

3rd Quarter
March 31, 2019



Faith
Experience
Innovation
Growth

Ghani Gases Limited
Manufacturer of Industrial & Medical Gases

DIRECTORS' REPORT

Dear Shareholders

Assalam-o-Alaikum Wa RehmatUllah Wa Barakatoh

The Directors of your Company (Ghani Gases Limited) are pleased to present the unconsolidated unaudited condensed interim financial statements of the Company for the third quarter ended March 31, 2019, in compliance with the requirements of Companies Acts, 2017

OVERVIEW OF THE ECONOMY

Pakistan's growth is facing impediments amid widening of macroeconomic imbalances. Macroeconomic stability is a major concern for the near-term economic outlook. Inflation has been inching up and core inflation rose sharply as a result of depreciation and demand-side pressures.

The balance of payments is under stress due to relatively high current account deficit (CAD). Exports, after contracting for three consecutive fiscal years, grew by 12.6 percent in FY18, but relatively stronger import growth (14.7 percent) has resulted in a higher trade deficit during FY 18. Government imposed regulatory duties on a large number of imports to slowdown import growth and the exchange rate has depreciated by a cumulative around 33% percent in last fifteen months' time. The policy interest rate was raised sharply as high as 10.50% to ease demand pressures. Despite this, official international reserves have declined to around US\$14 billion. To support declining reserves, government has been tapping international markets issuing bonds and commercial and official loans.

The fiscal deficit further deteriorated during last six months posing another challenge for the policy makers. The main reasons for the fiscal slippage was a large increase in recurrent spending together with low revenue growth.

FINANCIAL PERFORMANCE

Your Company's sales during the nine months ended March 31, 2019 increased to Rs. 1,923 million against Rs. 1,663 million as compared to last period depicting dip increase of 15.63%, Alhamdulillah. Gross profit decreased to Rs. 500 million against the gross profit of Rs. 523 million as compared to last period depicting decreased from 31% to 26%. Distribution cost and administrative expenses increased in terms of percentage of sales. This period operating profit has decreased to Rs. 232 million against profit of Rs. 287 million as compared to last period. Finance cost also increase to Rs. 149 million against Rs. 89 million as compared to same period of last year. During the period under reference, profit before taxation stands at Rs. 83 million as compared to last period's figure of Rs. 198 million. Profit after tax has decreased to Rs. 62 million from Rs. 105 million.

Earnings per share decreased from Rs. 0.76 to Rs. 0.45 if compared with the last year.

A comparison of the key financial results of your Company for the nine months ended March 31, 2019 with the same period last year is as under:

Rupees in '000' except EPS

Particulars	March 2019	March 2018	Variance	%
Sales	1,923,367	1,663,000	260,367	15.66
Net sales	1,686,909	1,465,176	221,733	15.13
Gross profit	499,959	522,619	(22,660)	-4.33
-As %age of net sales	29.64%	35.67%		
Distribution cost	168,743	146,576	22,167	15.12
-As %age of net sales	10.00%	10.00%		
Administrative expenses	108,119	83,754	24,365	29.09
-As %age of net sales	6.41%	5.72%		
Operating profit	231,740	286,635	(54,895)	-19.15
-As %age of net sales	13.74%	19.56%		
Net profit	62,223	104,906	(42,683)	-40.69

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 110 TPD are under way. ASU plant has arrived at destination and under process of erection and installation. This plan is expected to be commenced trial run operation by mid of June 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 timely 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 Honourable Lahore High Court, Lahore has sanctioned the scheme of Compromises, Arrangement and Reconstruction amongst Ghani Gases Limited (GGL), Ghani Chemical Industries Limited (GCIL) and Ghani Global Glass Limited (GGGL) in C.O No. 221137 of 2018 on 06-02-2019.

In compliance with the Court Order, 25,098,200 ordinary shares of GGGL held by sponsors of GGGL have been transferred in the name of GGL. After transfer of these shares to GGL, holding percentage (%) of GGL in GGGL has increased to 50.098%. Against transfer of GGGL shares to GGL, sponsors of GGGL has been allotted 14,424,253 ordinary shares of Rupees 10 each of GGL. These shares have been allotted as per Swap ratio of 1:1.74, i.e. 1 share of Ghani Gases Limited against 1.74 shares of Ghani Global Glass Limited.

Effective from 25 March 2019, on transfer of GGGL shares held by sponsors of GGGL to GGL, GGL has become the holding company of GGGL.

Compliance of the Court Order regarding transfer of Manufacturing Undertaking of Ghani Gases Limited with and into Ghani Chemical Industries Limited is in process and thereafter name of GGL will also be changed to Ghani Global Holdings Limited.

ACKNOWLEDGEMENTS

The board of directors wishes to express their gratitude to valued shareholders, banks/financial Institutions, customers and suppliers for their continuous support, cooperation and patronage. We also wish to place on record the dedication, hard work and diligence of executives, staff and workers of the company. Needless to mention, all growth in the business of the company is not possible without will and blessings of ALMIGHTY ALLAH.

For and behalf of Board of Directors

Lahore

Dated: April 29, 2019



ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

فیصد ہوگئی ہے۔ غنی گیسز نے غنی گلوبل گلاس کے شیئرز کی منتقلی کے بدلے غنی گلوبل گلاس کے سپانسرز کو 14,424,253 عام شیئرز 10 روپے فی شیئر والے الاٹ کئے ہیں۔ یہ شیئرز 1:1.74 کے تناسب کے مطابق الاٹ کئے گئے ہیں جو کہ غنی گلوبل گلاس لمیٹیڈ کے 1.74 شیئرز کے بدلے غنی گیسز لمیٹیڈ کا ایک شیئر بنتا ہے۔

25 مارچ 2019 سے غنی گلوبل گلاس لمیٹیڈ کے سپانسرز کے شیئرز کی غنی گیسز کو ٹرانسفر کے بعد غنی گیسز لمیٹیڈ، غنی گلوبل گلاس لمیٹیڈ کی ہولڈنگ کمپنی بن گئی ہے۔

غنی گیسز لمیٹیڈ کی مینوفیکچرنگ انڈر ٹیکنگ غنی کیمیکل انڈسٹریز لمیٹیڈ میں منتقلی کے بارے میں کورٹ آرڈر کی تعمیل کا عمل جاری ہے اور اس کے بعد غنی گیسز لمیٹیڈ کا نام غنی گلوبل ہولڈنگز لمیٹیڈ میں بدل دیا جائے گا۔

اعتراف

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 قہ سے کمپنی اچھے رزلٹ دینے میں کامیاب ہوئی۔ ہم 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 اپریل 2019ء

زیر جائزہ مدت کے دوران بعد از ٹیکس منافع 105 ملین روپے سے کم ہو کر منافع 62 ملین روپے رہا۔

فی شیئر آمدنی

اگر پچھلے سال سے موازنہ کیا جائے تو فی شیئر آمدنی 0.76 روپے سے کم ہو کر 0.45 روپے ہو گئی۔

اہم مالیاتی نتائج نو ماہی اکاؤنٹس کا موازنہ مندرجہ ذیل ہے۔

Rupees in '000' except EPS

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Net profit	62,223	104,906	(42,683)	-40.69

مستقبل کے مسائل

اللہ تعالیٰ کے فضل سے ہم آنے والے سالوں کے دوران کاروبار میں مسلسل بحالی کی تلاش کر رہے ہیں تیسرا 110 ٹی ڈی پلانٹ لگانے کے لئے توسیعی منصوبہ جاری ہے۔ ASU پلانٹ منزل پر پہنچ چکا ہے اور اس کی تعمیر و تنصیب کا کام جاری ہے۔ اُمید ہے کہ یہ منصوبہ وسط جون 2019 کے دوران آزمائشی پیداوار شروع کر دے گا۔ قیمتوں میں اتار چڑھاؤ کے ساتھ ساتھ اور شرح منافع کو بہتر کرنے کے لئے آپ کی کمپنی بروقت مختلف قسم کے اقدامات کر رہی ہے جس میں جدید ٹیکنالوجی اور بہتر سرمایہ کاری انتظامات کے ذریعے مصنوعات کی لاگت میں کمی، مصنوعات کے نقصانات میں کمی کو بروئے کار لارہی ہے۔ مائع گیسز کا کاروبار، صنعتی کارگر دگی اور انسانی صحت کے ساتھ جڑا ہوا ہے۔ توانائی کی صورتحال کو بہتر کرتے ہوئے ہم صنعتی اور دوسری ترجیحات میں بڑے پیمانے پر بہتری دیکھ رہے ہیں۔

سی پیک کے جاری اور متوقع منصوبوں اور گوادریورٹ کی شروعات اور صنعتی ذون کا قیام ملک کی ترقی میں اہم سنگ میل ثابت ہوگا۔ آپ کی کمپنی پہلے ہی سی پیک سے 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

معزز لاہور ہائی کورٹ نے 6 فروری 2019 کو C.O. No. 221137/2018 میں غنی گیسز لمیٹیڈ، غنی کیمیکل انڈسٹریز لمیٹیڈ اور غنی گلوبل گلاس لمیٹیڈ کے درمیان سمجھوتے، انتظامات اور تعمیر نو کی سکیم کی منظوری دے دی ہے۔ کورٹ آرڈر کے مطابق غنی گلوبل گلاس لمیٹیڈ کے سپانسرز نے اپنے 25,098,200 شیئرز غنی گیسز لمیٹیڈ کے نام منتقل کر دیئے ہیں۔ ان شیئرز کی منتقلی کے بعد غنی گیسز لمیٹیڈ کی غنی گلوبل گلاس لمیٹیڈ میں ہولڈنگ 50.098

ڈائریکٹرز رپورٹ

پیارے شیئر ہولڈرز

اسلام علیکم ورحمۃ اللہ وبرکات

آپ کی کمپنی (غنی گیسز لمیٹڈ) کے ڈائریکٹران کمپنیز ایکٹ 2017ء کی تعمیل میں کمپنی کے تخفیف شدہ آڈٹ کے بغیر عبوری نو ماہی حسابات بابت 31 مارچ 2019ء پیش کرنے میں خوشی محسوس کرتے ہیں۔

معیشت کا جائزہ

پاکستان کی ترقی اقتصادی امتیازیات کو بڑھانے کے درمیان خامیوں کا سامنا ہے معاشی استحکام قریب کے معاشی نقطہ نظر کے لئے ایک اہم تشویش ہے۔ افراط زر بڑھ رہا ہے اور بنیادی افراط زر کی قیمتوں میں اضافے اور مطالبہ کی طرف سے دباؤ کے نتیجے میں تیزی سے اضافہ ہوا ہے، نسبتاً زیادہ موجودہ اکاؤنٹ خسارے (سی اے اے ڈی) کی وجہ سے ادائیگیوں کا توازن کشیدگی میں ہے برآمدات، تین مسلسل مالی سالوں کے لئے معاہدے کے بعد مالی سال 18 میں 12.6 فیصد اضافہ ہوا لیکن نسبتاً مضبوط درآمد کی ترقی 14.7 فیصد کے نتیجے میں مالی سال 18 کے دوران اعلیٰ تجارتی خسارے میں اضافہ ہوا ہے۔ حکومت نے ریگولیٹڈ درآمد کی ترقی میں بڑی تعداد میں درآمد پر ریگولیٹری فرائض کو عائد کیا ہے اور تبادلے کی شرح 33 فیصد ماہ کے آخر میں مجموعی طور پر جمع کی گئی ہے۔ پالیسی کیسود کی شرح تیزی سے بڑھتی ہوئی دباؤ کو کم کرنے کے لئے 10.50 کے طور پر بلند کیا گیا تھا۔ اس کے باوجود سرکاری بین الاقوامی ذخائر تقریباً 14 ارب امیریکی ڈالر سے کم ہو چکے ہیں۔ کمی کے ذخائر کی حمایت کرنے کے لئے حکومت بین الاقوامی مارکیٹوں جاری پابندیوں اور تجارتی اور سرکاری قرضوں کو ٹیب کر رہی ہے گذشتہ چھ ماہوں کے دوران مالیاتی خسارے مزید خراب ہو گئیں پالیسی سازوں کے لئے ایک اور چیلنج پیش کے مالی تنصیب کا بنیادی وجوہات کم آمدنی کی ترقی کے ساتھ جلدی خرچ میں بڑی اضافہ تھی۔

مالیاتی کارکردگی

آپ کی کمپنی کی سیل نو ماہ کے دوران 1,663 ملین روپے سے بڑھ کر 1,923 ملین روپے ہو گئی جو گزشتہ مدت کے مقابلے میں 15.63 فیصد زیادہ ہے الحمد للہ۔ خالص منافع 523 ملین روپے سے کم ہو کر 500 ملین روپے ہو گیا ہے اور اگر خالص منافع کو فیصد سے موازنہ کیا جائے تو یہ 31 فیصد سے کم ہو کر 26 فیصد ہو گیا۔ اس مدت کے دوران تقسیم کاری کی لاگت اور انتظامی اخراجات میں اضافہ ہوا۔ اس عرصے میں آپریٹنگ منافع 287 ملین روپے سے کم ہو کر 232 ملین روپے رہا جبکہ پچھلے سال اسی مدت کے دوران فنانس لاگت 89 ملین روپے بڑھ کر 149 ملین روپے ہو گئی۔ اس عرصے کے دوران اگر گزشتہ سال سے موازنہ کیا جائے تو قبل از ٹیکس منافع 198 ملین روپے سے کم ہو کر 83 ملین روپے ہو گیا۔

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2019 (UN-AUDITED)

	UN-AUDITED March 31, 2019	AUDITED June 30, 2018
Note	(Rupees '000)	
ASSETS		
Non-current assets		
Property, plant and equipment	3,125,800	3,044,313
Intangible assets	12,410	14,631
Long term investments	865,315	593,000
Long term deposits	62,182	68,257
	4,065,707	3,720,201
Current assets		
Stores, spares and loose tools	206,188	201,566
Stock in trade	102,259	94,343
Trade debts	549,245	468,959
Loans and advances	604,916	195,853
Trade deposits and prepayments	45,612	47,420
Other receivables	42	864
Tax refunds due from government	51,970	47,503
Advance income tax - net	436,363	376,706
Cash and bank balances	148,348	173,762
	2,144,943	1,606,976
TOTAL ASSETS	6,210,650	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	1,533,058	1,322,682
Capital reserve - share premium	522,137	460,198
Unappropriated profit	786,364	724,141
Loan from sponsors	262,350	231,450
	3,103,909	2,738,471
Non-current liabilities		
Long term financing	86,204	33,857
Redeemable capital - Sukuk	650,000	812,499
Long term security deposits payable	34,200	33,025
Deferred taxation	294,426	282,834
	1,064,830	1,162,215
Current liabilities		
Trade and other payables	559,521	199,937
Unclaimed dividend	853	853
Accrued profit on financing	45,689	23,957
Short term borrowings	1,171,685	955,986
Current portion of long term liabilities	256,900	242,280
Provision for taxation	7,263	3,478
	2,041,911	1,426,491
Total liabilities	3,106,741	2,588,706
TOTAL EQUITY AND LIABILITIES	6,210,650	5,327,177
CONTINGENCIES AND COMMITMENTS		
The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.		


ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)


ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)


HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

Note	NINE MONTHS ENDED		QUARTER ENDED	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	(Rupees '000)		(Rupees '000)	
Gross sales - local	1,923,367	1,663,000	623,422	621,053
Sales tax	(236,458)	(197,824)	(76,922)	(74,130)
Net sales	1,686,909	1,465,176	546,500	546,923
Cost of sales	(1,186,950)	(942,557)	(412,487)	(400,896)
Gross profit	499,959	522,619	134,013	146,027
Distribution cost	(168,743)	(146,576)	(63,622)	(38,300)
Administrative expenses	(108,119)	(83,754)	(35,708)	(23,962)
Other operating expenses	(7,308)	(18,568)	(765)	(4,156)
	(284,170)	(248,898)	(100,095)	(66,418)
	215,789	273,721	33,918	79,609
Other income	15,951	12,914	4,313	4,331
Profit from operations	231,740	286,635	38,231	83,940
Finance cost	(148,669)	(88,734)	(55,271)	(30,068)
Profit before taxation	83,071	197,901	(17,040)	53,872
Taxation	(20,848)	(92,995)	2,459	(22,974)
Profit after taxation	62,223	104,906	(14,581)	30,898
Earnings per share				
- basic and diluted (Rupees)	0.45	0.76	(0.10)	0.22

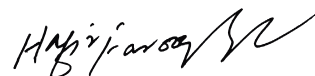
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ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

	NINE MONTHS ENDED		QUARTER ENDED	
	March 31, 2019 (Rupees '000)	March 31, 2018	March 31, 2019 (Rupees '000)	March 31, 2018
Profit before taxation	62,223	104,906	(14,581)	30,898
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>62,223</u>	<u>104,906</u>	<u>(14,581)</u>	<u>30,898</u>

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



ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED MARCH 31, 2019 (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	-	-	104,906	-	104,906
Issuance of bonus shares	74,869	(74,869)	-	-	-
Loan paid during the period	-	-	-	(287,350)	(287,350)
Balance as at March 31, 2018 (un-audited)	<u>1,322,682</u>	<u>460,198</u>	<u>671,342</u>	<u>351,150</u>	<u>2,805,372</u>
Balance as at July 01, 2018 - (audited)	1,322,682	460,198	724,141	231,450	2,738,471
Total comprehensive income	-	-	62,223	-	62,223
Issue of bonus shares	66,134	(66,134)	-	-	-
Share issued during the period	144,242	128,073	-	-	272,315
Loan received during the period	-	-	-	30,900	30,900
Balance as at March 31, 2019 (un-audited)	<u>1,533,058</u>	<u>522,137</u>	<u>786,364</u>	<u>262,350</u>	<u>3,103,909</u>

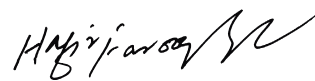
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(CHIEF EXECUTIVE OFFICER)



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HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

	Note	NINE MONTHS ENDED	
		March 31, 2019	March 31, 2018
		(Rupees '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operating activities	14	181,234	208,688
Finance cost paid		(126,937)	(82,245)
Income tax paid		(65,128)	(43,583)
		(192,065)	(125,828)
Net cash (used in) / generated from operating activities		(10,831)	82,860
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions in property, plant and equipment		(189,100)	(100,771)
Proceeds from disposal of operating fixed assets		16,200	1,624
Long term investments		-	(24,000)
Long term deposits - net		6,075	92
Net cash used in investing activities		(166,825)	(123,055)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds / (repayment) of long term financing		66,967	27,928
Repayments of redeemable capital - Sukuk		(162,499)	(162,500)
Proceeds / (repayment) of loan from sponsors		30,900	(287,350)
Proceeds / (repayment) of short term borrowings		215,699	345,061
Proceeds from long term security deposits		1,175	6,085
Net cash (used in)/generated from financing activities		152,242	(70,776)
Net (decrease) / increase in cash and cash equivalents		(25,414)	(110,971)
Cash and cash equivalents at the beginning of the period		173,762	234,156
Cash and cash equivalents at the end of the period		148,348	123,185

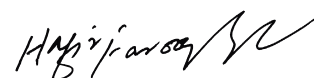
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HAFIZ FAROOQ AHMAD
(DIRECTOR)

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

1. LEGAL STATUS AND OPERATIONS

Ghani Gases Limited ("the Company") was incorporated in Pakistan as a private limited company under the repealed Companies Ordinance, 1984, now 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. 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 and industrial gases and chemicals.

2. SCHEME OF COMPROMISES, ARRANGEMENT AND RECONSTRUCTION

The Board of Directors of Ghani Gases Limited in its meeting held on June 14, 2018 approved the Scheme of Compromises, Arrangement and Reconstruction pertaining to the corporate restructuring of certain Ghani Global Group companies i.e. Ghani Gases Limited, Ghani Global Glass Limited and Ghani Chemical Industries Limited.

In terms of the Scheme, inter alia the Manufacturing Undertaking of Ghani Gases Ltd shall be demerged from the Company and shall be merged and amalgamated with and into Ghani Chemical Industries Limited on the Effective Date against issue of 100,000,000 ordinary shares of PKR 10 each of Ghani Chemical Industries Limited in favor of the Company at premium based on the valuations / calculations / swap ratio carried out by the professional consultant of the Company. Ghani Chemical Industries Limited is a subsidiary of Ghani Gases Limited with 95.33% interest. Further, the name of the Company shall be changed to Ghani Global Holdings Limited upon consummation of the merger contemplated in terms of the Scheme as may be sanctioned by the honorable Lahore High Court Lahore. Under this Scheme, there is transfer of shares of Ghani Global Glass Limited held by its Sponsors to Ghani Gases Limited and issuance of shares of Ghani Gases Limited/Ghani Global Holdings Limited.

This restructuring will allow Ghani Gases Limited to act as a holding company.

3. BASIS OF PREPARATION

3.1 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 and presented separately. The Company has following long term investments:

Name of companies	Shareholding
Subsidiaries	
Ghani Chemical Industries Limited	95.33%
Ghani Global Glass Limited	50.10%

3.2 Statement of compliance

This condensed interim financial information of the Company has been prepared in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34 'Interim Financial Reporting' as notified under the Companies Act, 2017, Islamic Financial Accounting Standards issued by Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differs with the requirements of IAS 34 or IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.3 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention and has been prepared following accrual basis of accounting except for cash flow information.

3.4 Functional and presentation currency

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

3.5 This condensed interim financial information does 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.

3.6 The significant accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information is consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2018.

3.7 Initial application of standards, amendments or an interpretation to existing standards

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates:

(a) Standards, amendments and interpretations to approved accounting standards that are effective in the current period

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on July 01, 2018 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements, except for the following:

- IFRIC 22, 'Foreign currency transactions and advance consideration' (effective for periods beginning on or after January 1, 2018). This IFRIC addresses foreign currency transactions or part of transactions where there is consideration that is denominated or priced in a foreign currency. The interpretation provides guidance for when a single payment/receipt is made as well as for situations where multiple payments/receipts are made. The guidance aims to reduce diversity in practice. The Company's current accounting treatment is already in line with the requirements of this interpretation.
- IFRS 9 'Financial instruments' - This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit loss model that replaces the current incurred loss impairment model.
- IFRS 15, 'Revenue from contracts with customers': (effective for periods beginning on or after January 1, 2018). This standard has been notified by the SECP to be effective for annual periods beginning on or after July 1, 2018. This standard deals with revenue recognition and establishes principles for reporting useful information to users of the financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognized when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the goods or services. The standard replaces IAS 18, 'Revenue', and IAS 11, 'Construction contracts', and related interpretations. The Company has early adopted this standard for its annual period beginning July 01, 2018. The Company has applied IFRS 15 using the modified retrospective approach for transition. This approach requires entities to recognize the cumulative effect of initially applying IFRS 15 as an adjustment to the opening balance of un-appropriated profit in the period of initial application. Comparative prior year periods would not be adjusted. The application of IFRS 15 does not have any impact on the revenue recognition policy of the Company and therefore, the cumulative effect of initially applying this standard as an adjustment to the opening balance of un-appropriated profit in the period of initial application is nil.

The changes laid down by these standards do not have any significant impact on these financial statements of the Company.

(b)

Standards, interpretations and amendments to published approved accounting standards that are effective but not relevant

The other new standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2018 are considered not to be relevant for the Company's financial statements and hence have not been detailed here.

(c)

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

The followings are new standard, amendment to existing approved accounting standards and new interpretations that will be effective for the periods beginning on or after July 1, 2019 that may have an impact on the financial statements of the Company.

- IFRS 9, 'Financial instruments': (effective for periods beginning on or after January 1, 2018). This standard had been notified by the SECP to be effective for annual periods beginning on or after July 1, 2018. This standard replaces the guidance in IAS 39, 'Financial instruments: Recognition and measurement'. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the current incurred loss impairment model. The Company is yet to assess the full impact of the standard. Subsequent to reporting date; the SECP vide SRO 229(I)/2019 dated February 14, 2019 has extended effective date for implementation of IFRS on or after June 30, 2019.
- Amendment to IFRS 9, 'Financial Instruments', on prepayment features with negative compensation': (effective for periods beginning on or after January 1, 2019). This amendment confirms that when a financial liability measured at amortized cost is modified without this resulting in de-recognition, a gain or loss should be recognized immediately in profit or loss. The gain or loss is calculated as the difference between the original contractual cash flows and the modified cash flows discounted at the original effective interest rate. This means that the difference cannot be spread over the remaining life of the instrument which may be a change in practice from IAS 39. Subsequent to reporting date; the SECP vide SRO 229(I)/2019 dated February 14, 2019 has extended effective date for implementation of IFRS on or after June 30, 2019.
- IFRS 16, 'Leases': (effective for periods beginning on or after January 1, 2019). This standard has been notified by the SECP to be effective for annual periods beginning on or after January 1, 2019. This standard replaces the current guidance in IAS 17, 'Leases' and is a far reaching change in accounting by lessees in particular. Under IAS 17, lessees were required to make a distinction between a finance lease (on balance sheet) and an operating lease (off balance sheet). IFRS 16 now requires lessees to recognize a lease liability reflecting future lease payments and a 'right-of-use asset' for virtually all lease contracts. The IASB has included an optional exemption for certain short-term leases and leases of low-value assets; however, this exemption can only be applied by lessees. For lessors, the accounting stays almost the same. However, as the IASB has updated the guidance on the definition of a lease (as well as the guidance on the combination and separation of contracts), lessors will also be affected by the new standard. At the very least, the new accounting model for lessees is expected to impact negotiations between lessors and lessees. The Company is yet to assess the full impact of this standard.

- IFRIC 23, 'Uncertainty over income tax treatments': (effective for periods beginning on or after January 1, 2019). This IFRIC clarifies how the recognition and measurement requirements of IAS 12 'Income taxes', are applied where there is uncertainty over income tax treatments. The IFRIC explains how to recognize and measure deferred and current income tax assets and liabilities where there is uncertainty over a tax treatment. An uncertain tax treatment is any tax treatment applied by an entity where there is uncertainty over whether that treatment will be accepted by the tax authority. The IFRIC applies to all aspects of income tax accounting where there is an uncertainty regarding the treatment of an item, including taxable profit or loss, the tax bases of assets and liabilities, tax losses and credits and tax rates. The Company is yet to assess the full impact of this interpretation.

The management is in the process of assessing the impact of changes laid down by these standards on its financial statements.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements are 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. Actual results may differ from these estimates.

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

	Note	Un-audited March 31, 2019 (Rupees '000)	Audited June 30, 2018
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - tangible	5.1	3,119,404	3,039,513
Capital work in progress		6,396	4,800
		3,125,800	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	187,504	314,792
Book value of disposals during the period / year	5.1.2	(14,376)	(8,099)
		3,212,641	3,145,655
Depreciation charged during the period / year		(93,237)	(106,142)
Closing balance		3,119,404	3,039,513
5.1.1 Additions and transfer during the period / year			
Land-Freehold		3,388	10,640
Building on freehold land		818	58,936
Plant and machinery		138,231	224,403
Furniture and fixtures		758	761
Office equipment		310	419
Computers		200	811
Vehicles		43,799	18,822
		187,504	314,792
5.1.2 Book value of disposals during the period / year			
Land		14,028	-
Plant and machinery		-	368
Vehicles		348	7,731
		14,376	8,099

6	LONG TERM INVESTMENTS	Note	Un-audited	Audited
			March 31, 2019	June 30, 2018
			(Rupees '000)	
	Investment in subsidiary			
	Ghani Global Glass Ltd	6.1	722,315	450,000
	Ghani Chemical Industries Ltd		143,000	143,000
			865,315	593,000

6.1 This includes transfer of 25,098,200 shares of Ghani Global Glass Ltd owned by sponsoring directors to Ghani Gases Ltd in compliance with the Scheme of Compromises, Arrangement and Reconstruction sanctioned by the Honorable Lahore High Court, Lahore.

7 LOANS AND ADVANCES

This includes an amount of Rs 424.4 Million for Letter of credit in transit for Ghani Gases Ltd U-111

8 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un-audited	Audited		Un-audited	Audited
March 31, 2019	June 30, 2018		March 31, 2019	June 30, 2018
(No. of Shares)			(Rupees '000)	
122,956,711	122,956,711	Ordinary shares of Rupees 10 each fully paid in cash	1,229,567	1,229,567
14,437,253	13,000	Ordinary shares of Rupees 10 each issued for consideration other than cash	144,372	130
15,911,860	9,298,452	Ordinary shares of Rupees 10 each issued as fully paid bonus shares	159,119	92,985
153,305,824	132,268,163		1,533,058	1,322,682

9 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
(162,499)	(216,667)
866,667	1,029,166
216,667	216,667
650,000	812,499

10 TRADE AND OTHER PAYABLES

This includes an amount of Rs. 370.01 Million payable for Letter of credit in transit for Ghani Gases Ltd U-111

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

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

11.2 Commitments

11.2.1 Commitments in respect of letter of credit amounted to Rupees 31.75 million (June 2018: Rupees 403.92 million).

11.2.2 Commitments for construction of building as at balance sheet date amounted to Rupees 20 million (June 2018: Rupees 30 million).

11.2.3 Bank guarantee amounting to Rupees 45.06 million (June 2018: Rupees 38.65 million) provided to various customers/institutions against supplies of products.

	UN-AUDITED NINE MONTHS ENDED		UN-AUDITED QUARTER ENDED	
	March 31, 2019 (Rupees '000)	March 31, 2018	March 31, 2019 (Rupees '000)	March 31, 2018
12 COST OF SALES				
Fuel and power	510,017	522,366	170,787	177,740
Consumable spare	35,276	29,060	16,397	13,289
Salaries wages and other benefits	60,216	50,121	20,701	17,302
Communication	591	526	205	181
Repair and maintenance	20,313	26,613	3,779	9,174
Travelling, vehicle running and maintenance	5,471	6,766	1,449	4,127
Insurance	4,813	5,939	1,605	2,873
Depreciation	77,053	68,899	24,502	21,082
Staff welfare	7,121	6,323	2,939	2,273
Transportation	14,947	7,481	8,219	2,941
Other overheads	51,267	32,464	21,620	7,132
	787,085	756,558	272,203	258,114
Finished goods				
Opening stock	94,343	37,740	59,476	50,935
Purchases	407,781	201,063	183,067	144,651
Closing stock	(102,259)	(52,804)	(102,259)	(52,804)
	399,865	185,999	140,284	142,782
	1,186,950	942,557	412,487	400,896

13 EARNINGS PER SHARE - BASIC AND DILUTED					
Profit attributable to ordinary shareholders	Rupees (000)	62,223	104,906	(14,581)	30,898
Weighted average number of ordinary shares outstanding	Number (000)	139,197	138,882	139,843	138,882
Earnings per share - basic and diluted	(Rupees)	0.45	(Restated) 0.76	(0.10)	(Restated) 0.22

	UN-AUDITED NINE MONTHS ENDED	
	March 31, 2019 (Rupees '000)	March 31, 2018
14 CASH GENERATED FROM OPERATIONS		
Profit before taxation	83,071	197,901
Adjustments for:		
Depreciation	93,237	79,144
Amortization of intangibles	2,221	-
Finance cost	148,669	88,734
Gain on disposal of property, plant and equipment	(1,824)	(398)
Operating cash flows before working capital changes	325,374	365,381
Effect on cash flows due to working capital changes <i>(Increase) / decrease in current assets:</i>		
Stores and spares	(4,622)	(46,416)
Stock in trade	(7,916)	(15,064)
Trade debts	(80,286)	53,314
Loans and advances	(409,063)	(160,964)
Trade deposits and prepayments	1,808	(3,497)
Tax refunds due from government	(4,467)	(8,501)
Other receivables	822	(10)
<i>Increase / (decrease) in current liabilities:</i>		
Trade and other payables	359,584	24,445
	181,234	208,688

15 SEGMENT INFORMATION

Segment results are as follows:

	NINE MONTHS ENDED (UN-AUDITED)					
	March 31, 2019			March 31, 2018		
	Industrial and Medical Gases	Other Segments	Total	Industrial and Medical Gases	Other Segments	Total
	(Rupees '000)			(Rupees '000)		
Net sales	1,303,360	383,549	1,686,909	1,332,017	133,159	1,465,176
Cost of sales	(832,193)	(354,757)	(1,186,950)	(839,364)	(103,193)	(942,557)
Gross profit	471,167	28,792	499,959	492,653	29,966	522,619
Distributions cost	(162,350)	(6,393)	(168,743)	(142,911)	(3,665)	(146,576)
Administrative Expenses	(102,713)	(5,406)	(108,119)	(79,566)	(4,188)	(83,754)
	(265,063)	(11,799)	(276,862)	(222,478)	(7,852)	(230,330)
Segment Profit	206,104	16,993	223,097	270,175	22,114	292,289
Unallocated corporate expenses						
Other operating expenses			(7,308)			(18,568)
Other income			15,951			12,914
			231,740			286,635
Finance cost			(148,669)			(88,734)
Profit before taxation			83,071			197,901
Taxation			(20,848)			(92,995)
Profit after taxation			62,223			104,906

15.1 Net sales represents revenue from external customers. There were no inter segment transfers during the period.

15.2 There is no single external customer of the Company whose revenue amounts to 10% or more of the Company's total revenue during the nine months period ended March 31, 2019.

15.3 Unallocated assets include other receivables and advance income tax whereas unallocated liabilities include provision for taxation. The segment assets and liabilities as at reporting date are as follows:

	March 31, 2019 (Un-audited)			June 30, 2018 (Audited)		
	Industrial and Medical Gases	Other segments	Total	Industrial and Medical Gases	Other segments	Total
	(Rupees '000)			(Rupees '000)		
Segment assets	5,644,915	129,330	5,774,245	5,016,672	135,879	5,152,551
Unallocated assets			436,405			174,626
Total assets			6,210,650			5,327,177
Segment liabilities	3,099,478	-	3,099,478	2,544,393	40,835	2,585,228
Unallocated liabilities			7,263			3,478
Total liabilities			3,106,741			2,588,706

15.4 All the non-current assets of the Company at reporting date are located in Pakistan.

16 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

16.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.

There have been no significant changes in the risk management policies since the year end.

The condensed interim financial statements does not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the year ended June 30, 2018.

16.2 Fair value measurement of financial instruments

The carrying values of all financial assets and liabilities reflected in the condensed interim financial statements are a reasonable approximation of their fair values

The table below analyzes financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1]
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

Judgments and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

March 31, 2019			
Level 1	Level 2	Level 3	Total
(Rupees)			
Recurring fair value measurements			
Financial assets			
Financial assets at fair value through profit and loss account			
Nil	Nil	Nil	Nil
June 30, 2018			
Level 1	Level 2	Level 3	Total
(Rupees)			
Recurring fair value measurements			
Financial assets			
Financial assets at fair value through profit and loss account			
Nil	Nil	Nil	Nil

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. Furthermore, there were no reclassifications of financial assets.

17 TRANSACTIONS WITH RELATED PARTIES

Name of related party	Nature of Transaction	UN-AUDITED NINE MONTHS ENDED	
		March 31, 2019	March 31, 2018
		(Rupees '000)	
Associated Company	Supplies	10,022	15,952
	Guarantee charges	1,950	1,950
	Services	9,000	9,000
Subsidiary Company	Investment	250,982	24,000
Staff Provident Fund	Contribution	17,303	15,027
Sponsors	Loan received / (repaid)	30,900	(287,350)
	Issuance of shares	144,242	

18 DATE OF AUTHORIZATION

This financial information has been authorized for issue by the Board of Directors of the Company on April 29, 2019.

19 CORRESPONDING FIGURES

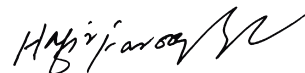
The condensed interim unconsolidated balance sheet has been compared with preceding balance sheet as at June 30, 2018, whereas the condensed interim unconsolidated profit and loss account, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated cash flow statement and condensed interim unconsolidated statement of changes in equity 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 consolidated unaudited condensed interim financial statements of the Company for the third quarter ended March 31, 2019, in compliance with the requirements of Companies Acts, 2017.

The Honourable Lahore High Court, Lahore has sanctioned the scheme of Compromises, Arrangement and Reconstruction amongst Ghani Gases Limited (GGL), Ghani Chemical Industries Limited (GCIL) and Ghani Global Glass Limited (GGGL) in C.O No. 221137 of 2018 on 06-02-2019. In compliance with the Court Order on transfer of 25,049,200 ordinary shares of GGGL shares held by sponsors of GGGL to GGL, GGL has become the holding company of GGGL. Compliance of the Court Order regarding transfer of Manufacturing Undertaking of Ghani Gases Limited (holding company) with and into Ghani Chemical Industries Limited (subsidiary) is in process and thereafter name of holding company (GGL) will also be changed to Ghani Global Holdings Limited.

Consolidated financial statements have been prepared by consolidating the financial performance, assets and liabilities of Ghani Gases Limited (holding company) and its subsidiaries i. Ghani Chemical Industries Limited. Ghani Global Glass Limited. The subsidiary named Ghani Chemical Industries Limited has not so far commenced any operational activities.

Consolidated sales for the nine months ended March 31, 2019 are Rs.2,506 whereas unconsolidated sales are Rs.1,923 million. Consolidated gross profit also increased to Rs.535 million against unconsolidated figure of Rs. 500 million. Consolidated profit from operations decreased to Rs.185 million against unconsolidated figure of Rs.232 million. Holding company earned consolidated loss of Rs.7 million against unconsolidated profit of Rs. 62 million. Accordingly unconsolidated earnings per share (EPS) Rs.0.45 has been converted into loss of Rs.0.05 per share in consolidated accounts.

The board of directors wishes to express their gratitude to valued shareholders, banks/financial Institutions, customers and suppliers for their continuous support, cooperation and patronage. We also wish to place on record the dedication, hard work and diligence of executives, staff and workers of the company. Needless to mention, all growth in the business of the company is not possible without will and blessings of ALMIGHTY ALLAH.

For and behalf of Board of Directors



ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

Lahore

Dated: April 29, 2019

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2019 (UN-AUDITED)

	UN-AUDITED March 31, 2019	AUDITED June 30, 2018
Note	(Rupees '000)	
ASSETS		
Non-current assets		
Property, plant and equipment	4,825,020	3,207,069
Intangible assets - goodwill	253,537	14,631
Long term investments	-	406,126
Long term deposits	67,515	68,257
	5,146,072	3,696,083
Current assets		
Stores, spares and loose tools	277,596	201,566
Stock in trade	387,969	94,343
Trade debts	724,136	468,959
Loans and advances	631,234	203,100
Trade deposits and prepayments	74,159	47,420
Other receivables	56	55
Tax refunds due from government	159,223	47,802
Advance income tax - net	520,071	378,637
Cash and bank balances	208,159	177,733
	2,982,603	1,619,615
TOTAL ASSETS	8,128,675	5,315,698
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	1,533,058	1,322,682
Capital reserve - share premium	522,137	460,198
Unappropriated profit	372,810	677,924
Loan from sponsors	1,021,551	259,050
Attributable to the equity holders of the holding company	3,449,556	2,719,854
Non - Controlling Interests	504,631	6,979
Total equity	3,954,187	2,726,833
Non-current liabilities		
Long term financing	372,610	33,857
Redeemable capital - Sukuk	650,000	812,499
Long term security deposits payable	34,487	33,025
Deferred taxation	294,426	282,834
	1,351,523	1,162,215
Current liabilities		
Trade and other payables	609,852	200,096
Unclaimed dividend	853	853
Accrued profit on financing	66,171	23,957
Short term borrowings	1,623,620	955,986
Current portion of long term liabilities	515,206	242,280
Provision for taxation	7,263	3,478
	2,822,965	1,426,650
Total liabilities	4,174,488	2,588,865
TOTAL EQUITY AND LIABILITIES	8,128,675	5,315,698
CONTINGENCIES AND COMMITMENTS		

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


ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)


ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)


HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

Note	NINE MONTHS ENDED		QUARTER ENDED	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
	(Rupees '000)		(Rupees '000)	
Gross sales - local	2,505,532	1,663,000	859,670	621,053
Sales tax	(324,539)	(197,824)	(112,180)	(74,130)
Net sales	2,180,993	1,465,176	747,490	546,923
Cost of sales	(1,646,486)	(942,557)	(610,318)	(400,896)
Gross profit	534,507	522,619	137,172	146,027
Distribution cost	(196,281)	(146,576)	(71,719)	(38,300)
Administrative expenses	(161,400)	(83,970)	(56,138)	(24,071)
Other operating expenses	(9,082)	(18,615)	(992)	(4,173)
	(366,763)	(249,161)	(128,849)	(66,544)
	167,744	273,458	8,323	79,483
Other income	17,641	13,023	4,813	4,399
Profit from operations	185,385	286,481	13,136	83,882
Finance cost	(215,367)	(88,737)	(81,060)	(30,068)
Share of profit / (loss)	(26,752)	(19,895)	(11,228)	(11,877)
Remeasurement of investment	70,626	-	70,626	-
Profit before taxation	13,892	177,849	(8,526)	41,937
Taxation	(20,848)	(92,995)	2,459	(22,974)
Profit after taxation	(6,956)	84,854	(6,067)	18,963
Attributable to:				
Owners of the Holding Company	(5,590)	84,861	(4,704)	18,965
Non - Controlling Interests	(1,366)	(7)	(1,363)	(2)
	(6,956)	84,854	(6,067)	18,963
Earnings per share				
- basic and diluted (Rupees)	(0.05)	0.61	(0.04)	0.14

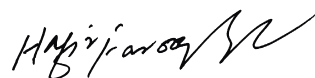
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ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

	NINE MONTHS ENDED		QUARTER ENDED	
	March 31, 2019 (Rupees '000)	March 31, 2018	March 31, 2019 (Rupees '000)	March 31, 2018
Profit before taxation	(6,956)	84,854	(6,067)	18,963
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	(6,956)	84,854	(6,067)	18,963
Attributable to:				
Owners of the Holding Company	(5,590)	84,861	(4,704)	18,965
Non - Controlling Interests	(1,366)	(7)	(1,363)	(2)
	(6,956)	84,854	(6,067)	18,963

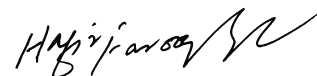
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(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED MARCH 31, 2019 (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	-	-	-	-	-	(7)	(7)
	-	-	-	-	-	(7)	(7)
Total comprehensive income	-	-	84,861	-	84,861	-	84,861
Issue of Bonus shares during the period	74,869	(74,869)	-	-	-	-	-
Loan paid during the period	-	-	-	(288,550)	(288,550)	-	(288,550)
Balance as at March 31, 2018 (un-audited)	<u>1,322,682</u>	<u>460,198</u>	<u>637,022</u>	<u>351,150</u>	<u>2,771,052</u>	<u>6,992</u>	<u>2,778,044</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	-	-	-	-	-	499,018	499,018
Loss attributable to non-controlling interest for the period	-	-	-	-	-	(1,366)	(1,366)
	-	-	-	-	-	497,652	497,652
Ghani Global Glass Ltd as at July 01, 2018 (audited)	-	-	(299,524)	734,361	434,837	-	434,837
Total comprehensive income attributable to holding company	-	-	(5,590)	-	(5,590)	-	(5,590)
Issue of Bonus shares during the period	66,134	(66,134)	-	-	-	-	-
Share issued during the period	144,242	128,073	-	-	272,315	-	272,315
Loan received during the period	-	-	-	28,140	28,140	-	28,140
Balance as at March 31, 2019 (un-audited)	<u>1,533,058</u>	<u>522,137</u>	<u>372,810</u>	<u>1,021,551</u>	<u>3,449,556</u>	<u>504,631</u>	<u>3,954,187</u>

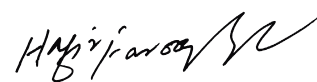
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HAFIZ FAROOQ AHMAD
(DIRECTOR)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

		NINE MONTHS ENDED	
		March 31, 2019	March 31, 2018
		(Rupees '000)	
Note			
CASH FLOWS FROM OPERATING ACTIVITIES			
	Cash generated from operating activities	203,859	205,017
	Finance cost paid	(186,493)	(82,248)
	Income tax paid	(79,128)	(43,611)
		(265,621)	(125,859)
	Net cash (used in) / generated from operating activities	(61,762)	79,158
CASH FLOWS FROM INVESTING ACTIVITIES			
	Additions in property, plant and equipment	(231,218)	(147,486)
	Proceeds from disposal of operating fixed assets	16,490	1,624
	Long term deposits - net	8,540	92
	Net cash used in investing activities	(206,189)	(145,770)
CASH FLOWS FROM FINANCING ACTIVITIES			
	Proceeds / (repayment) of long term financing	235,438	27,928
	Repayments of redeemable capital - Sukuk	(162,499)	(162,500)
	Proceeds / (repayment) of loan from sponsors	28,140	(288,550)
	Proceeds / (repayment) of short term borrowings	123,556	345,061
	Proceeds from long term security deposits	1,062	6,085
	Net cash (used in) / generated from financing activities	225,697	(71,976)
	Net (decrease) / increase in cash and cash equivalents	(42,254)	(138,588)
	Cash and cash equivalents at the beginning of the period	250,413	262,303
	Cash and cash equivalents at the end of the period	208,159	123,715

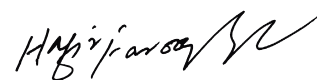
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HAFIZ FAROOQ AHMAD
(DIRECTOR)

SELECTED NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION FOR THE NINE MONTHS ENDED MARCH 31, 2019 (UN-AUDITED)

1. THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding Company - Ghani Gases Limited

Subsidiary Companies -

Ghani Chemicals Industries Limited

Ghani Global Glass Limited

GHANI GASES LIMITED

The Company was incorporated in Pakistan as a private limited company under repealed 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.

GHANI GLOBAL GLASS LIMITED

Ghani Global Glass Limited was incorporated in Pakistan under the repealed Companies Ordinance, 1984 now Companies Act, 2017 as a private limited company on October 04, 2007 as Ghani Tableware (Private) Limited. Its status was changed to public unlisted company, consequently its name was changed to Ghani Tableware Limited as on July 24, 2008. Name of the Company was further changed to Ghani Global Glass Limited on January 14, 2009. The Company became listed on Pakistan Stock Exchange on December 12, 2014 upon merger of Libas Textiles Limited with and into the Company. The Company's registered office is situated at 10-N, Model Town Extension, Lahore. The Company is principally engaged in manufacturing and sale of glass tubes, glass-ware, vials and ampules.

2. SCHEME OF COMPROMISES, ARRANGEMENT AND RECONSTRUCTION

- 2.1** The Board of Directors of Ghani Gases Limited in its meeting held on June 14, 2018 approved the Scheme of Compromises, Arrangement and Reconstruction pertaining to the corporate restructuring of certain Ghani Global Group companies i.e. Ghani Gases Limited, Ghani Global Glass Limited and Ghani Chemical Industries Limited.

In terms of the Scheme, inter alia the Manufacturing Undertaking of Ghani Gases Ltd shall be demerged from the Company and shall be merged and amalgamated with and into Ghani Chemical Industries Limited on the Effective Date against issue of 100,000,000 ordinary shares of PKR 10 each of Ghani Chemical Industries Limited in favor of the Holding Company at premium based on the valuations / calculations / swap ratio carried out by the professional consultant of the Holding Company. Ghani Chemical Industries Limited is a subsidiary of Ghani Gases Limited with 95.33% interest. Further, the name of the Holding Company shall be changed to Ghani Global Holdings Limited upon consummation of the merger contemplated in terms of the Scheme as may be sanctioned by the honorable Lahore High Court Lahore. Under this Scheme, there is transfer of shares of Ghani Global Glass Limited held by its Sponsors to Ghani Gases Limited and issuance of shares of Ghani Gases Limited/Ghani Global Holdings Limited.

This restructuring will allow Ghani Gases Limited to act as a holding company.

3. BASIS OF PREPARATION

3.1 Statement of compliance

This condensed interim consolidated financial information of the Group has been prepared in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34 'Interim Financial Reporting' as notified under the Companies Act, 2017, Islamic Financial Accounting Standards issued by Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differs with the requirements of IAS 34 or IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.2 Basis of measurement

This condensed interim consolidated financial information has been prepared under the historical cost convention and has been prepared following accrual basis of accounting except for cash flow information.

3.3 Functional and presentation currency

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

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

3.5 The significant accounting policies and the methods of computation adopted in the preparation of this condensed interim consolidated financial information is consistent with those applied in the preparation of audited annual consolidated financial statements for the year ended June 30, 2018.

3.6 Initial application of standards, amendments or an interpretation to existing standards

The following amendments to existing standards have been published that are applicable to the Group's financial statements covering annual periods, beginning on or after the following dates:

(a) Standards, amendments and interpretations to approved accounting standards that are effective in the current period

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on July 01, 2018 but are considered not to be relevant or to have any significant effect on the Group's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim consolidated financial statements, except for the following:

- IFRIC 22, 'Foreign currency transactions and advance consideration' (effective for periods beginning on or after January 1, 2018). This IFRIC addresses foreign currency transactions or parts of transactions where there is consideration that is denominated or priced in a foreign currency. The interpretation provides guidance for when a single payment/receipt is made as well as for situations where multiple payments/receipts are made. The guidance aims to reduce diversity in practice. The Group's current accounting treatment is already in line with the requirements of this interpretation.
- IFRS 9 'Financial instruments' - This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit loss model that replaces the current incurred loss impairment model.

- IFRS 15, 'Revenue from contracts with customers': (effective for periods beginning on or after January 1, 2018). This standard has been notified by the SECP to be effective for annual periods beginning on or after July 1, 2018. This standard deals with revenue recognition and establishes principles for reporting useful information to users of the financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognized when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The standard replaces IAS 18, 'Revenue', and IAS 11, 'Construction contracts', and related interpretations. The Group has early adopted this standard for its annual period beginning July 01, 2018. The Group has applied IFRS 15 using the modified retrospective approach for transition. This approach requires entities to recognize the cumulative effect of initially applying IFRS 15 as an adjustment to the opening balance of un-appropriated profit in the period of initial application. Comparative prior year periods would not be adjusted. The application of IFRS 15 does not have any impact on the revenue recognition policy of the Group and therefore, the cumulative effect of initially applying this standard as an adjustment to the opening balance of un-appropriated profit in the period of initial application is nil.

The changes laid down by these standards do not have any significant impact on these consolidated financial statements of the Group.

(b) Standards, interpretations and amendments to published approved accounting standards that are effective but not relevant

The other new standards, amendments and interpretations that are mandatory for accounting periods beginning on or after January 1, 2018 are considered not to be relevant for the Group's financial statements and hence have not been detailed here.

(c) Standards, interpretations and amendments to published approved accounting standards that are not yet effective but relevant

The following is the new standard, amendment to existing approved accounting standards and new interpretations that will be effective for the periods beginning on or after July 1, 2019 that may have an impact on the interim consolidated financial statements of the Group.

- IFRS 9, 'Financial instruments': (effective for periods beginning on or after January 1, 2018). This standard has been notified by the SECP to be effective for annual periods beginning on or after July 1, 2018. This standard replaces the guidance in IAS 39, 'Financial instruments: Recognition and measurement'. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the current incurred loss impairment model. Group is yet to assess the full impact of the standard. SECP vide SRO 229(I)/2019 dated February 14, 2019 has extended effective date for implementation of IFRS on or after June 30, 2019.
- IFRS 16, 'Leases': (effective for periods beginning on or after January 1, 2019). This standard has been notified by the SECP to be effective for annual periods beginning on or after January 1, 2019. This standard replaces the current guidance in IAS 17, 'Leases' and is a far reaching change in accounting by lessees in particular. Under IAS 17, lessees were required to make a distinction between a finance lease (on balance sheet) and an operating lease (off balance sheet). IFRS 16 now requires lessees to recognize a lease liability reflecting future lease payments and a 'right-of-use asset' for virtually all lease contracts. The IASB has included an optional exemption for certain short-term leases and leases of low-value assets; however, this exemption can only be applied by lessees. For lessors, the accounting stays almost the same. However, as the IASB has updated the guidance on the definition of a lease (as well as the guidance on the combination and separation of contracts), lessors will also be affected by the new standard. At the very least, the new accounting model for lessees is expected to impact negotiations between lessors and lessees. The Group is yet to assess the full impact of this standard.

- IFRIC 23, 'Uncertainty over income tax treatments': (effective for periods beginning on or after January 1, 2019). This IFRIC clarifies how the recognition and measurement requirements of IAS 12 'Income taxes', are applied where there is uncertainty over income tax treatments. The IFRIC explains how to recognize and measure deferred and current income tax assets and liabilities where there is uncertainty over a tax treatment. An uncertain tax treatment is any tax treatment applied by an entity where there is uncertainty over whether that treatment will be accepted by the tax authority. The IFRIC applies to all aspects of income tax accounting where there is an uncertainty regarding the treatment of an item, including taxable profit or loss, the tax bases of assets and liabilities, tax losses and credits and tax rates. The Group is yet to assess the full impact of this interpretation.

The management is in the process of assessing the impact of changes laid down by these standards on its consolidated financial statements.

4. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim consolidated financial statements are 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 Group'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. Actual results may differ from these estimates.

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

		Un-audited March 31, 2019	Audited June 30, 2018
	Note	(Rupees '000)	
5	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets - tangible	4,729,934	3,173,893
	Capital work in progress	95,086	33,176
		4,825,020	3,207,069
5.1	OPERATING FIXED ASSETS - TANGIBLE		
	Opening balance	4,685,524	2,957,732
	Additions and transfer during the period / year	199,737	330,402
	Book value of disposals during the period / year	(14,492)	(8,099)
		4,870,769	3,280,035
	Depreciation charged during the period / year	(140,834)	(106,142)
	Closing balance	4,729,934	3,173,893
5.1.1	Additions and transfer during the period / year		
	Land-Freehold	3,388	26,250
	Building on freehold land	1,122	58,936
	Plant and machinery	148,107	224,403
	Furniture and fixtures	2,619	761
	Office equipment	395	419
	Computers	237	811
	Vehicles	43,869	18,822
		199,737	330,402

		Un-audited March 31, 2019	Audited June 30, 2018
		(Rupees '000)	
5.1.2	Book value of disposals during the period / year		
	Land	14,028	
	Plant and machinery	-	368
	Vehicles	464	7,731
		14,492	8,099
6	LONG TERM INVESTMENTS		
	Opening Carrying value	406,126	436,859
	Share of profit / (loss)	(26,752)	(30,733)
	Remeasurement of investment	70,626	
	Adjusted against Holding Company`s investment	(450,000)	
	Closing balance	-	406,126
7	ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL		
		Un-audited March 31, 2019	Audited June 30, 2018
		(No. of Shares)	
		122,956,711	122,956,711
	Ordinary shares of Rupees 10 each fully paid in cash		
		14,437,253	13,000
	Ordinary shares of Rupees 10 each issued for consideration other than cash		
		15,911,860	9,298,452
	Ordinary shares of Rupees 10 each issued as fully paid bonus shares		
		153,305,824	132,268,163
		Un-audited March 31, 2019	Audited June 30, 2018
		(Rupees '000)	
		1,229,567	1,229,567
		144,372	130
		159,119	92,985
		1,533,058	1,322,682
8	Redeemable capital - Sukuk		
	Opening balance	1,029,166	1,245,833
	Add: Addition/ (payments) during the period / year	(162,499)	(216,667)
	Closing balance	866,667	1,029,166
	Less: Current portion shown under current liabilities	216,667	216,667
		650,000	812,499
9	CONTINGENCIES AND COMMITMENTS		
9.1	Contingencies		
9.1.1	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 100.02 million (June 2018: Rupees 448.58 million).		
9.2.2	Commitments for construction of building as at balance sheet date amounted to Rupees 50 million (June 2018: Rupees 80 million).		
9.2.3	Bank guarantee amounting to Rupees 101.47 million (June 2018: Rupees 95.06 million) provided to various customers/institutions against supplies of products.		

	UN-AUDITED NINE MONTHS ENDED		UN-AUDITED QUARTER ENDED	
	March 31, 2019 (Rupees '000)	March 31, 2018	March 31, 2019 (Rupees '000)	March 31, 2018
10 COST OF SALES				
Fuel and power	541,872	522,366	191,930	177,740
Raw material consumed	72,113	-	43,011	-
Packing expense	27,027	-	15,261	-
Consumable spare	57,207	29,060	24,890	13,289
Salaries wages and other benefits	127,920	50,121	44,921	17,302
Communication	591	526	205	181
Repair and maintenance	26,422	26,613	8,348	9,174
Travelling, vehicle running and maintenance	7,969	6,766	2,386	4,127
Insurance	6,040	5,939	1,605	2,873
Depreciation	119,882	68,899	38,408	21,082
Staff welfare	7,121	6,323	2,939	2,273
Transportation	16,007	7,481	8,721	2,941
Other overheads	68,731	32,464	31,690	7,132
	1,078,902	756,558	414,315	258,114
Changes in work in process				
Opening stock	2,999	-	-	-
Closing balance	-	-	-	-
	2,999	-	-	-
Cost of goods manufactured	1,081,901	756,558	414,315	258,114
Finished goods				
Opening stock	479,806	37,740	335,938	50,935
Purchases	407,781	201,063	183,067	144,651
Closing stock	(323,002)	(52,804)	(323,002)	(52,804)
	564,585	185,999	196,003	142,782
	1,646,486	942,557	610,318	400,896
11 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit / (Loss) attributable to ordinary shareholders	Rupees (000)			
	(6,956)	84,854	(6,067)	18,963
Weighted average number of ordinary shares outstanding	Number (000)			
	139,197	138,882	139,843	138,882
Earnings per share - basic and diluted	(Rupees)			
	(0.05)	(Restated) 0.61	(0.04)	(Restated) 0.14

	Note	UN-AUDITED NINE MONTHS ENDED	
		March 31, 2019 (Rupees '000)	March 31, 2018
12 CASH GENERATED FROM OPERATIONS			
Profit before taxation		13,892	177,849
Adjustments for:			
Depreciation		140,834	79,144
Amortization of intangibles		2,221	-
Finance cost		215,367	88,737
(Gain) / Loss on disposal of property, plant and equipment		(1,998)	(398)
Share of loss of associated company		26,752	19,895
Remeasurement of investment		(70,626)	-
Operating cash flows before working capital changes		326,443	365,227

	UN-AUDITED NINE MONTHS ENDED	
	March 31, 2019	March 31, 2018
Note	(Rupees '000)	
Effect on cash flows due to working capital changes		
<i>(Increase) / decrease in current assets:</i>		
Stores and spares	(20,853)	(46,416)
Stock in trade	122,736	(15,064)
Trade debts	(116,554)	53,314
Loans and advances	(408,770)	(164,177)
Trade deposits and prepayments	(17,057)	(3,497)
Tax refunds due from government	15,289	(8,800)
Other receivables	80	(10)
<i>Increase / (decrease) in current liabilities:</i>		
Trade and other payables	302,545	24,440
	203,859	205,017

13 SEGMENT INFORMATION

Segment results are as follows:

	NINE MONTHS ENDED (UN-AUDITED)						
	March 31, 2019				March 31, 2018		
	Glass tubes and Glass ware	Industrial and Medical Gases	Other Segments	Total	Industrial and Medical Gases	Other Segments	Total
	(Rupees '000)				(Rupees '000)		
Net sales	450,342	1,303,360	427,291	2,180,993	1,332,017	133,159	1,465,176
Cost of sales	(436,291)	(832,193)	(378,002)	(1,646,486)	(839,364)	(103,193)	(942,557)
Gross profit	14,051	471,167	49,289	534,507	492,653	29,966	522,619
Distributions cost	(25,473)	(162,350)	(8,458)	(196,281)	(142,911)	(3,665)	(146,576)
Administrative Expenses	(47,095)	(106,421)	(7,884)	(161,400)	(79,772)	(4,199)	(83,970)
	(72,568)	(268,771)	(16,342)	(357,681)	(222,683)	(7,863)	(230,546)
Segment Profit / (loss)	(58,517)	202,396	32,947	176,826	269,970	22,103	292,073
Unallocated corporate expenses							
Other operating expenses				(9,082)			(18,615)
Other income				17,641			13,023
				185,385			286,481
Finance cost				(215,367)			(88,737)
Share of loss from associate				(26,752)			(19,895)
Remeasurement of investment				70,626			-
Profit before taxation				13,892			177,849
Taxation				(20,848)			(92,995)
Profit / (Loss) after taxation				(6,956)			84,854

14 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

14.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.

There have been no significant changes in the risk management policies since the year end.

The condensed interim financial statements does not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Group's audited annual financial statements for the year ended June 30, 2018.

14.2 Fair value measurement of financial instruments

The carrying values of all financial assets and liabilities reflected in the condensed interim financial statements are a reasonable approximation of their fair values

The table below analyzes financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1]
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

Judgments and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

				March 31, 2019			
				Level 1	Level 2	Level 3	Total
				(Rupees)			
Recurring fair value measurements							
Financial assets							
Financial assets at fair value through profit and loss account							
				Nil	Nil	Nil	Nil
				June 30, 2018			
				Level 1	Level 2	Level 3	Total
				(Rupees)			
Recurring fair value measurements							
Financial assets							
Financial assets at fair value through profit and loss account							
				Nil	Nil	Nil	Nil

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Group's financial assets and financial liabilities. Furthermore, there were no reclassifications of financial assets.

15 TRANSACTIONS WITH RELATED PARTIES

Name of related party	Nature of Transaction	UN-AUDITED NINE MONTHS ENDED	
		March 31, 2019	March 31, 2018
		(Rupees '000)	
Associated Company	Supplies	10,022	15,952
	Guarantee charges	1,950	1,950
	Services	9,000	15,000
Staff Provident Fund	Contribution	17,303	15,027
Sponsors	Loan received / (repaid)	28,140	(288,550)
	Issuance of shares	144,242	-

16 DATE OF AUTHORIZATION

This financial information has been authorized for issue by the Board of Directors of the Holding Company on April 29, 2019.

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 cash flow statement and consolidated condensed interim statement of changes in equity have been compared with the corresponding period of the previous year.

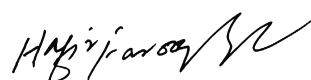
Figures presented at reporting date reflect the consolidated amounts of Ghani Gases Ltd (Holding Company), Ghani Global Glass Ltd (Subsidiary Company) and Ghani Chemical Industries Ltd (Subsidiary Company) whereas corresponding figures as mentioned above represent consolidated figures of Ghani Gases Ltd (Holding Company) and Ghani Chemical Industries Ltd (Subsidiary Company) as holding status of Ghani Gases Ltd in relation to Ghani Global Glass Ltd was not established in those dates. Hence these corresponding figures may not found comparable.



ATIQUE AHMAD KHAN
(CHIEF EXECUTIVE OFFICER)



ASIM MAHMUD
(CHIEF FINANCIAL OFFICER)



HAFIZ FAROOQ AHMAD
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