



**BALUCHISTAN
GLASS LIMITED**

**CONDENSED INTERIM
FINANCIAL STATEMENTS**
(Un-Audited)

**FOR THE NINE MONTHS ENDED
MARCH 31, 2021**



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COMPANY PROFILE



BOARD OF DIRECTORS

Mr. Muhammad Tousif Paracha
Mr. Mian Nazir Ahmed Paracha
Mr. Faisal Aftab Ahmad
Mrs. Tabassum Tousif Paracha
Mr. Shaffi Uddin Paracha
Mr. Muhammad Niaz Paracha
Mr. Sana Ullah Khan Ghory

Chairman
CEO



AUDIT COMMITTEE

Mr. Faisal Aftab Ahmad
Mr. Muhammad Tousif Paracha
Mr. Muhammad Niaz Paracha

Chairman
Member
Member

HR & REMUNERATION COMMITTEE

Mr. Sana Ullah Khan Ghory
Mr. Muhammad Tousif Paracha
Mr. Mian Nazir Ahmed Paracha

Chairman
Member
Member



COMPANY SECRETARY

Mr. Shams Ul Islam, ACA



BANKERS

The Bank of Punjab
Bank Al Falah Limited
Al Baraka Bank (Pakistan) Limited
Faysal Bank Limited
Meezan Bank Limited
National Bank of Pakistan
United Bank Limited
BankIslami Pakistan Limited
JS Bank Limited
MCB Bank Limited



REGISTERED OFFICE

Plot no. 8, Sector M, H.I.T.E.,
Hub, District Lasbella, Balochistan.
Tel : 0853 - 363657

HEAD OFFICE

12-KM, Sheikhpura Road,
Kot Abdul Malik, Lahore.
Tel: 042 37164071
Web: www.balochistanglass.com
Email: info@balochistanglass.com



AUDITORS

PKF F.R.A.N.T.S.
Chartered Accountants

LEGAL ADVISOR

Masood Khan Ghory
(Advocate & Legal Consultant)

FACTORIES

UNIT-I

Plot no. 8, Sector M, H.I.T.E.,
Hub, District Lasbella,
Balochistan.

UNIT-II

29-KM, Sheikhpura Road,
Sheikhpura.

UNIT-III

12-KM, Sheikhpura Road,
Kot Abdul Malik, Lahore.

SHARE REGISTRAR

Corplink (Pvt.) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore

DIRECTORS' REVIEW

The Directors of your company are pleased to present the Condensed Interim Financial Information of your company for the nine months and quarter period ended March 31, 2021.

COMPANY PERFORMANCE

Analysis of key operating results for the current periods in comparison with the previous periods is given below:

	For the Nine Months ended March 31,		For the Quarter ended March 31,	
	2021	2020	2021	2020
	Rupees in thousands			
Sales - Net	953,054	1,265,851	303,622	339,462
Gross Profit / (Loss)	146,139	(75,203)	51,586	(52,529)
Operating Profit/(Loss)	135,464	(157,221)	37,400	(69,568)
Depreciation for the period	96,145	106,107	31,566	33,711
Profit/(Loss) before Tax	82,827	(242,949)	19,616	(99,330)
Profit/(Loss) after Tax	72,307	(257,735)	17,272	(103,027)
Basic and diluted Earnings / (Loss) per share Rs.	0.28	(0.99)	0.07	(0.40)

During the period, the Company performed well and generated quite satisfactory results with gross profit of 15.33% of the net revenue. Successful operations of tableware glass products at Unit - III (Kot Abdul Malik) contributed significant portion of the revenue with improved profit margins and also enabled the Company to pay-off its financial liabilities within due course of time.

Whereas the operations at Units I & Unit II are still suspended due to strategic decisions which has reduced the overall net sales during the period. However, the management is fully committed to resolve all the operational matters and revive these projects.

Company is continuously improving its results based on better quality production of tableware glass products with a different product range of Jugs, water sets, plain & printing tumblers, fruit set etc. That helped the company to manage its operational as well as expansion related cashflow requirements at Unit - III. Company has also executed and managed the ongoing project expansion well in time and management is fully confident that the expansion activities at Unit - III (second furnace for tableware glass), would be completed in last quarter of the current financial year. Moreover, in the light of projected enhanced production capacity, the management is determined and continuously exploring further market options and making concerted efforts to increase its share in local market and tap the potential opportunities in the international market. Management has also made strategic decision to introduce another brand with completely new range of tableware glass products.

Board of Directors appreciates the assistance and co-operation extended by our financial institutions as well as efforts, dedication and commitment demonstrated by all the employees and contractors of the Company as well as support & cooperation extended by our distributors, dealers, suppliers and other stakeholders of the company.

For and on behalf of Board of Directors



MIAN NAZIR AHMED PERACHA
Chief Executive Officer



MUHAMMAD TOUSIF PERACHA
Director


Lahore : April 28, 2021

جبکہ یونٹ اور II کے آپریشنز ریالتو فیصلوں کی بنا پر تعطل کا شکار ہیں جس کی وجہ سے زیر جائزہ مدت کے دوران مجموعی سطح پر خالص فروخت میں کمی واقع ہوئی۔ تاہم انتظامیہ تمام آپریشنل معاملات کے حل اور ان منصوبوں کی بحالی کے لئے پرعزم ہے۔ جگ، واٹریٹ، پلین اور پرنٹنگ ٹمبرز، فروٹ سیٹ وغیرہ جیسی مختلف ٹیبل ویئر گلاس مصنوعات کی معیاری پیداوار میں بہتری

آئی۔ جس کی وجہ سے کمپنی آپریشنز کو منظم کرنے اور یونٹ III کے لئے درکار سرمایہ میں اضافہ کے قابل ہوئی۔ کمپنی جاری منصوبوں کی توسیع پر بروقت عمل درآمد کرنے میں بھی کامیاب ہوئی اور انتظامیہ پرعزم ہے کہ یونٹ III پر توسیعی سرگرمیاں (ٹیبل ویئر گلاس کے لئے دوسری فرنیس کی تنصیب) رواں مالیاتی سال کی دوسری سہ ماہی میں مکمل ہو جائیں گی۔ مزید برآں، پیداواری صلاحیت میں ممکنہ اضافہ کی روشنی میں انتظامیہ مزید منڈیوں تک رسائی کے لئے پرعزم ہے اور مقامی منڈی میں اپنے قدم جمانے اور بین الاقوامی منڈی میں مواقع تسخیر کرنے کے لئے پرعزم ہے۔ انتظامیہ ٹیبل ویئر گلاس مصنوعات کی مکمل نئی ریچ متعارف کرنے کے لئے فیصلہ سازی کر رہی ہے۔

بورڈ آف ڈائریکٹرز مالیاتی اداروں کی معاونت کی بھرپور حوصلہ افزائی کرتے ہیں اور تمام ملازمین اور کمپنی کے کنٹریکٹرز کی کاوشوں، جذبہ اور عزم کو سراہتے ہیں۔ بورڈ کمپنی کے ڈسٹری بیوٹرز، ڈیلرز، سپلائرز اور دیگر سٹیک ہولڈرز کی مدد اور تعاون کا بھی تہہ دل سے شکر گزار ہے

منجانب/ برائے بورڈ آف ڈائریکٹرز


محمد توصیف پراچہ
ڈائریکٹر


میاں نذیر احمد پراچہ
CEO

لاہور: 28 اپریل 2021ء

ڈائریکٹر کا تجزیہ

آپ کی کمپنی کے ڈائریکٹر 31 مارچ 2021ء کو اختتام پذیر سہ ماہی و نو ماہی کے لئے آپ کی کمپنی کی متحد عبوری مالیاتی معلومات ازراہ مسرت پیش کرتے ہیں۔

کمپنی کی کارکردگی

گذشتہ برس اور زیر جائزہ مدت کے دوران اہم آپریٹنگ نتائج کا تقابلی جائزہ حسب ذیل ہے:

روپے ہزاروں میں

برائے اختتام پذیر سہ ماہی		برائے اختتام پذیر نو ماہی		
31 مارچ 2020ء	31 مارچ 2021ء	31 مارچ 2020ء	31 مارچ 2021ء	
339,462	303,622	1,265,851	953,054	خالص۔ سلیز
(52,529)	51,586	(75,203)	146,139	مجموعی نفع/(نقصان)
(69,568)	37,400	(157,221)	135,464	آپریٹنگ نفع/(نقصان)
33,711	31,566	106,107	96,145	زیر جائزہ مدت کے دوران فرسودگی
(99,330)	19,616	(242,949)	82,827	نفع/(نقصان) بمعہ ٹیکس
(103,027)	17,272	(257,735)	72,307	نفع/(نقصان) علاوہ ٹیکس
(0.40)	0.07	(0.99)	0.28	بیسک اینڈ ڈائی لیوٹڈ فی حصص آمدنی/(خسارہ)۔ روپے

زیر جائزہ مدت کے دوران کمپنی نے اچھی کارکردگی دکھائی اور خالص آمدنی کا 15.33 فی صد تسلی بخش مجموعی منافع درج کیا۔ یونٹ III (کوٹ عبدالملک) میں ٹیبل ویئر گلاس مصنوعات کے کامیاب آپریشنز سے آمدنی میں خاطر خواہ اضافہ ہوا اور نفع کا رجحان بھی بڑھ گیا اور کمپنی وقت مقررہ پر اپنے مالیاتی واجبات ادا کرنے کے قابل ہوئی۔

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT MARCH 31, 2021

	Note	Un-Audited March 31, 2021	Audited June 30, 2020
		(Rupees in 000s)	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital		<u>2,666,000</u>	<u>2,666,000</u>
Issued, subscribed and paid-up share capital		<u>2,616,000</u>	<u>2,616,000</u>
Discount on shares		<u>(514,800)</u>	<u>(514,800)</u>
		2,101,200	2,101,200
Capital reserve			
Revaluation surplus on property, plant and equipment - net of deferred tax		606,960	616,122
Revenue reserve			
Accumulated loss		<u>(5,694,897)</u>	<u>(5,776,366)</u>
		(2,986,737)	(3,059,044)
Subordinated loans - unsecured	5	<u>3,635,082</u>	<u>3,635,082</u>
Director's loan - unsecured	6	<u>313,235</u>	<u>313,235</u>
		961,580	889,273
NON-CURRENT LIABILITIES			
Long term liabilities	7	<u>193,676</u>	<u>197,838</u>
Deferred liabilities	8	<u>58,770</u>	<u>67,789</u>
		252,446	265,627
CURRENT LIABILITIES			
Trade and other payables	9	<u>624,280</u>	<u>739,409</u>
Unclaimed dividend		<u>164</u>	<u>164</u>
Markup accrued		<u>108,343</u>	<u>117,184</u>
Short term borrowings	10	<u>688,268</u>	<u>712,058</u>
Current maturity of long term loans	7	<u>27,111</u>	<u>25,920</u>
		1,448,166	1,594,735
CONTINGENCIES AND COMMITMENTS			
	11		
TOTAL EQUITY AND LIABILITIES		<u>2,662,192</u>	<u>2,749,635</u>
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	12	<u>2,001,800</u>	<u>1,907,683</u>
Long term investment	13	<u>125,631</u>	<u>125,631</u>
		2,127,431	2,033,314
CURRENT ASSETS			
Stores, spare parts and loose tools		<u>147,931</u>	<u>138,924</u>
Stock in trade		<u>184,062</u>	<u>249,439</u>
Trade debts		<u>63,362</u>	<u>106,181</u>
Loans and advances		<u>65,487</u>	<u>38,123</u>
Trade deposits, prepayments and other receivable		<u>7,515</u>	<u>7,155</u>
Taxes recoverable		<u>26,056</u>	<u>31,015</u>
Cash and bank balances		<u>40,348</u>	<u>145,484</u>
		534,761	716,321
TOTAL ASSETS		<u>2,662,192</u>	<u>2,749,635</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

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

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Nine Months Period Ended March 31,		Quarter Ended March 31,	
	2021 (Rupees in 000s)	2020	2021 (Rupees in 000s)	2020
Sales - net	953,054	1,265,851	303,622	339,462
Cost of sales	(806,915)	(1,341,054)	(252,036)	(391,991)
Gross profit / (loss)	146,139	(75,203)	51,586	(52,529)
Administrative and selling expenses	(40,793)	(83,280)	(12,759)	(17,245)
Other expenses	(6,138)	-	(1,453)	-
Other income	14 36,256	1,262	26	206
Operating profit / (loss)	135,464	(157,221)	37,400	(69,568)
Finance cost	(52,637)	(85,728)	(17,784)	(29,762)
Profit / (Loss) before taxation	82,827	(242,949)	19,616	(99,330)
Taxation - Current	(14,262)	(14,494)	(3,591)	(5,073)
- Deferred	3,742	(292)	1,247	1,376
	(10,520)	(14,786)	(2,344)	(3,697)
Profit /(Loss) after taxation	72,307	(257,735)	17,272	(103,027)
Earning /(Loss) per share - basic and diluted (Rs.)	0.28	(0.99)	0.07	(0.40)

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Nine Months Period Ended March 31,		Quarter Ended March 31,	
	2021	2020	2021	2020
	(Rupees in 000s)		(Rupees in 000s)	
Profit /(Loss) after taxation	72,307	(257,735)	17,272	(103,027)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	72,307	(257,735)	17,272	(103,027)

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Issued, subscribed and paid-up share capital	Discount on shares	Capital reserve Revaluation surplus on property, plant and equipment	Revenue reserve Accumulated Loss	Total Equity
(Rupees in 000s)					
Balance as on June 30, 2019 (audited)	2,616,000	(514,800)	629,597	(5,325,636)	(2,594,839)
Incremental depreciation arising due to revaluation surplus on property, plant and equipment (net of deferred tax)	-	-	(10,106)	10,106	-
Total comprehensive loss for the period	-	-	-	(257,735)	(257,735)
Loss after taxation for the period	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-
	-	-	(10,106)	(247,629)	(257,735)
Balance as on March 31, 2020 (Un-audited)	2,616,000	(514,800)	619,491	(5,573,265)	(2,852,574)
Balance as on June 30, 2020 (audited)	2,616,000	(514,800)	616,122	(5,776,366)	(3,059,044)
Incremental depreciation arising due to revaluation surplus on property, plant and equipment (net of deferred tax)	-	-	(9,162)	9,162	-
Total comprehensive income for the period	-	-	-	72,307	72,307
Profit after taxation for the period	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-
	-	-	(9,162)	81,469	72,307
Balance as on March 31, 2021 (Un-audited)	2,616,000	(514,800)	606,960	(5,694,897)	(2,986,737)

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Note	Nine months period ended	
		March 31, 2021	March 31, 2020
		(Rupees in 000s)	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit / (Loss) before taxation		82,827	(242,949)
Adjustments for non-cash charges and other items:			
Depreciation	12.1	96,145	106,107
Gain on disposal of operating fixed assets	14	(3,764)	(1,056)
Exchange gain/(loss) on foreign transactions		-	(206)
Winding up of liabilities - net	14	(32,362)	-
Finance cost		52,637	85,728
Operating profit/ (loss) before working capital changes		195,483	(52,376)
Working capital changes			
(Increase) / Decrease in current assets		(9,007)	6,257
Stores, spare parts and loose tools		65,377	180,567
Stock in trade		42,819	34,161
Trade debts		(27,364)	(1,862)
Loans and advances		(360)	64,175
Trade deposits, prepayments and other receivables			
Decrease in current liabilities		(51,998)	(47,984)
Trade and other payables			
		19,467	235,314
Cash generated from operations		214,950	182,938
Payments for:			
Finance cost		(61,478)	(95,942)
Taxes		(25,053)	(12,149)
Gratuity		(5,277)	(1,217)
Net cash inflow / (outflow) from operating activities	A	123,142	73,630
CASH FLOW FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(190,617)	(44,297)
Proceeds from disposal of operating fixed assets		4,119	1,160
Net cash outflow from investing activities	B	(186,498)	(43,137)
CASH FLOW FROM FINANCING ACTIVITIES			
Director's loan - net		-	10,355
Long term liabilities - net		(17,990)	(47,427)
Short term borrowings - net		(23,790)	20,018
Net cash (outflow) / inflow from financing activities	C	(41,780)	(17,054)
Net (decrease)/increase in cash and cash equivalents	A+B+C	(105,136)	13,439
Cash and cash equivalents at beginning of the period		145,484	9,733
Cash and cash equivalents at end of the period		40,348	23,172

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

1 STATUS AND NATURE OF BUSINESS

Balochistan Glass Limited (the Company) was incorporated in Pakistan as a public limited company in 1980 under the repealed Companies Act, 1913 (now the Companies Act, 2017). Its shares are listed on the Pakistan Stock Exchange. It is engaged in manufacturing and sale of glass containers, glass tableware, pharmaceutical glass bottles and plastic shells.

The registered office of the Company is situated at Plot no. 8, Block - M, Hub Industrial Trading Estate, District Lasbella, Hub, Balochistan whereas head office of the Company is situated at 12-km, Sheikhpura Road, Kot Abdul Malik, Lahore.

2 STATEMENT OF COMPLIANCE

These 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 (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issues 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.

These condensed interim financial statements are being presented and submitted to the shareholders as required by the Listing Regulations of the Pakistan Stock Exchange and section 237 of the Companies Act, 2017. These condensed interim financial statements do not include all the information required for the complete set of financial statements and should be read in conjunction with the annual audited financial statements for the year ended June 30, 2020. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

3 STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in preparation of financial statements of the company for the year ended June 30, 2020.

3.1 Change in accounting standards, interpretations and amendments to published approved accounting and reporting standards

(a) New standards, amendments and interpretation to published approved accounting and reporting standards which became effective during the period ended March 31, 2021.

There are certain amendments to published International Financial Reporting Standards and interpretations that are mandatory for the financial year beginning on July 01, 2020. These are considered not to be relevant or to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in these condensed interim financial statements.

(b) New standards and amendments to published approved accounting and reporting standards that are not yet effective

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the company's accounting periods beginning on or after July 1, 2021 and have not been early adopted by the Company. However, these will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

Significant accounting estimates and judgments made by management in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2020.

During the period, the Supreme Court of Pakistan has upheld the Gas Infrastructure Development Cess Act, 2015 to be constitutional and intravires. The Supreme Court has allowed settlement of GIDC over a period of time. The Company has followed the relevant accounting standards and Institute of Chartered Accountants of Pakistan (ICAP) guidelines in this regard.

The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Company for the year ended June 30, 2020.

	Note	Un-Audited March 31, 2021 (Rupees in thousands)	Audited June 30, 2020
5 SUBORDINATED LOANS - Unsecured			
Subordinated loans from directors and their associate		482,080	482,080
Subordinated loans	5.1	3,153,002	3,153,002
		<u>3,635,082</u>	<u>3,635,082</u>
5.1 Subordinated loans			
- Muhammad Tousif Paracha - Director			
- Long term loan	5.2	1,793,045	1,793,045
- Deferred mark-up	5.3	1,024,821	1,024,821
		2,817,866	2,817,866
- Shaffi Uddin Paracha - Director			
- Long term loan	5.2	97,399	97,399
- Mian Nazir Ahmed Paracha - Director			
- Long term loan	5.2	100,001	100,001
- Other associate			
- Long term loan	5.2	104,670	104,670
- Deferred mark-up	5.3	33,066	33,066
		137,736	137,736
	5.4	<u>3,153,002</u>	<u>3,153,002</u>
5.2	These represent the long term loans provided by the directors / director's associate which were previously classified as long term loans under the mark up arrangement. Pursuant to the arrangements between the Company and the directors and their associate, these have become interest free and payable at the discretion of the Company. Therefore, these loans are not measured at amortized cost as per requirements of applicable financial reporting standards, rather these are treated as equity in accordance with the Technical Release -32 ("Accounting Director' Loan") issued by the Institute of Chartered Accountants of Pakistan.		
5.3	These represent the amount of mark up charged, on long term loans from directors and their associate, which was classified as deferred mark up in previous years. Pursuant to the arrangement between the Company and the directors and their associate, no mark up is to be charged on the loans from July 1, 2017 and outstanding balances of mark up have become payable at the discretion of the Company.		

- 5.4** During the previous financial years, the Company obtained a running finance facility from Bank of Punjab (BOP) to meet its working capital requirements, under the condition that these loans which existed at the time of disbursement of the said facility would be fully subordinated till repayment of the loan to the bank.

	Note	Un-Audited March 31, 2021 (Rupees in thousands)	Audited June 30, 2020
6 DIRECTOR'S LOAN - Unsecured			
Long term loan from the Director	6.1	313,235	313,235
6.1 The Company has obtained loan from Mr. Muhammad Tausif Paracha (Director) to meet its capital and operational requirements. The loan is interest free and payable at the discretion of the Company, accordingly, the said loan is not measured at amortized cost as per requirements of applicable financial reporting standards, rather treated as equity in accordance with the Technical Release -32 ("Accounting Director' Loan") issued by the ICAP.			
7 LONG TERM LIABILITIES			
Long term loans - secured			
Banks and financial institutions		34,857	52,847
Less: Current portion presented under current liabilities		(27,111)	(25,920)
		7,746	26,927
GIDC payable - Gas Infrastructure Development Cess		185,930	170,911
		193,676	197,838
8 DEFERRED LIABILITIES			
Deferred taxation	8.1	53,052	56,794
Employees' retirement benefits - gratuity		5,718	10,995
		58,770	67,789
8.1 Deferred tax asset arising on deductible temporary differences has not been recognized as the future taxable profits may not be available against which the said losses will be adjusted.			
9 TRADE AND OTHER PAYABLES			
Trade creditors		252,983	247,058
Accrued expenses	9.1	115,132	132,038
Advances from customers		46,248	51,101
Employees' Provident Fund	9.2	7,240	5,922
Sales tax payable		16,349	57,377
Income taxes payable		64,358	63,009
Current portion and accrued liability for GIDC		95,708	144,616
Others		20,124	38,288
Workers' profit participation fund		4,448	-
Workers' welfare fund		1,690	-
		624,280	739,409
9.1 This includes Rs. 21.780 million (June 30, 2020: Rs. 21.780 million) against the rent payable to the Director.			
9.2 Contributions collected from the employees and contributed by the Company have not been deposited in a remunerative bank account being separately maintained for the provident fund trust. The Company is in process of obtaining approval of trust from Federal Board of Revenue and opening of a separate bank account.			

	Note	Un-Audited March 31, 2021 (Rupees in thousands)	Audited June 30, 2020
10 SHORT TERM BORROWINGS			
From Bank - Bank of Punjab (secured):			
Short term running finance	10.1	97,955	171,067
From related parties (unsecured):			
Associated company	10.2	587,712	538,390
Director	10.3	2,601	2,601
		590,313	540,991
		688,268	712,058

10.1 This represents running finance facility limit of Rs. 160.000 million (June 30, 2020: Rs. 210.000 million) with accepted condition of reduction of exposure by Rs. 5.000 million every month during the currency of limit from Bank of Punjab (BOP) availed by the company to meet the working capital requirements. The facility is secured against ranking charge of Rs. 833.334 million over present and future fixed assets, ranking charge of Rs. 334.000 million over current assets, pledge of 58.000 million shares of Gharibwal Cement Limited in the name of Directors and personal guarantee of Director and subordination of loans as stated in note 5.4.

10.2 This represents unsecured loan / short term advance facility of Rs. 600.000 million (June 30, 2020: Rs. 600.000 million) obtained from the associated company, Gharibwal Cement Limited (GCL), to meet the working capital requirements of the Company and carries mark up at 3 months KIBOR + 3.5% p.a.

At period end, markup payable to GCL amounted to Rs. 14.782 million (June 30, 2020: Rs. 19.787 million) which has been disclosed under markup accrued.

10.3 This represents interest free short term loan obtained from director of the Company to meet the working capital requirements of the Company.

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There is no material change in the status of contingencies as disclosed in the annual audited financial statements of the Company for the year ended June 30, 2020.

11.2 Commitments

Commitments in respect of letters of credit for capital expenditures and store items amounting to Rs 22.294 million (June 30, 2020: Rs. 4.792 million).

12 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	12.1	1,796,645	1,880,672
Capital work in progress	12.2	205,155	27,011
		2,001,800	1,907,683

	Note	Un-Audited March 31, 2021 (Rupees in thousands)	Audited June 30, 2020
12.1 Operating fixed assets			
Opening book value		1,880,672	1,962,827
Add: Additions / capitalization during the period / year at cost			
Electric and gas installation		-	82
Office equipment		501	-
Vehicles		3,115	1,200
Moulds		8,857	60,719
		12,473	62,001
Less: Disposals during the period / year at book value			
Vehicles		(355)	(103)
Less: Depreciation charged during the period / year		(96,145)	(144,053)
Closing book value		1,796,645	1,880,672
12.2 Capital work in progress - Movement			
Opening		27,011	27,011
Add: Additions during the period		178,144	-
Closing	12.3	205,155	27,011
12.3 Capital work in progress - Breakup			
Plant and machinery	12.3.1	186,236	27,011
Civil work	12.3.2	18,919	-
		205,155	27,011

12.3.1) This includes the procurement of Furnace Bricks along with other machinery items for the expansion project at Unit - III which is under installation process.

12.3.2) This includes the expenditures for construction related work for building of new warehouses for better inventory/stock management.

13 LONG TERM INVESTMENT

This represents investment in Paidar Hong Glass (Private) Limited (an associated company which is a joint venture between the Company and Chinese investors) and has been accounted for under the equity method of accounting.

During the previous years, some of the machinery items have reached the Associated Company's premises, however, the machinery has not been installed yet as the project is stagnant from previous years till period end because of non execution of contractual responsibility by Chinese investors with respect to establishing, running and functioning of the project. The management has assessed that impairment on this investment is not required because the estimated recoverable value of machinery is covering the carrying amount of the machinery and majority of the funds are still available in savings bank accounts of the investee company.

The management has also assessed that the expected fair value of the investment does not materially differ from the carrying amount of the investment at period-end and therefore, the Company has not accounted for its share of profit from the associated company. Further, audited financial statements of the associated company is also not available.

	Note	Un-Audited March 31, 2021	Un-Audited March 31, 2020
(Rupees in thousands)			
14 OTHER INCOME			
Gain on disposal of operating fixed assets		3,764	1,056
Profit from bank deposits		130	-
Winding up of liabilities - net		32,362	-
Exchange gain/(loss) on foreign transactions		-	206
		36,256	1,262

15 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, directors and key management personnel. Significant related party transactions made during the period are as follows:

Associated Companies

Gharibwal Cement Limited

Short term loan received - net	49,322	202,355
Purchases	2,264	-
Markup charged on short term loan	43,972	53,502
Rent charged during the period	-	3,150

Shahpur Commerce (Pvt) Limited

Purchases	5,922	-
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Directors

Loan received / (paid) - net		
Mr. Tousif Paracha	-	12,855
Mian Nazir Ahmed Paracha	-	(12,500)
Shaffi Uddin Paracha	-	2,250

16 INFORMATION ABOUT BUSINESS SEGMENTS

16.1 For management purposes, the activities of the Company are organized into business units based on their products and services and has two reportable operating segments. The glass containers segment mainly relates to production of glass containers and tableware. Plastic shells segment includes production of plastic shells. However, the plastic shells segment has not been operative since 2016, therefore, the above figures present only one reportable segment of the Company i.e. glass containers segment.

16.2 GEOGRAPHICAL INFORMATION

Local sales - net	940,013	1,251,108
Export sales	13,041	14,743
	953,054	1,265,851

17 FAIR VALUE ESTIMATION

The carrying values of all financial assets and liabilities reflected in these condensed interim financial statements are a reasonable approximation of their fair values. During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. There was no transfer amongst the levels of fair value hierarchy and any changes in valuation techniques during the period.

The management estimates regarding fair values of financial instruments are same as disclosed in annual audited financial statements of the Company for the year ended June 30, 2020.

18 IMPACT OF COVID - 19

The spread of COVID - 19 as a pandemic and consequent imposition of temporary lock down by the Federal and Provincial Governments of Pakistan caused an overall economic slowdown and disruption to various businesses. However, the management is taking all necessary steps to ensure the smooth and adequate continuation of its business by following standard operating procedures (SOPs) to maintain business performance.

Further, the management based on its assessment considered that there would be no significant impact that will adversely affect its businesses, results of operations and carrying amount of assets and liabilities as at period end.

19 GENERAL

19.1 These condensed interim financial statements are presented in Pakistani Rupees and figures have been rounded off to the nearest thousand Pakistani Rupee, unless otherwise stated.

19.2 Comparative figures have been rearranged and reclassified wherever required to facilitate better comparison while no major reclassification has been made in corresponding figures.

19.3 These condensed interim financial statements are authorized for issue on April 28, 2021 in accordance with the resolution of the Board of Directors of the Company.



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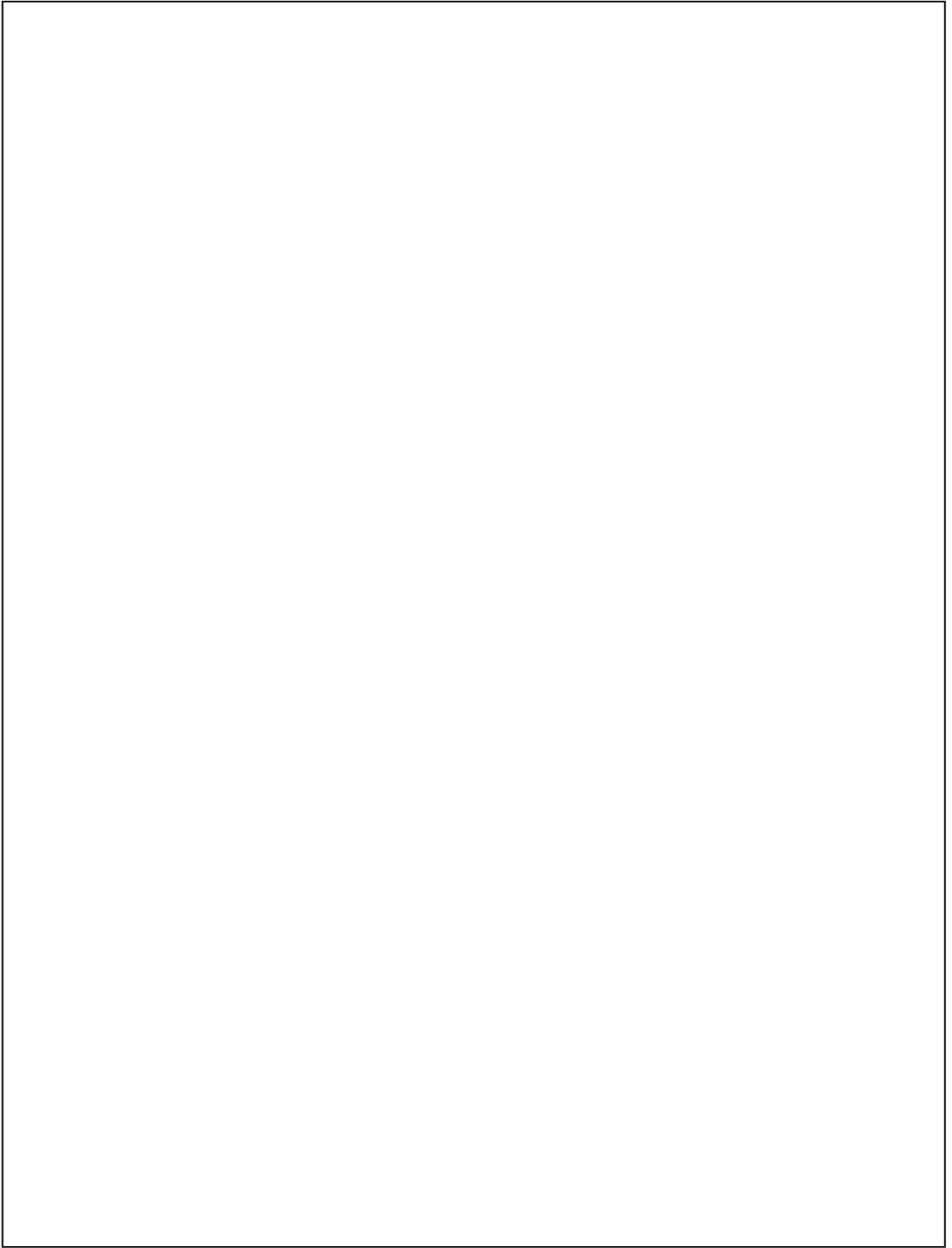
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