



1st Quarter
2018



Faith
Experience
Innovation
Growth

Ghani Gases Limited
Manufacturer of Industrial & Medical Gases



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Masroor Ahmad Khan
Atique Ahmad Khan
Hafiz Farooq Ahmad
Ayesha Masroor
Rabia Atique
Saira Farooq
Tahir Bashir Khan
Mahmood Ahmad
Farzand Ali

AUDIT COMMITTEE

Tahir Bashir Khan - Chairman
Masroor Ahmad Khan
Rabia Atique
Saira Farooq

COMPANY SECRETARY

Farzand Ali, FCS

AUDITORS

Rizwan & Company
Chartered Accountants
Member Firm of DFK International

GGL-I Plant

52-K.M. Multan Road,
Phool Nagar Bypass, Distt. Kasur
Ph: +92-49-4510349-549
Fax: +92-49-4510749
E-mail: ggl1plant@ghaniglobal.com

REGIONAL MARKETING OFFICE

C-7/A, Block F, Gulshan-e-Jamal
Rashid Minhas Road, Karachi.
Ph: (021) 34572150
E-mail: shahidayub@ghaniglobal.com

LEGAL ADVISOR

Barrister Ahmed Pervaiz, Ahmed & Pansota
Lahore.

Chairman
Chief Executive Officer
Director
Director
Director
Director
Director
Director
Director

HR & R COMMITTEE

Mahmood Ahmad - Chairman
Atique Ahmad Khan
Ayesha Masroor
Saira Farooq

CHIEF FINANCIAL OFFICER

Asim Mahmud, FCA

SHARE REGISTRAR

Vision Consulting Limited
1st Floor 3-C, LDA Flats, Lawrence Road, Lahore.
Tel: 042-36375531, 36375339, Fax: 042-36312550

GGL-II Plant

53-A, Chemical Area, Eastern Industrial Zone,
Port Qasim, Karachi.
Ph: +92-21-34016152
Fax: +92-21-34016142
E-mail: ggl2plant@ghaniglobal.com

GGL SITE

Main G.T. Road, Tarnol, Islamabad
E-mail: sales.west@ghaniglobal.com

REGISTERED/CORPORATE OFFICE

10-N, Model Town Ext, Lahore-54000, Pakistan
UAN: (042) 111-Ghani 1 (442-641)
Ph: +92-42 35161424-5, Fax: +92-42-35160393
E-mail: info.gases@ghaniglobal.com
Web: www.ghaniglobal.com / www.ghanigases.com

DIRECTORS' REPORT

Dear Shareholders

Assalam-o-Alaikum Wa RehmatUllah Wa BarakatoH

The Directors of your Company are pleased to present the unaudited condensed interim financial statements of the Company for the first quarter ended September 30, 2018, in compliance with the requirements of Companies Act, 2017.

FINANCIAL PERFORMANCE

Your Company's sales during the period under review have increased to Rs. 615 million against Rs. 488 million as compared with the same period of last year depicting increase of 25.82% mainly due to increase in sales of chemicals. Gross profit decreased from Rs. 183 million to Rs. 167 million if compared with the same period of last year and also in terms of percentage gross profit rate decreased from 42.66% to 31.02% mainly due to decrease in sales of liquid gases and increase in purchase cost of the imported chemicals. There is decrease in distribution cost and small increase in administrative expenses. Operating profit of your company decreased from Rs. 100 million to Rs. 85 million as compared to last period. This period profit before taxation also decreased to Rs. 48 million against profit of Rs. 77 million as compared to the same period of last year. The period under review profit after taxation is amounted to Rs. 37 million against the profit of Rs. 35 million if compared with the same period of last year.

A comparison of the key financial results of your Company for the period ended September 30, 2018 with the same period last year is as under:

Particulars	Rupees in '000' except EPS			
	September 2018	September 2017	Variance	%
Sales	614.575	488.463	126.112	25.82
Net Sales	539.047	429.592	109.455	25.48
Gross Profit	167,193	183,254	(16,061)	-8.76
- As %age of net sales	31.02%	42.66%		
Distribution cost	48,775	52,242	(3,467)	-6.64
- As %age of net sales	9.05%	12.16%		
Administrative expenses	28,655	26,393	2,262	8.57
- As %age of net sales	5.32%	6.14%		
Profit from operations	92.066	104.869	(12.803)	-12.21
Profit before taxation	48.113	77.145	(29.032)	-37.63
Net Profit	37.476	35.444	2.032	5.73

EARNING PER SHARE

Earning per share amounted to Rs. 0.28 up from 0.27 in same quarter of the last year.

FUTURE PROSPECTS

By the grace of Almighty Allah we are looking a continued recovery in business during the years to come. Expansion plan for setup of 3rd 120 TPD ASU plant is in progress. This plan is expected to be commenced trial run operation by March 2019.

To meet the challenge of price war and in the same time to improve the profitability of the Company, management of your Company has been taking different in time measures like cost reduction strategy(s), reduction in product losses by way of technological upgradation and better fund management.

Liquefied gases business is interlinked with business and industrial activities and human healthcare. After improvement in power supply situation we are seeing drastic improvement in industrial and other business activities.

Ongoing and planned projects of China-Pakistan Economic Corridor (CPEC), commencement of Gwadar Port operations and setup of planned industrial zones will be the game changer for the country. Your Company is already meeting the requirements of different ongoing projects linked with CPEC. By change of Government we are seeing a bright future of the country as well as of your Company.

SCHEME OF COMPROMISES, ARRANGEMENT AND RECONSTRUCTION

The shareholders in their Extra Ordinary General Meeting held on 29 September 2018 has approved the scheme of Compromises, Arrangement and Reconstruction. The meeting was presided over by the honorable Lahore High Court, Lahore appointed chairmen. Now the matter is pending with the Court for decision.

ACKNOWLEDGEMENTS

The directors express their deep appreciation to our valued customers who placed their confidence in the Company. We would like to express sincere appreciation to the dedication of Company's employees to their professional obligations and cooperation by the bankers, government agencies, which have enabled the Company to display good performance both in operational and financial fields.

We thank our shareholders who reposed their confidence on management of the Company, the officials of the SECP, the Karachi Stock Exchange and all government functionaries as well as the commandments of Allah Subhanatallah and Sunnah of our Prophet Muhammad (peace be upon him).

For and behalf of Board of Directors

Lahore

Dated: October 29, 2018


ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)


HAFIZ FAROOQ AHMAD
(DIRECTOR)

منجند گیسز کا کاروبار، صنعتی کارگردگی اور انسانی صحت کے ساتھ جڑا ہوا ہے۔ توانائی کی صورتحال کو بہتر کرتے ہوئے ہم صنعت اور دوسری ترجیحات میں بڑے پیمانے پر بہتری دیکھ رہے ہیں۔ سی پیک کے جاری اور متوقع منصوبوں اور گواہ پورٹ کی شروعات اور صنعتی ذون کا قیام ملک کی ترقی میں اہم سنگ میل ثابت ہوگا۔ آپ کی کمپنی پہلے ہی سی پیک کے منسلک منصوبوں پر کام کر رہی ہے۔ نئی گورنمنٹ کے آنے سے ہم مستقبل میں ملک اور آپ کی کمپنی کا بہتر مستقبل دیکھ رہے ہیں۔

سمجھوتے، انتظامات اور تعمیر نو کی سکیم

29 ستمبر 2018 کو منعقد ہونے والے ان کے غیر معمولی اجلاس عام میں حصص داران نے سمجھوتے، انتظامات اور تعمیر نو کی سکیم کی منظوری دی۔ لاہور ہائی کورٹ لاہور کے مقرر کردہ چیئر مین نے میڈنگ کی صدارت کی۔ اب معاملہ عدالت کے فیصلے کے انتظار میں ہے۔

اعترافی بیانیہ:

ڈائریکٹرز اپنے معزز کسٹمرز جنہوں نے کمپنی پر اعتماد کیا ان کی تہہ دل سے قدر کرتی ہے۔ ہم اپنے ملازمین کی پیشہ ورانہ فرائض کی ادائیگی پر تہہ دل سے قدر کرتے ہیں اور بینکرز اور گورنمنٹ اداروں کے تعاون پر مشکور ہیں جن کی وجہ سے کمپنی اچھے رزلٹ دینے میں کامیاب ہوئی۔ ہم اپنے حصص داران کا شکریہ ادا کرتے ہیں جنہوں نے کمپنی کی انتظامیہ پر اعتماد کیا، اسی طرح ہم ایس ای سی پی، سٹاک ایکسچینج، اور گورنمنٹ کے تمام کارکنان کا بھی شکریہ ادا کرتے ہیں، اللہ تعالیٰ کا شکر ادا کرتے ہوئے اللہ تعالیٰ کے احکامات اور اس کے نبی حضرت محمد ﷺ کی سنت مبارکہ سے رہنمائی چاہتے ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے

حافظ فاروق احمد

ڈائریکٹر

عتیق احمد خان

چیف ایگزیکٹو آفیسر

لاہور

مورخہ 29 اکتوبر 2018ء

ڈائریکٹرز رپورٹ

پیارے شیئر ہولڈرز

اسلام علیکم ورحمۃ اللہ وبرکات

آپ کی کمپنی غنی گیسز لمیٹڈ (کمپنی) کے ڈائریکٹران ایکٹ 2017ء کی تعمیل میں کمپنی کے غیر یکجا تخفیف شدہ آڈیٹ کے بغیر پہلی سہ ماہی کے حسابات بابت 30 ستمبر 2018ء پیش کرنے میں خوش محسوس کرتے ہیں۔

مالیاتی کارکردگی :

آپ کی کمپنی کی سیل گزشتہ عرصے کی نسبت 488.46 ملین روپے سے بڑھ کر 615 ملین روپے ہو گئی جو 25.82 فیصد زیادہ ہے۔ جسکی وجہ کیمیکلز کی فروخت میں اضافہ ہے۔ پچھلے عرصے سے اگر موازنہ کیا جائے تو خالص منافع 183 ملین روپے سے کم ہو کر 167 ملین روپے ہو گیا اور اگر خالص منافع کو فیصد سے موازنہ کیا جائے تو 42.66 فیصد سے کم ہو کر 31.02 فیصد ہو گیا۔ جسکی وجہ بنیادی طور پر مانع گیسوں کی فروخت میں کمی اور درآمد شدہ کیمیکلز کی خریداری کی لاگت میں اضافہ ہے۔ تقسیم کاری کی لاگت میں کمی اور انتظامی اخراجات میں معمولی اضافہ ہوا۔ آپریٹنگ منافع 100 ملین روپے سے کم ہو کر 85 ملین روپے ہو گیا۔ اگر گزشتہ سال سے موازنہ کیا جائے تو اس مدت کے دوران قبل از ٹیکس منافع 77 ملین روپے سے کم ہو کر 48 ملین روپے ہو گیا۔ زیر جائزہ مدت کے دوران بعد از ٹیکس منافع 37 ملین روپے رہا جبکہ پچھلے عرصے کے دوران یہ منافع 35 ملین روپے تھا۔

اہم مالیاتی نتائج نو ماہی اکاؤنٹس کا موازنہ مندرجہ ذیل ہے

Particulars	Rupees in '000' except EPS			
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- As %age of net sales	31.02%	42.66%		
Distribution cost	48,775	52,242	(3,467)	-6.64
- As %age of net sales	9.05%	12.16%		
Administrative expenses	28,655	26,393	2,262	8.57
- As %age of net sales	5.32%	6.14%		
Profit from operations	92.066	104.869	(12.803)	-12.21
Profit before taxation	48.113	77.145	(29.032)	-37.63
Net Profit	37.476	35.444	2.032	5.73

فی شیئر منافع

اس سہ ماہی میں فی شیئر منافع بڑھ کر Rs. 0.28 رہا جبکہ گزشتہ سال اسی سہ ماہی میں Rs. 0.27 تک ہوا۔

مستقبل کے امکانات :

اللہ کے فضل و کرم سے ہم آئندہ سال اپنے کاروبار میں بہتری کو جاری رکھتے ہوئے دیکھ رہے ہیں۔ تیسرا 120 TDP ASU پلانٹ کا توسیعی منصوبہ زیر تکمیل ہے جو مارچ 2019ء میں مکمل ہونے کی توقع ہے۔

قیمتوں میں اتار چڑھاؤ کے ساتھ ساتھ اور شرح منافع کو بہتر کرنے کے لئے آپ کی کمپنی پروڈکٹ مختلف قسم کے اقدامات کر رہی ہے جس میں جدید ٹیکنالوجی اور بہتر سرمایہ کاری انتظاما کے ذریعے مصنوعات لاگت میں کمی، مصنوعات کے نقصانات میں کمی کو بروئے کار لاری ہے۔

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

AS AT SEPTEMBER 30, 2018 (UN-AUDITED)

	Note	UN-AUDITED September 30, 2018	AUDITED June 30, 2018
		(Rupees '000)	
ASSETS			
Non-current assets			
Property, plant and equipment	5	3,126,887	3,044,313
Intangible assets		13,891	14,631
Long term investments	6	593,000	593,000
Long term deposits		68,047	68,257
		3,801,825	3,720,201
Current assets			
Stores, spares and loose tools		209,569	201,566
Stock in trade		66,770	94,343
Trade debts		556,040	468,959
Loans and advances		190,928	195,853
Trade deposits and prepayments		47,142	47,420
Other receivables		42	864
Tax refunds due from government		43,148	47,503
Advance income tax - net		394,907	376,706
Cash and bank balances		112,197	173,762
		1,620,743	1,606,976
TOTAL ASSETS		5,422,568	5,327,177
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
200,000,000 (2018: 200,000,000) ordinary shares of Rs. 10 each		2,000,000	2,000,000
Issued, subscribed and paid up share capital	7	1,322,682	1,322,682
Capital reserve - share premium		460,198	460,198
Unappropriated profit		761,617	724,141
Loan from sponsors		83,150	231,450
		2,627,647	2,738,471
Non-current liabilities			
Long term financing		51,745	33,857
Redeemable capital - Sukuk	8	758,333	812,499
Long term security deposits payable		33,525	33,025
Deferred taxation		293,471	282,834
		1,137,074	1,162,215
Current liabilities			
Trade and other payables		251,392	199,937
Unclaimed dividend		853	853
Accrued profit on financing		36,871	23,957
Short term borrowings		1,114,889	955,986
Current portion of long term liabilities		250,364	242,280
Provision for taxation		3,478	3,478
		1,657,847	1,426,491
Total liabilities		2,794,921	2,588,706
TOTAL EQUITY AND LIABILITIES		5,422,568	5,327,177

CONTINGENCIES AND COMMITMENTS

The annexed notes from 1 to 17 form an integral part of this condensed unconsolidated financial information.

ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)

ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)

HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	Note	FOR THE PERIOD ENDED	
		September 30, 2018	September 30, 2017
		(Rupees '000)	
Gross sales - local		614,575	488,463
Sales tax		(75,528)	(58,871)
Net sales		539,047	429,592
Cost of sales	10	(371,854)	(246,338)
Gross profit		167,193	183,254
Distribution cost		(48,775)	(52,242)
Administrative expenses		(28,655)	(26,393)
Other operating expenses		(5,061)	(4,221)
		(82,491)	(82,856)
		84,702	100,398
Other income		7,364	4,471
Profit from operations		92,066	104,869
Finance cost		(43,953)	(27,724)
Profit before taxation		48,113	77,145
Taxation		(10,637)	(41,701)
Profit after taxation		37,476	35,444
Earnings per share			(Restated)
- basic and diluted (Rupees)	11	0.28	0.27

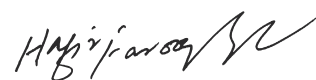
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ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	FOR THE PERIOD ENDED	
	September 30, 2018	September 30, 2017
	(Rupees '000)	
Profit before taxation	37,476	35,444
Other comprehensive income	-	-
Total comprehensive income for the period	37,476	35,444

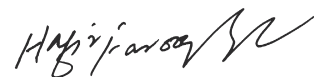
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ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	Share capital	Capital reserve - Share premium	Unappropri- ated profit	Loan from sponsors	Total
	(Rupees '000)				
Balance as at July 01, 2017 - (audited)	1,247,813	535,067	566,436	638,500	2,987,816
Total comprehensive income	-	-	35,444	-	35,444
Issuance of shares during the period	-	-	-	-	-
Loan paid during the period	-	-	-	(193,400)	(193,400)
Balance as at September 30, 2017 (un-audited)	<u>1,247,813</u>	<u>535,067</u>	<u>601,880</u>	<u>445,100</u>	<u>2,829,860</u>
Balance as at July 01, 2018 - (audited)	1,322,682	460,198	724,141	231,450	2,738,471
Total comprehensive income	-	-	37,476	-	37,476
Issue of Bonus shares during the period	-	-	-	-	-
Loan paid during the period	-	-	-	(148,300)	(148,300)
Balance as at September 30, 2018 (un-audited)	<u>1,322,682</u>	<u>460,198</u>	<u>761,617</u>	<u>83,150</u>	<u>2,627,647</u>

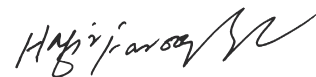
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ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

UNCONSOLIDATED STATEMENT OF CASH FLOW

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

		FOR THE PERIOD ENDED	
		September 30, 2018	September 30, 2017
Note		(Rupees '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
	12	114,390	156,590
Cash generated from operating activities			
Finance cost paid		(31,040)	(23,795)
Income tax paid		(18,201)	(9,063)
		(49,241)	(32,858)
Net cash (used in) / generated from operating activities		65,149	123,732
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions in property, plant and equipment		(125,581)	(37,363)
Proceeds from disposal of operating fixed assets		15,748	320
Long term deposits - net		210	100
Net cash used in investing activities		(109,623)	(36,943)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds / (repayment) of long term financing		25,972	(3,330)
Repayments of redeemable capital - Sukuk		(54,166)	(54,166)
Repayment of loan from sponsors		(148,300)	(193,400)
Short term borrowings		158,903	38,000
Proceeds from long term security deposits		500	4,765
Net cash (used in)/generated from financing activities		(17,091)	(208,131)
Net (decrease) / increase in cash and cash equivalents		(61,565)	(121,342)
Cash and cash equivalents at the beginning of the period		173,762	234,156
Cash and cash equivalents at the end of the period		112,197	112,814

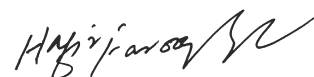
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ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

SELECTED NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

1. LEGAL STATUS AND OPERATIONS

- 1.1** Ghani Gases Limited ("the Company") was incorporated in Pakistan as a private limited company under the Companies Ordinance, 1984 (now the Companies Act, 2017) on November 19, 2007, converted into public limited company on February 12, 2008 and became listed on Pakistan Stock Exchange formerly known as Karachi Stock Exchange (Guarantee) Limited on January 05, 2010. The registered office of the Company is situated at 10-N Model Town Extension, Lahore. The Company is engaged in the manufacturing, sale and trading of medical & industrial gases and chemicals.

Separate interim financial statements

These financial statements are separate condensed interim financial statements of the Company. Consolidated condensed interim financial statements of the Company are prepared separately. The Company has following major investments:

Name of company	Shareholding
Subsidiary	
Ghani Chemical Industries Limited	95.33%
Associate	
Ghani Global Glass Limited	25.00%

2. STATEMENT OF COMPLIANCE

- 2.1** This condensed interim unconsolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of International Accounting Standard 34 'Interim Financial Reporting' issued by the International Accounting Standards Board as notified under the Companies Act, 2017; and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

This condensed interim unconsolidated financial statements are unaudited and being submitted to shareholders, as required by Section 237 of the Companies Act, 2017.

2.2 FUNCTIONAL AND PRESENTATION CURRENCY

This condensed interim unconsolidated financial information is presented in Pak Rupees which is the functional and presentation currency for the Company.

3. BASIS OF PREPARATION

- 3.1** This condensed interim unconsolidated financial information do not include the information reported for annual financial statements and should be read in conjunction with the audited annual published financial statements for the year ended June 30, 2018.
- 3.2** The accounting policies and methods of computations adopted for the preparation of this condensed interim unconsolidated financial information are the same as applied in the preparation of the preceding audited annual published unconsolidated financial statements of the Company for the year ended June 30, 2018.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim unconsolidated financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the 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 and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this condensed interim unconsolidated financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended June 30, 2018.

	Note	Un-audited September 30, 2018 (Rupees '000)	Audited June 30, 2018
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - tangible	5.1	3,122,087	3,039,513
Capital work in progress		4,800	4,800
		3,126,887	3,044,313
5.1 OPERATING FIXED ASSETS - TANGIBLE			
Opening balance		3,039,513	2,838,962
Additions and transfer during the period / year	5.1.1	125,581	314,792
Book value of disposals during the period / year	5.1.2	(14,160)	(8,099)
		3,150,934	3,145,655
Depreciation charged during the period / year		(28,847)	(106,142)
Closing balance		3,122,087	3,039,513
5.1.1 Additions and transfer during the period / year			
Land-Freehold		3,388	10,640
Building		767	58,936
Plant and machinery		100,798	224,403
Furniture and fixtures		282	761
Office equipment		49	419
Computers		-	811
Vehicles		20,297	18,822
		125,581	314,792
5.1.2 Book value of disposals during the period / year			
Land		14,028	-
Plant and machinery		-	368
Vehicles		132	7,731
		14,160	8,099
6 LONG TERM INVESTMENTS			
Investment in associated company		450,000	450,000
Investment in subsidiary		143,000	143,000
Closing balance		593,000	593,000

7 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un-audited September 30, 2018 (No. of Shares)	Audited June 30, 2018		Un-audited September 30, 2018 (Rupees '000)	Audited June 30, 2018
122,956,711	122,956,711	Ordinary shares of Rupees 10 each fully paid in cash	1,229,567	1,229,567
13,000	13,000	Ordinary shares of Rupees 10 each issued for consideration other than cash	130	130
9,298,452	9,298,452	Ordinary shares of Rupees 10 each issued as fully paid bonus shares	92,985	92,985
132,268,163	132,268,163		1,322,682	1,322,682

8 Redeemable capital - Sukuk

Opening balance	
Add: Addition/ (payments) during the period / year	
Closing balance	
Less: Current portion shown under current liabilities	

1,029,166	1,245,833
(54,166)	(216,667)
975,000	1,029,166
216,667	216,667
758,333	812,499

9 CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

There are no material changes in contingencies as disclosed in the notes to the financial statements for the year ended June 30, 2018.

9.2 Commitments

9.2.1 Commitments in respect of letter of credit amounted to Rupees 404.72 million (June 2018: Rupees 403.92 million).

9.2.2 Commitments for construction of building as at balance sheet date amounted to Rupees 40 million (June 2018: Rupees 30 million).

9.2.3 Bank guarantee amounting to Rupees 41.75 million (June 2018: Rupees 38.65 million) provided to various customers/institutions against supplies of products.

10 COST OF SALES

Fuel and power
Consumable spare
Salaries wages and other benefits
Communication
Repair and maintenance
Travelling, vehicle running and maintenance
Insurance
Depreciation
Staff welfare
Transportation
Other overheads

Finished goods
Opening stock
Purchases
Closing stock

UN-AUDITED QUARTER ENDED	
September 30, 2018 (Rupees '000)	September 30, 2017
141,560	161,062
10,885	5,710
19,493	14,968
191	190
8,925	7,445
1,355	839
1,525	1,447
24,388	23,671
2,137	1,940
3,668	1,374
10,545	8,968
224,672	227,614
94,343	37,740
119,609	5,024
(66,770)	(24,040)
147,182	18,724
371,854	246,338

11 EARNINGS PER SHARE - BASIC AND DILUTED

Profit attributable to ordinary shareholders

Weighted average number of ordinary shares outstanding

Earnings per share - basic and diluted

Rupees (000)

Number (000)

(Rupees)

UN-AUDITED QUARTER ENDED

September 30,
2018

September 30,
2017

(Rupees '000)

(Restated)

37,476

35,444

132,268

132,268

0.28

0.27

12 CASH GENERATED FROM OPERATIONS

Profit before taxation

Adjustments for:

Depreciation

Amortization of intangibles

Finance cost

Gain on disposal of property, plant and equipment

Operating cash flows before working capital changes

Effect on cash flows due to working capital changes

(Increase) / decrease in current assets:

Stores and spares

Stock in trade

Trade debts

Loans and advances

Short term deposits and prepayments

Balances with statutory authorities

Other receivables

Increase / (decrease) in current liabilities:

Trade and other payables

48,113

77,145

28,848

27,027

740

-

43,953

27,724

(1,588)

(89)

120,066

131,807

(8,003)

5,110

27,573

13,700

(87,081)

43,352

4,925

(56,087)

278

77

4,355

3,547

822

(2)

51,455

15,086

114,390

156,590

13 SEGMENT INFORMATION

Segment results are as follows:

FIRST QUARTER ENDED (UN-AUDITED)						
September 30, 2018			September 30, 2017			
Industrial and Medical Gases	Other Segments	Total	Industrial and Medical Gases	Other Segments	Total	
(Rupees '000)			(Rupees '000)			
Net sales	419,711	119,336	539,047	429,030	562	429,592
Cost of sales	(253,253)	(118,601)	(371,854)	(245,906)	(432)	(246,338)
Gross profit	166,458	735	167,193	183,124	130	183,254
Distributions cost	(46,802)	(1,973)	(48,775)	(52,204)	(38)	(52,242)
Administrative Expenses	(27,222)	(1,433)	(28,655)	(25,073)	(1,320)	(26,393)
	(74,025)	(3,405)	(77,430)	(77,277)	(1,358)	(78,635)
Segment Profit	92,433	(2,670)	89,763	105,847	(1,228)	104,619

FIRST QUARTER ENDED (UN-AUDITED)					
September 30, 2018			September 30, 2017		
Industrial and Medical Gases	Other Segments	Total	Industrial and Medical Gases	Other Segments	Total
(Rupees '000)			(Rupees '000)		

Unallocated corporate expenses

Other operating expenses	(5,061)	(4,221)
Other income	7,364	4,471
	92,066	104,869
Finance cost	(43,953)	(27,724)
Profit before taxation	48,113	77,145
Taxation	(10,637)	(41,701)
Profit after taxation	37,476	35,444

14 TRANSACTIONS WITH RELATED PARTIES

		UN-AUDITED QUARTER ENDED	
		September 30, 2018	September 30, 2017
		(Rupees '000)	
Name of related party	Nature of Transaction		
Associated Company	Supplies	3,818	5,171
	Guarantee charges	650	650
	Services	3,000	3,000
Staff Provident Fund	Contribution	5,289	4,489
Sponsors	Loan received / (repaid)	(148,300)	(193,400)

15 DATE OF AUTHORIZATION

This financial information has been authorized for issue by the Board of Directors of the Company on October 29, 2018.

16 POST BALANCE SHEET EVENT

The Board of Directors in their meeting held on September 01, 2018 have proposed bonus issue at 5% amounting to Rs 66.13 million out of share premium account, approved in the annual general meeting on October 27, 2018, in respect of the year ended June 30, 2018. The condensed interim financial statements for the first quarter ended September 30, 2018 do not include the effect of these appropriations which will be accounted for subsequent to the period end.

17 CORRESPONDING FIGURES

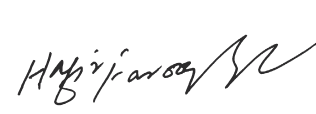
The condensed interim unconsolidated balance sheet has been compared with preceding balance sheet as at June 30, 2018, whereas the condensed interim unconsolidated profit and loss account, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity and condensed interim unconsolidated cash flow statement have been compared with the corresponding period of the previous year.



ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

DIRECTORS' REPORT

Dear Shareholders

Assalam-o-Alaikum Wa RehmatUllah Wa BarakatoH

The directors of your Company (Ghani Gases Limited) are pleased to present the audited consolidated Financial Statements of the Company for the period ended September 30, 2018 in compliance with Section 228 of the Companies Act, 2017.

The consolidated financial statements have been prepared by consolidated the financial performance, assets and liabilities of Ghani Gases Limited (holding company) and its subsidiary namely Ghani Chemical Industries Limited.

The subsidiary was in the process of setting up a chemical project. Land for this purpose was acquired in Hattar Economic Zone and work for leveling, filling and back filling of land has completed and construction of boundary wall has partially completed. Before financial close for this project, management of holding company forecast extraordinary increase in project cost due to surge in US\$ against PKR, uncertainty in political situation, delay in electricity provision at site and change in Government, management has time being freeze the said project. Further activity on the project will commence at some appropriate time. Holding company Ghani Gases Limited has so far invested Rs. 143 million in this subsidiary in shape of equity out of total approved investment of Rs. 360 million.

Since the subsidiary has not commenced any operational activities, sales, gross profit and distribution expenses of both the companies (holding and subsidiary) in consolidated accounts remain unchanged as are reported in unconsolidated accounts of Ghani Gases Limited (holding company). The administrative expenses, profit before taxation and profit after tax have been consolidated to Rs. 28.681 million, Rs. 38.825 and Rs. 28.188 million respectively whereas in unconsolidated financial statements these figures are Rs. 26.407 million, Rs. 70.460 million and Rs. 28.759 million respectively. The decrease in profitability in consolidated financial statements are due to share of loss from associated company Rs. 9.275 million (2017: Rs. 6.685).

Consolidated earnings per share (EPS) has also decreased to Rs. 0.21 if compared with unconsolidated earnings per share Rs. 0.22.

For and behalf of Board of Directors

Lahore

Dated: October 29, 2018



ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

AS AT SEPTEMBER 30, 2018 (UN-AUDITED)

		UN-AUDITED September 30, 2018	AUDITED June 30, 2018
	Note	(Rupees '000)	
ASSETS			
Non-current assets			
Property, plant and equipment	5	3,289,643	3,207,069
Intangible assets - goodwill		13,891	14,631
Long term investments	6	396,851	406,126
Long term deposits		68,047	68,257
		3,768,432	3,696,083
Current assets			
Stores, spares and loose tools		209,569	201,566
Stock in trade		66,770	94,343
Trade debts		556,040	468,959
Loans and advances		195,413	203,100
Trade deposits and prepayments		47,142	47,420
Other receivables		42	55
Tax refunds due from government		43,447	47,802
Advance income tax - net		396,840	378,637
Cash and bank balances		115,347	177,733
		1,630,610	1,619,615
TOTAL ASSETS		5,399,042	5,315,698
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital		2,000,000	2,000,000
200,000,000 (2018: 200,000,000) ordinary shares of Rs. 10 each			
Issued, subscribed and paid up share capital	7	1,322,682	1,322,682
Capital reserve - share premium		460,198	460,198
Unappropriated profit		706,112	677,924
Loan from sponsors		107,990	259,050
Attributable to the equity holders of the holding company		2,596,982	2,719,854
Non - Controlling Interests		6,979	6,979
Total equity		2,603,961	2,726,833
Non-current liabilities			
Long term financing	8	51,745	33,857
Redeemable capital - Sukuk		758,333	812,499
Long term security deposits payable		33,525	33,025
Deferred taxation		293,471	282,834
		1,137,074	1,162,215
Current liabilities			
Trade and other payables		251,552	200,096
Unclaimed dividend		853	853
Accrued profit on financing		36,871	23,957
Short term borrowings		1,114,889	955,986
Current portion of long term liabilities		250,364	242,280
Provision for taxation		3,478	3,478
		1,658,007	1,426,650
Total liabilities		2,795,081	2,588,865
TOTAL EQUITY AND LIABILITIES		5,399,042	5,315,698
CONTINGENCIES AND COMMITMENTS	9		

The annexed notes from 1 to 17 form an integral part of this condensed interim consolidated financial information.

ATIQUE AHMAD KHAN

(CHIEF EXECUTIVE OFFICER)

Ghani Gases Limited | 18

ASIM MAHMUD

(CHIEF FINANCIAL OFFICER)

HAFIZ FAROOQ AHMAD

(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

		FOR THE PERIOD ENDED	
		September 30, 2018	September 30, 2017
		(Rupees '000)	
Note			
	Gross sales - local	614,575	488,463
	Sales tax	(75,528)	(58,871)
	Net sales	539,047	429,592
10	Cost of sales	(371,854)	(246,338)
	Gross profit	167,193	183,254
	Distribution cost	(48,775)	(52,242)
	Administrative expenses	(28,681)	(26,407)
	Other operating expenses	(5,061)	(4,221)
		(82,517)	(82,870)
		84,676	100,384
	Other income	7,377	4,485
	Profit from operations	92,053	104,869
	Finance cost	(43,953)	(27,724)
	Share of loss from associate	(9,275)	(6,685)
	Profit before taxation	38,825	70,460
	Taxation	(10,637)	(41,701)
	Profit after taxation	28,188	28,759
	Attributable to:		
	Owners of the Holding Company	28,188	28,759
	Non - Controlling Interests	-	-
		28,188	28,759
	Earnings per share		(Restated)
	- basic and diluted (Rupees)	0.21	0.22
11			

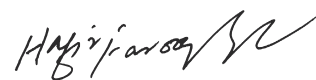
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ASIM MAHMUD
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HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	FOR THE PERIOD ENDED	
	September 30, 2018 (Rupees '000)	September 30, 2017
Profit before taxation	28,188	28,759
Other comprehensive income	-	-
Total comprehensive income for the period	28,188	28,759
Attributable to:		
Owners of the Holding Company	28,188	28,759
Non - Controlling Interests	-	-
	28,188	28,759

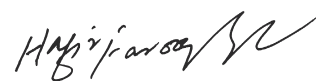
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HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

	Share capital	Capital reserve Share premium	Unappropri- ated profit	Loan from sponsors	Total	Non - Controlling Interests	Total equity
(Rupees '000)							
Balance as at July 01, 2017 - (audited)	1,247,813	535,067	552,161	639,700	2,974,741	6,999	2,981,740
Shares issued to Non - Controlling Interests	-	-	-	-	-	-	-
Loss attributable to non-controlling interest for the period	-	-	-	-	-	-	-
Total comprehensive income	-	-	28,759	-	28,759	-	28,759
Issuance of shares during the period	-	-	-	-	-	-	-
Loan paid during the period	-	-	-	(193,400)	(193,400)	-	(193,400)
Balance as at September 30, 2017 (un-audited)	<u>1,247,813</u>	<u>535,067</u>	<u>580,920</u>	<u>446,300</u>	<u>2,810,100</u>	<u>6,999</u>	<u>2,817,099</u>
Balance as at July 01, 2018 - (audited)	1,322,682	460,198	677,924	259,050	2,719,854	6,979	2,726,833
Shares issued to Non - Controlling Interests	-	-	-	-	-	-	-
Loss attributable to non-controlling interest for the period	-	-	-	-	-	-	-
Total comprehensive income attributable to holding company	-	-	28,188	-	28,188	-	28,188
Issue of Bonus shares during the period	-	-	-	-	-	-	-
Loan paid during the period	-	-	-	(151,060)	(151,060)	-	(151,060)
Balance as at September 30, 2018 (un-audited)	<u>1,322,682</u>	<u>460,198</u>	<u>706,112</u>	<u>107,990</u>	<u>2,596,982</u>	<u>6,979</u>	<u>2,603,961</u>

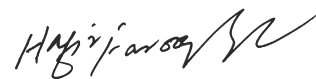
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HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOW

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

		FOR THE PERIOD ENDED	
		September 30, 2018	September 30, 2017
		(Rupees '000)	
Note			
	CASH FLOWS FROM OPERATING ACTIVITIES		
	Cash generated from operating activities	116,331	155,961
	Finance cost paid	(31,040)	(23,796)
	Income tax paid	(18,203)	(9,065)
		(49,243)	(32,861)
	Net cash (used in) / generated from operating activities	67,088	123,100
	CASH FLOWS FROM INVESTING ACTIVITIES		
	Additions in property, plant and equipment	(125,581)	(53,267)
	Proceeds from disposal of operating fixed assets	15,748	320
	Long term deposits - net	210	100
	Net cash used in investing activities	(109,623)	(52,847)
	CASH FLOWS FROM FINANCING ACTIVITIES		
	Proceeds / (repayment) of long term financing	25,972	(3,330)
	Repayments of redeemable capital - Sukuk	(54,166)	(54,166)
	Repayment of loan from sponsors	(151,060)	(193,400)
	Short term borrowings	158,903	38,000
	Proceeds from long term security deposits	500	4,765
	Net cash (used in) / generated from financing activities	(19,851)	(208,131)
	Net (decrease) / increase in cash and cash equivalents	(62,386)	(137,878)
	Cash and cash equivalents at the beginning of the period	177,733	262,304
	Cash and cash equivalents at the end of the period	115,347	124,426

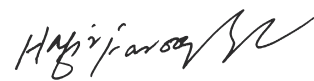
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ATIQUE AHMAD KHAN
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HAFIZ FAROOQ AHMAD
(DIRECTOR)

SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018 (UN-AUDITED)

THE GROUP AND ITS OPERATIONS

1.

The Group consists of:

Holding Company - Ghani Gases Limited

Subsidiary Company - Ghani Chemicals Industries Limited

GHANI GASES LIMITED

The Company was incorporated in Pakistan as a private limited company under the Companies Ordinance, 1984 (now the Companies Act, 2017) on November 19, 2007, converted into public limited company on February 12, 2008 and became listed on Pakistan Stock Exchange on January 05, 2010. Its registered office is situated at 10-N Model Town Extension, Lahore. The holding company is engaged in the manufacturing, sale and trading of medical & industrial gases and chemicals.

GHANI CHEMICALS INDUSTRIES LIMITED

Ghani Chemical Industries Limited was incorporated in Pakistan as a private limited company on November 23, 2015 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017), converted into public limited company on April 20, 2017. The principal activity of the Company is trading and manufacturing of chemical products and industrial raw materials. The Company has not started its commercial operations yet. Ghani Gases Limited has 95.33% ownership in Ghani Chemical Industries Limited.

2. STATEMENT OF COMPLIANCE

2.1 This consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of International Accounting Standard 34 'Interim Financial Reporting' issued by the International Accounting Standards Board as notified under the Companies Act, 2017; and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

This consolidated condensed interim financial statements are unaudited and being submitted to shareholders, as required by Section 237 of the Companies Act, 2017.

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3.1 This consolidated condensed interim financial information do not include the information reported for annual financial statements and should be read in conjunction with the audited annual published financial statements for the year ended June 30, 2018.

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During preparation of this condensed interim consolidated financial information, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended June 30, 2018.

5 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets - tangible
Capital work in progress

Note

Un-audited September 30, 2018 (Rupees '000)	Audited June 30, 2018
3,256,467	3,173,893
33,176	33,176
3,289,643	3,207,069
3,173,893	2,957,732
125,581	330,402
(14,160)	(8,099)
3,285,314	3,280,035
(28,847)	(106,142)
3,256,467	3,173,893
3,388	26,250
767	58,936
100,798	224,403
282	761
49	419
-	811
20,297	18,822
125,581	330,402
14,028	-
-	368
132	7,731
14,160	8,099

5.1 OPERATING FIXED ASSETS - TANGIBLE

Opening balance
Additions and transfer during the period / year
Book value of disposals during the period / year

5.1.1

5.1.2

Depreciation charged during the period / year
Closing balance

5.1.1 Additions and transfer during the period / year

Land-Freehold
Building
Plant and machinery
Furniture and fixtures
Office equipment
Computers
Vehicles

5.1.2 Book value of disposals during the period / year

Land
Plant and machinery
Vehicles

6 LONG TERM INVESTMENTS

Investment in associate - under equity method

Opening Carrying value
Investment made during the period/year
Share of loss from associate
Closing balance

406,126	436,859
-	-
(9,275)	(30,733)
396,851	406,126

7 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un-audited September 30, 2018 (No. of Shares)	Audited June 30, 2018	
122,956,711	122,956,711	Ordinary shares of Rupees 10 each fully paid in cash
13,000	13,000	Ordinary shares of Rupees 10 each issued for consideration other than cash
9,298,452	9,298,452	Ordinary shares of Rupees 10 each issued as fully paid bonus shares
132,268,163	132,268,163	

Un-audited September 30, 2018 (Rupees '000)	Audited June 30, 2018
1,229,567	1,229,567
130	130
92,985	92,985
1,322,682	1,322,682

8 Redeemable capital - Sukuk

Opening balance
Add: Addition/ (payments) during the period / year
Closing balance
Less: Current portion shown under current liabilities

Un-audited September 30, 2018 (Rupees '000)	Audited June 30, 2018
1,029,166	1,245,833
(54,166)	(216,667)
975,000	1,029,166
216,667	216,667
758,333	812,499

9 CONTINGENCIES AND COMMITMENTS**9.1 Contingencies**

There are no material changes in contingencies as disclosed in the notes to the financial statements for the year ended June 30, 2018.

9.2 Commitments

9.2.1 Commitments in respect of letter of credit amounted to Rupees 404.72 million (June 2018: Rupees 403.92 million).

9.2.2 Commitments for construction of building as at balance sheet date amounted to Rupees 40 million (June 2018: Rupees 30 million).

9.2.3 Bank guarantee amounting to Rupees 41.75 million (June 2018: Rupees 38.65 million) provided to various customers/institutions against supplies of products.

10 COST OF SALES

Fuel and power
Consumable spare
Salaries wages and other benefits
Communication
Repair and maintenance
Travelling, vehicle running and maintenance
Insurance
Depreciation
Staff welfare
Transportation
Other overheads

UN-AUDITED QUARTER ENDED	
September 30, 2018 (Rupees '000)	September 30, 2017
141,560	161,062
10,885	5,710
19,493	14,968
191	190
8,925	7,445
1,355	839
1,525	1,447
24,388	23,671
2,137	1,940
3,668	1,374
10,545	8,968
224,672	227,614
94,343	37,740
119,609	5,024
(66,770)	(24,040)
147,182	18,724
371,854	246,338

Finished goods
Opening stock
Purchases
Closing stock

11 EARNINGS PER SHARE - BASIC AND DILUTED

Profit attributable to ordinary shareholders
Weighted average number of ordinary shares outstanding
Earnings per share - basic and diluted

Rupees (000)	28,188	28,759
Number (000)	132,268	132,268
(Rupees)	0.21	(Restated) 0.22

12 CASH GENERATED FROM OPERATIONS

Profit before taxation

Adjustments for:

Depreciation

Amortization of intangibles

Finance cost

(Gain) / Loss on disposal of property, plant and equipment

Share of (profit) / loss of associated company

Operating cash flows before working capital changes

Effect on cash flows due to working capital changes

(Increase) / decrease in current assets:

Stores and spares

Stock in trade

Trade debts

Loans and advances

Trade deposits and prepayments

Tax refunds due from government

Other receivables

Increase / (decrease) in current liabilities:

Trade and other payables

Note

UN-AUDITED QUARTER ENDED	
September 30, 2018 (Rupees '000)	September 30, 2017
38,825	70,460
28,848	27,028
740	-
43,953	27,724
(1,588)	(89)
9,275	6,685
120,053	131,808
(8,003)	5,110
27,573	13,700
(87,081)	43,352
7,687	(56,677)
278	77
4,355	3,457
13	(2)
51,456	15,136
116,331	155,961

13 SEGMENT INFORMATION

Segment results are as follows:

	FIRST QUARTER ENDED (UN-AUDITED)					
	September 30, 2018			September 30, 2017		
	Industrial and Medical Gases	Other Segments	Total	Industrial and Medical Gases	Other Segments	Total
	(Rupees '000)			(Rupees '000)		
Net sales	419,711	119,336	539,047	429,030	562	429,592
Cost of sales	(253,253)	(118,601)	(371,854)	(245,906)	(432)	(246,338)
Gross profit	166,458	735	167,193	183,124	130	183,254
Distributions cost	(46,802)	(1,973)	(48,775)	(52,204)	(38)	(52,242)
Administrative Expenses	(27,247)	(1,434)	(28,681)	(25,087)	(1,320)	(26,407)
	(74,049)	(3,407)	(77,456)	(77,291)	(1,358)	(78,649)
Segment Profit	92,409	(2,672)	89,737	105,833	(1,228)	104,605
Unallocated corporate expenses						
Other operating expenses			(5,061)			(4,221)
Other income			7,377			4,485
			92,053			104,869
Finance cost			(43,953)			(27,724)
Share of loss from associate			(9,275)			(6,685)
Profit before taxation			38,825			70,460
Taxation			(10,637)			(41,701)
Profit after taxation			28,188			28,759

14 TRANSACTIONS WITH RELATED PARTIES

		UN-AUDITED QUARTER ENDED	
		September 30, 2018	September 30, 2017
		(Rupees '000)	
Name of related party	Nature of Transaction		
Associated Company	Supplies	3,818	5,171
	Guarantee charges	650	650
	Services	3,000	3,000
Staff Provident Fund	Contribution	5,289	4,489
Sponsors	Loan received / (repaid)	(151,060)	(193,400)

15 DATE OF AUTHORIZATION

This financial information has been authorized for issue by the Board of Directors of the Holding Company on October 29, 2018.

16 POST BALANCE SHEET EVENT

The Board of Directors in their meeting held on September 01, 2018 have proposed bonus issue at 5% amounting to Rs 66.13 million out of share premium account, approved in the annual general meeting on October 27, 2018, in respect of the year ended June 30, 2018 . The condensed interim financial statements for the first quarter ended September 30, 2018 do not include the effect of these appropriations which will be accounted for subsequent to the period end.

17 CORRESPONDING FIGURES

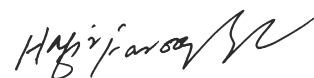
The consolidated condensed interim balance sheet has been compared with preceding balance sheet as at June 30, 2018, whereas the consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim cash flow statement have been compared with the corresponding period of the previous year.



ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

