 26, 2011.

10 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim balance sheet and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim profit and loss account and condensed interim cash flow statement have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purposes of comparison. However, no significant re-arrangements have been made. No major reclassification has been made except for reclassification of "Distribution expense-Rebate and comission" to "Sales -Rebate and comission" amounting to Rs. 7,485,449 on the face of Profit and loss account.

11 GENERAL

Figures have been rounded off to the nearest rupee.

CHIEF EXECUTIVE

DIRECTOR



GHANI VALUE GLASS

Ghani Tempered
TEMPERED SAFETY GLASS

GHANI VALUE GLASS LIMITED

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