

# HALF YEAR

December 2010

Faith.....Experience.....Innovation.....Growth



A Company of Ghani Global Group

**Ghani Gases Limited**  
Manufacturer of Industrial & Medical Gases



# CORPORATE

## ■ Board of Directors

Masroor Ahmad Khan, Chairman  
Atiq Ahmad Khan, Chief Executive Officer  
Hafiz Farooq Ahmad, Managing Director  
Tahira Naheed  
Ayesha Masroor  
Rabia Atiq  
Saira Farooq

## ■ Audit Committee

Hafiz Farooq Ahmad, Chairman  
Ayesha Masroor  
Rabia Atiq

## ■ Company Secretary

Farzand Ali, FICS

## ■ Chief Financial Officer

Asim Mahmud, FCA

## ■ Legal Advisor

DSK Law, Lahore

## ■ Auditors

Rizwan & Company  
Chartered Accountants  
Member firm of DFK International

## ■ Share Registrar

THK Associates (Pvt) Limited  
Ground Floor, State Life Building No.3,  
Dr. Ziauddin Ahmed Road,  
Karachi-75530,  
UAN: +92 (021) 111-000-322  
Fax: +92 (021) 35655595

## ■ Bankers

Al-baraka Islamic Bank  
Bank Alfalah Limited  
Bank Islami Pakistan Limited  
Dawood Islamic Bank Limited  
Habib Metropolitan Bank Ltd.  
Meezan Bank Limited  
MCB Bank Ltd.  
National Bank of Pakistan  
UBL Ameen

# INFORMATION



## ■ Corporate/Registered Office

82-N, Model Town (Ext),  
Lahore-54000, Pakistan  
UAN: +92 (042) 111 Ghani1  
Phones: +92 (042) 35161424-25  
Fax: +92 (042) 35160393  
E-mail: [gases@ghaniglobal.com](mailto:gases@ghaniglobal.com)  
Website: [www.ghaniglobal.com](http://www.ghaniglobal.com)

## ■ Gases Plant

52-K.M. Lahore Multan Road,  
Phool Nagar, Distt. Kasur  
Ph. (042) 7006353-54, Fax: (042) 7006356  
E-mail: [ggplant@ghaniglobal.com](mailto:ggplant@ghaniglobal.com)



# VISION

# & PHILOSOPHY



To be successful in this World and Hereafter by utilizing the resources and commandments of ALLAH (ST) and ways / teachings of MUHAMMAD (PBUH), we eventually through our efforts become model for other companies and satisfaction of stake holders.





# MISSION STATEMENT



To achieve and maintain high standard of product quality and customer satisfaction in a manner that is superior to any one by a wide-margin and to become the leader amongst Gases manufacturers.



# CORE VALUES





## DIRECTORS' REPORT

Dear Members,

### Assala-Mo-Aliakum Wa Rehmatullah-a- Wa Barakatohu

The Directors of your Company are pleased to present the half yearly Financial Statements of the Company for the period ended December 31, 2010 along with review report of the auditors thereon.

During the period under review all core indicators like country's economy, stock exchanges, industrial growth, power supply and borrowing cost etc were reflecting negative trend. Despite these adverse factors and difficulties, Alhamdulillah Ghani Gases has achieved an impressive and remarkable performance in terms of volume and values.

Sales during the period under review has jumped to Rs. 214.821 million against Rs.136.115 million as compared with the same period of last year, growth being 58%. Gross profit has increased to Rs. 48.268 million against gross loss of Rs. 6.117 million if compared with the same period of last year. During the period under review profit after taxation is Rs. 41.174 million and EPS Rs. 0.57 against a loss of Rs. 54.445 million and negative EPS Rs. (0.75) if compared with the same period of last year. These achievements have been made by cost reduction measures, produce and sell global quality products while maintaining "SHEQ," standards, increase in industrial customers through better marketing strategy, improvement in product prices and above all by the grace of Almighty Allah.

As stated in preceding reports, Ghani Gases has developed a revolution in the country's Gases Industry by capturing substantial size of market in a short period. We have been striving to provide utmost satisfaction by manufacturing international quality standard products and exclusive services to our customers. By the passage of time Ghani Gases has been increasing the customer segments in Gadani ship-breaking, oil/gas, fertilizer and other industries. Negotiations are in process for long term supply contracts with different other industrial customers.

Ghani Gases is developing a position as one of the most diverse and reliable Company. In addition to core business we have entered in calcium carbide business and meeting argon gas demand through local manufacturing and import sources. Ghani Gases has recently enhanced the fleet of mobile tankers. Initially Ghani Gases has set up storage at Port Qasim. This is in line to ensure smooth supply of product, meet the demand of southern region and development of customer confidence being the prime objective of Ghani Gases.

With a better hope management is seeing a bright future of Ghani Gases in the period to come. As already stated in preceding reports, we are preparing Ghani Gases a broad mind vision based organization, having commitment to grow and play a role to serve customers and endeavor to achieve the goals set by our selves INSHALLAH.

For and on behalf of the Board

Lahore  
February 25, 2011

**Atiq Ahmad Khan**  
Chief Executive Officer



## AUDITORS' REPORT

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

We have reviewed the annexed condensed interim balance sheet of **GHANI GASES LIMITED** as at **31 DECEMBER 2010** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement together with the notes forming part thereof, for the half year then ended (hereinafter referred to as the "interim financial information").

Management is responsible for the preparation and presentation of this interim financial information in conformity with the approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial information based on our review. The figures included in condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended 31 December 2010 and 2009 and the notes forming part thereof have not been reviewed by us and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2010.

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards of Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the annexed interim financial information as at and for the half year ended 31 December 2010 is not prepared in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Lahore  
February 25, 2011

Rizwan & Company  
**Chartered Accountants**  
Rizwan Bashir



## INTERIM CONDENSED BALANCE SHEET AS AT 31 DECEMBER 2010

	NOTE	UN-AUDITED 31 December 2010 Rupees	AUDITED 30 June 2010 Rupees		NOTE	UN-AUDITED 31 December 2010 Rupees	AUDITED 30 June 2010 Rupees
<b>EQUITY AND LIABILITIES</b>				<b>ASSETS</b>			
<b>SHARE CAPITAL AND RESERVES</b>				<b>NON-CURRENT ASSETS</b>			
<b>Authorized share capital</b>				Property, plant and equipment			
72 500 000 (30 June 2010: 72 500 000) ordinary shares of Rupees 10 each				Operating fixed assets			
		<u>725,000,000</u>	<u>725,000,000</u>	8		802,485,997	812,911,775
Issued, subscribed and paid up share capital	5	724,500,000	724,500,000	Asset subject to Ijarah financing			
Capital Reserves - Share Premium		30,000,000	30,000,000	9		307,585,387	265,233,709
Un-appropriated Profit / (Loss)		(67,758,707)	(108,932,855)	Long term deposits and prepayments			
<b>Total equity</b>		<u>686,741,293</u>	<u>645,567,145</u>			<u>1,188,864,464</u>	<u>1,105,696,376</u>
<b>NON-CURRENT LIABILITIES</b>				<b>CURRENT ASSETS</b>			
Loan from sponsors		159,647,030	100,772,030	Stores, spare parts and loose tools			
Long term financing	6	300,500,000	331,821,380			17,259,212	2,565,530
Liability against asset subject to Ijarah financing		27,657,297	4,994,436	Stock-in-trade			
Long term security deposits		27,300,000	28,100,000			20,729,936	19,034,784
		515,104,327	465,687,846	Trade debts			
<b>CURRENT LIABILITIES</b>						30,377,027	19,603,725
Trade and other payables		61,160,053	88,180,911	Loans and advances			
Accrued profit on financings		10,729,693	7,631,685			41,691,118	26,331,645
Short term borrowings		18,848,882	24,978,794	Trade deposits and short term prepayments			
Current portion of non-current liabilities		76,856,935	50,447,161			3,642,246	2,416,256
Provision for taxation		2,549,944	1,617,185	Balance with statutory authorities			
		170,145,507	172,855,736			2,371,146	242,596
<b>TOTAL LIABILITIES</b>		<u>685,249,834</u>	<u>638,543,582</u>	Other receivables			
<b>CONTINGENCIES AND COMMITMENTS</b>						20,000,000	75,605
	7	-	-	Advance tax			
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,371,991,127</u>	<u>1,284,110,727</u>			27,395,570	22,539,648
				Cash and bank balances			
						19,660,408	85,604,562
						183,126,663	178,414,351
				<b>TOTAL ASSETS</b>		<u>1,371,991,127</u>	<u>1,284,110,727</u>

The annexed notes form an integral part of this interim condensed financial information.

**Atiq Ahmad Khan**  
Chief Executive Officer

**Hafiz Farooq Ahmad**  
Director





## INTERIM CONDENSED PROFIT AND LOSS ACCOUNT

FOR THE HALF YEAR ENDED 31 DECEMBER 2010 (UN-AUDITED)

	NOTE	Half Year Ended		Quarter Ended	
		31 December 2010	31 December 2009	31 December 2010	31 December 2009
		Rupees	Rupees (Restated)	Rupees	Rupees (Restated)
Gross Sales - Local		214,821,431	136,115,217	92,919,070	62,784,170
Less:					
Sales Tax		(29,769,400)	(18,167,333)	(12,879,462)	(8,350,340)
Special Excise Duty		(1,711,287)	(1,142,913)	(720,722)	(536,992)
		<u>(31,480,687)</u>	<u>(19,310,246)</u>	<u>(13,600,184)</u>	<u>(8,887,332)</u>
Net Sales		183,340,744	116,804,971	79,318,886	53,896,838
Cost of Sales	10	<u>(135,072,850)</u>	<u>(122,922,299)</u>	<u>(54,011,812)</u>	<u>(52,952,384)</u>
GROSS PROFIT / (LOSS)		48,267,894	(6,117,328)	25,307,074	944,454
Distributions Cost		(26,663,543)	(25,070,350)	(11,801,754)	(12,308,839)
Administrative Expenses		(22,916,706)	(26,921,560)	(10,805,106)	(15,095,966)
Other Operating Income		71,884,296	25,189,455	29,040,536	15,691,100
Other Operating Expenses	11	(348,199)	(621,666)	(236,699)	(606,666)
		<u>21,955,848</u>	<u>(27,424,121)</u>	<u>6,196,977</u>	<u>(12,320,371)</u>
		<u>70,223,742</u>	<u>(33,541,449)</u>	<u>31,504,051</u>	<u>(11,375,917)</u>
Finance Cost		(26,499,650)	(20,193,965)	(13,404,351)	(10,579,770)
PROFIT / (LOSS) BEFORE TAXATION		<u>43,724,092</u>	<u>(53,735,414)</u>	<u>18,099,700</u>	<u>(21,955,687)</u>
Taxation		(2,549,944)	(709,972)	(1,081,288)	(347,940)
PROFIT / (LOSS) AFTER TAXATION		<u>41,174,148</u>	<u>(54,445,386)</u>	<u>17,018,412</u>	<u>(22,303,627)</u>
EARNINGS PER SHARE - BASIC AND DILUTED (Restated)	12	<u>0.57</u>	<u>(0.75)</u>	<u>0.23</u>	<u>(0.31)</u>

The annexed notes form an integral part of this interim condensed financial information.

**Atiq Ahmad Khan**  
Chief Executive Officer

**Hafiz Farooq Ahmad**  
Director



## INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2010

	Half Year Ended		Quarter Ended	
	31 December 2010	31 December 2009	31 December 2010	31 December 2009
		(Rupees)		
PROFIT/(LOSS) AFTER TAXATION	<b>41,174,148</b>	(Restated) (54,445,386)	<b>17,018,412</b>	(Restated) (22,303,627)
OTHER COMPREHENSIVE INCOME				
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD	<b>41,174,148</b>	<b>(54,445,386)</b>	<b>17,018,412</b>	<b>(22,303,627)</b>

The annexed notes form an integral part of this interim condensed financial information.

**Atiq Ahmad Khan**  
Chief Executive Officer

**Hafiz Farooq Ahmad**  
Director



## INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2010 (UN-AUDITED)

	SHARE CAPITAL	Share premium	Un- appropriated profit / (Loss)	TOTAL EQUITY
	(Rupees)			
Balance as at 01 July 2009 - (audited)	724,500,000	30,000,000	(44,729,068)	709,770,932
Other comprehensive loss for the half year ended 31 December 2009 (Restated)	-	-	(54,445,386)	(54,445,386)
Total comprehensive loss for the period	-	-	(54,445,386)	(54,445,386)
Balance as at 31 December 2009 - (Un-audited)	724,500,000	30,000,000	(99,174,454)	655,325,546
Other comprehensive loss for the half year ended 30 June 2010	-	-	(9,758,401)	(9,758,401)
Balance as at 30 June 2010 (audited)	724,500,000	30,000,000	(108,932,855)	645,567,145
Other comprehensive income/(loss) for the half year. ended 31 December 2010	-	-	41,174,148	41,174,148
Total comprehensive income/(loss) for the period	-	-	41,174,148	41,174,148
Balance as at 31 December 2010 - (Un-audited)	<u>724,500,000</u>	<u>30,000,000</u>	<u>(67,758,707)</u>	<u>686,741,293</u>

The annexed notes form an integral part of this interim condensed financial information.

**Atiq Ahmad Khan**  
Chief Executive Officer

**Hafiz Farooq Ahmad**  
Director



## INTERIM CONDENSED CASH FLOW STATEMENT

FOR THE HALF YEAR ENDED 31 DECEMBER 2010 (UN-AUDITED)

		(Half Year Ended)	
	NOTE	31 December 2010 Rupees	31 December 2009 Rupees (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash utilized in operations	13	(61,864,463)	(18,006,633)
Finance cost paid		29,597,658	(29,253,511)
Income tax paid		(6,473,107)	(8,454,455)
<b>Net cash used in operating activities</b>		(38,739,912)	(55,714,599)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed capital expenditure		(73,624,266)	(38,952,260)
Long term deposit received/ (paid)		(23,276,319)	(4,984,593)
<b>Net cash used in investing activities</b>		(96,900,585)	(43,936,853)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term financing acquired/(repaid)		(8,821,380)	92,822,524
Proceeds from sponsor's loan		58,875,000	6,855,030
Short term borrowings		(6,129,912)	-
Long term bill payables		-	(8,734,754)
Long term security deposit payable		(800,000)	7,500,000
Liabilities against assets subject to Ijarah financing		26,572,635	-
<b>Net cash generated from financing activities</b>		69,696,343	98,442,800
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		(65,944,154)	(1,208,652)
Cash and cash equivalents at the beginning of the period		85,604,562	8,310,416
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		19,660,408	7,101,764

The annexed notes form an integral part of this interim condensed financial information.

**Atiq Ahmad Khan**  
Chief Executive Officer

**Hafiz Farooq Ahmad**  
Director



## SELECTED NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION

FOR THE HALF YEAR ENDED 31 DECEMBER 2010 (UN-AUDITED)

### 1. THE COMPANY AND ITS ACTIVITIES

The Company was incorporated in Pakistan as a private limited company under the Companies Ordinance, 1984 on November 19, 2007, converted into public limited company on February 12, 2008 and became listed on Karachi Stock Exchange on January 05, 2010. The registered office of the company is situated at 82-N Model Town extension, Lahore. The Company is engaged in the manufacturing, sale and trading of medical and industrial gases and chemicals.

### 2. BASIS OF PREPARATION

This interim condensed financial information has been prepared in accordance with the International Accounting Standard (IAS) 34 'Interim Financial Reporting' as applicable in Pakistan and notified by the Securities and Exchange Commission of Pakistan (SECP).

This interim condensed financial information is unaudited but subject to limited scope review by the statutory auditors and is being submitted to shareholders as required by section 245 of the Companies Ordinance, 1984.

This interim condensed financial information should be read in conjunction with the audited annual published financial statements for the year ended 30 June 2010.

These financial statements are presented in Pak Rupees which is the functional and presentation currency for the Company.

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

There are new standards, amendments to the existing standards and new interpretations that are mandatory for accounting periods beginning on or after 01 January 2011 but are considered not be relevant or do not have any significant effect on company's operations and are therefore not detailed in these condensed interim financial statements.

### 3. ACCOUNTING POLICIES AND COMPUTATION METHODS

The accounting policies and methods of computations adopted for the preparation of this interim condensed financial information are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2010.

### 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this interim condensed financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of this interim condensed financial information, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2010.



## 5. ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un-audited 31 December 2010 (NUMBER OF SHARES)	Audited 30 June 2010		Un-audited 31 December 2010 Rupees	Audited 30 June 2010 Rupees
72 450 000	72 450 000	Ordinary shares of Rupees 10 each fully paid in cash	<b>724,500,000</b>	724,500,000
<u>72 450 000</u>	<u>72 450 000</u>		<u><b>724,500,000</b></u>	<u>724,500,000</u>

## 6. LONG TERM FINANCING

Opening balance		<b>379,321,380</b>	280,166,661
Add: Addition/(payments) during period/ year		<b>(8,821,380)</b>	99,154,719
Closing balance		<b>370,500,000</b>	379,321,380
Less: Current portion shown under current liabilities		<b>70,000,000</b>	47,500,000
		<u><b>300,500,000</b></u>	<u>331,821,380</u>

## 7. CONTINGENCIES AND COMMITMENTS

### 7.1 Contingencies

There are no material changes in contingencies as disclosed in the note to the financial statements for the year ended 30 June, 2010 except that further guarantee amounting to Rs 1.2 M given to oil and lubricant company.

### 7.2 Commitments

7.2.1 Commitment in respect of letter of credit amounted to Rupees 2.91 million (June 2010: Rupees 20.37 million).

7.2.2 Commitment for construction of building as at balance sheet date amounted to Rupees 12.9 million (June 2010: Rupees 20 million).

### Note

## 8. PROPERTY, PLANT AND EQUIPMENT

Opening book value		<b>812,911,775</b>	860,921,266
Add:			
Additions during the period/year	(8.1)	<b>3,139,394</b>	8,298,532
		<b>816,051,169</b>	869,219,798
Less:			
Depreciation charged for the period/year		<b>13,565,172</b>	56,308,023
		<u><b>802,485,997</b></u>	<u>812,911,775</u>

### 8.1 Additions during the period/year

Building on freehold Land		<b>1,458,000</b>	
Plant and machinery		<b>1,119,310</b>	2,687,893
Furniture and fixtures		<b>309,791</b>	1,480,834
Office equipments		<b>12,274</b>	242,088
Computers		<b>240,019</b>	803,016
Vehicles		<b>-</b>	3,084,701
		<u><b>3,139,394</b></u>	<u>8,298,532</u>



## 9. CAPITAL WORK IN PROGRESS

Building		<b>15,437,759</b>	13,972,759
Plant and machinery	(9.1) & (9.2)	<b>292,147,628</b>	251,260,950
		<b><u>307,585,387</u></b>	<u>265,233,709</u>

9.1 An amount of Rupees 30.7million (2009 : Rupees 2.313 million ) has been transferred to operating fixed assets.

9.2 Borrowing cost amount of Rs 4.94 million (2009 : 21.30 million) has been capitalized during the period.

## 10. COST OF SALES

(Un-Audited)			
Half year ended		Quarter ended	
31 December 2010	31 December 2009	31 December 2010	31 December 2009

(Rupees)

Stores and spare parts consumed	<b>1,578,667</b>	352,214	<b>251,446</b>	198,463
Fuel and power	<b>87,657,000</b>	80,437,661	<b>33,322,628</b>	37,196,253
Salaries, wages and other benefits	<b>9,406,581</b>	7,338,629	<b>5,132,050</b>	2,983,327
Insurance	<b>1,043,049</b>	877,444	<b>517,652</b>	247,974
Depreciation	<b>11,292,679</b>	39,055,522	<b>4,773,814</b>	19,545,581
Fee & subscription	<b>-</b>	34,000	<b>-</b>	-
Other factory overheads	<b>8,271,274</b>	2,415,980	<b>4,719,205</b>	1,217,603
	<b>119,249,250</b>	130,511,450	<b>48,716,795</b>	61,389,201
Finished goods:				
Opening stock	<b>19,034,784</b>	6,734,694	<b>15,137,715</b>	7,127,864
Purchases	<b>17,518,752</b>	1,240,836	<b>10,887,238</b>	-
Closing stock	<b>(20,729,936)</b>	(15,564,681)	<b>(20,729,936)</b>	(15,564,681)
	<b>15,823,600</b>	(7,589,151)	<b>5,295,017</b>	(8,436,817)
	<b><u>135,072,850</u></b>	<u>122,922,299</u>	<b><u>54,011,812</u></b>	<u>52,952,384</u>

## 11. OTHER OPERATING EXPENSES

Legal & professional	<b>265,699</b>	546,666	<b>161,699</b>	531,666
Audit fee	<b>82,500</b>	75,000	<b>82,500</b>	75,000
	<b><u>348,199</u></b>	<u>621,666</u>	<b><u>244,199</u></b>	<u>606,666</u>



## 12. EARNINGS PER SHARE - BASIC AND DILUTED

There is no dilutive effect on the basic earnings per share.

		(Un-audited)	
		Half year ended	
		31 December 2010	31 December 2009
	Note	Rupees	Rupees (Restated)
<b>13. CASH (UTILIZED IN)/GENERATED FROM OPERATIONS</b>			
Profit / (Loss) before taxation		43,724,092	(53,735,414)
Adjustments for non-cash charges and other items:			
Depreciation		13,732,497	41,514,965
Finance cost		(26,499,650)	24,983,965
Working capital changes	(13.1)	(92,821,402)	(30,770,149)
		<u>(61,864,463)</u>	<u>(18,006,633)</u>
<b>13.1 Working capital changes</b>			
(Increase) / decrease in current assets:			
Stores and spare parts		(14,693,682)	(4,006,620)
Stock in trade		(1,695,152)	(8,829,987)
Trade debts		(10,773,302)	(17,182,929)
Loans and advances		(15,359,473)	(5,362,042)
Short term deposits and prepayments		(1,225,990)	75,526
Balance with statutory authorities		(2,128,550)	5,754,087
Other receivables		(19,924,395)	12,630
		<u>(65,800,544)</u>	<u>(29,539,335)</u>
Increase / (decrease) in trade and other payables		(27,020,858)	(1,230,814)
		<u>(92,821,402)</u>	<u>(30,770,149)</u>

## 14. RELATED PARTY TRANSACTION

Name of company	Nature of transaction		
Ghani Southern Gases (pvt) Limited	Income against technical assistance fee	20,000,000	-
Ghani Gases Employees Provident Fund	Contribution	2,144,922	1,035,518

## 15. DATE OF AUTHORIZATION FOR ISSUE

This interim condensed financial information was approved by the Board of Directors of the Company and authorized for issue on 25 February, 2011.





## **16. FIGURES**

- 16.1** The figures have been rounded off to the nearest Rupee.
- 16.2** In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', corresponding figures in the condensed interim balance sheet comprise of balances as per the annual audited financial statements of the Company for the year ended 30 June 2010 and the corresponding figures in the condensed interim profit and loss account, condensed interim statement of changes in equity, condensed interim statement of other comprehensive income and condensed interim cash flow statement comprise of balances of comparable period as per the condensed interim financial information of the Company for the half year ended 31 December 2009.
- 16.3** Corresponding figures have been rearranged or reclassified, wherever necessary, for the purpose of comparison. However no significant rearrangement/ reclassification have been made, except that corresponding figure amounting to Rs 4.79 million has been re-classified from borrowing cost due to capitalization of the same, in order to make it more meaningful and comparable.

**Atiq Ahmad Khan**  
Chief Executive Officer

**Hafiz Farooq Ahmad**  
Director