

HALF YEAR

December 2012

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

A Company of Ghani Global Group

Ghani Gases Limited

Manufacturer of Industrial & Medical Gases



CORPORATE INFORMATION

■ Board of Directors

Masroor Ahmad Khan, Chairman
Atique Ahmad Khan, Chief Executive Officer
Hafiz Farooq Ahmad
Tahira Naheed
Ayesh Masroor
Rabia Atique
Saira Farooq

■ Audit Committee

Hafiz Farooq Ahmad, Chairman
Ayesha Masroor
Rabia Atique

■ Company Secretary

Farzand Ali, FCS

■ 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

■ 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: info@ghaniglobal.com
Website: www.ghaniglobal.com

■ GGL-I

52-K.M. Lahore Multan Road,
Phool Nagar, Distt. Kasur
Ph. (049) 4510349-549, Fax: (049) 4510749
E-mail: ggl1plant@ghaniglobal.com

■ GGL-II

A-53, Chemical Area,
Eastern Industrial Zone, Port Qasim, Karachi
Ph. (021) 34016142, Fax: (021) 34016142
E-mail: ggl2plant@ghaniglobal.com

■ Bankers

Al-Baraka Bank (Pakistan) Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Bank Islami Pakistan Limited
Burj Bank Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
KASB Bank Limited
Meezan Bank Limited
MCB Bank Limited
National Bank of Pakistan
Soneri Bank Limited
The Bank of Khyber
UBL Ameen



DIRECTORS' REPORT

Dear members

Asalam-o-Alaikum Wa Rehmatullah-a-Wabarakatohu

The Directors of your Company are pleased to present the unaudited condensed interim financial statements of the Company for the half year ended December 31, 2012, along with review report of the auditors thereon, in compliance with the requirements of Companies Ordinance, 1984.

Overall Economy

2012 ended as unsurely for the country's economy as it had begun. Economic growth hovered around 3.7 percent in 2012; posting a slight improvement over three percent in the previous year. However the GDP growth target which was set at 4.2 percent remained elusive largely due to energy constraints, domestic uncertainty and slow global growth. CPI clocked in at 7.9 percent for Dec'12, having dropped into a comfortable single digit range after starting 2012 at runway double digit. During July-November, current account returned to a deficit of \$365 million, after recording surplus during the first four months of FY2013. This, coupled with substantial debt repayments to the International Monetary Fund, resulted in declining FX reserves held by State Bank of Pakistan from \$10.8 billion in June 2012 to \$9.0 billion in December 2012. Recent political developments have created instability in the markets leaving the future of the economy uncertain. The election euphoria is another question mark which might bring with it massive shake-ups in the economy.

Financial Performance:

Particulars	December 2012	December 2011	Variance	
	Rupees in '000'	Rupees in '000'	Rupees in '000'	%
Sales	627,316	348,177	279,139	80.17
Net Sales	545,713	303,393	242,320	79.87
Gross Profit	216,289	109,257	107,032	97.96
- As % age of net sales	39.63%	36.01%		
Distribution Cost	57,984	39,317	18,677	47.48
- As % age of net sales	10.63%	12.96%		
Administrative Expenses	34,379	28,888	5,491	19.01
- As % age of net sales	6.30%	9.52%		
Profit before other income	118,844	38,671	80,173	207.32
- As % age of net sales	21.78%	12.75%		
Profit before taxation	90,400	33,592	56,808	169.11
Net Profit	87,669	30,240	57,429	189.91
Earning per share	1.21	0.42	0.79	188.10



Your Company's sales during the period under review has increased to Rs. 627.316 million against Rs. 348.177 million as compared with the same period of last year depicting growth of 80.17%. Gross profit has increased to Rs. 216.289 million against the gross profit of Rs. 109.257 million if compared with the same period of last year posting an increase in gross profit rate to 39.63% from 36.01%. Distribution cost and administrative expense have increased in absolute terms; however it is noteworthy that in term of percentage to net sales, these expenses have decreased from 12.96% & 9.52% to 10.63% & 6.30% respectively. This half year profit excluding other income has increased to Rs. 118.844 million against profit of Rs. 38,671 million as compared to the same period of last year. The period under review profit after taxation is amounted to Rs. 87.669 million and earnings per share (EPS) Rs. 1.21 against the profit of Rs. 30.240 million and EPS of 0.42, showing increase of almost three times if compared with the same period of last year.

Future Prospects:

Directors of your company are pleased with the direction and momentum of your Company with clear strategic alignment backed by operational excellence. The overall business environment is expected to be remain challenging due to prevailing political uncertainty, energy crises and economic situation. However despite all adverse factors we are committed to achieve the targets set by ourself in the line with our short term and long term strategies.

Even with the more challenging circumstances your company has initiated the installation of new plant in Port Qasim, of the same capacity, as already in operation near Lahore. ALHAMDULILLAH financial deals with the Banks have already finalized, letter of credits for import of Plant and Machinery have been opened and Civil work is actively in progress in the line with the targets, by the Grace of ALMIGHTY ALLAH. The first consignment as partial shipment of Plant and Machinery is scheduled to arrive during the month of March 2013. Your company has planned to commission the new plant during May/June 2013 and is expected in operation before close of current financial year In shaa Allah.

The Board is confident that your Company is fully geared to meet all future challenges and committed to maintain growth trend by implementing permanent solutions including pursuing initiatives such as technological advances and reduction in operating and distribution costs which would confidently improve the profitability of the Company with the ultimate objective of increasing shareholders' value in long term.

Interim Cash Dividend

Despite ongoing expansion program to double the existing production capacity by installing another ASU plant at Port Qasim, the Board of Directors of your Company in their meeting held on February 25, 2013 has announced the payment of Interim Cash Dividend at the rate of Rs. 0.50 per share (5%) on the basis of half yearly financial statements of the Company for the period ended December 31, 2012.

Acknowledgments:

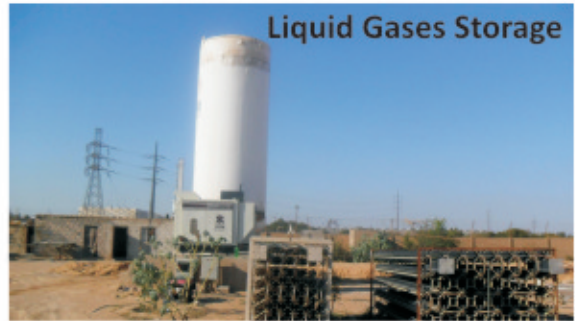
The Board also places on record its profound gratitude for its valuable shareholders, Banks/financial institutions, customers and suppliers for their continued support, cooperation and patronage for the progress and prosperity of the Company. We appreciate the Company's staff and workers for their continuous dedication, perseverance and diligence.

Lahore
February 25, 2013

For and on behalf of Board of Directors
Masroor Ahmad Khan
Chairman/Director

GGL-II, Port Qasim, Karachi

Civil Work Construction in Progress





AUDITORS' REPORT

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

Introduction

We have reviewed the annexed condensed interim balance sheet of **GHANI GASES LIMITED** as at **31 DECEMBER 2012** 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 2012 and 2011 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 2012.

Scope of Review

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.

Conclusion

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 2012 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Lahore
February 25, 2013

Rizwan & Company
Chartered Accountants
Engagement Partner: **Muhammad Usman**



INTERIM CONDENSED BALANCE SHEET AS AT 31 DECEMBER 2012

	UN-AUDITED December 2012	AUDITED June 2012
	(Rupees '000)	
ASSETS	Note	
Non-current assets		
Property, plant and equipment		
Operating fixed assets	5	1,125,140
Assets subject to ijarah financing	6	197,511
Capital work in progress	7	96,913
		1,419,564
Intangible assets		910
Long term deposits and prepayments		65,865
		1,486,339
Current assets		
Stores, spare parts and loose tools		35,036
Stock in trade		11,182
Trade debts		31,264
Loans and advances		32,609
Trade deposits and short term prepayments		8,270
Other receivables		168
Advance tax		26,189
Cash and bank balances		259,471
		404,189
TOTAL ASSETS		1,890,528
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorized share capital		730,000
73,000,000 (2012: 73,000,000) ordinary shares of Rs. 10 each		730,000
Issued, subscribed and paid up share capital	8	724,630
Capital reserve - Share premium		30,000
Unappropriated profit		57,232
Total equity		811,862
Non-current liabilities		
Long term financing	9	129,000
Loan from sponsors		437,433
Liabilities against assets subject to ijarah financing		132,375
Long term security deposits		24,200
		723,008
Current liabilities		
Trade and other payables		100,606
Accrued profit on financing		9,156
Short term borrowings		91,058
Current portion of long term liabilities		146,934
Provision for taxation		7,904
		355,658
Total liabilities		1,078,666
TOTAL EQUITY AND LIABILITIES		1,890,528
CONTINGENCIES AND COMMITMENTS	10	-

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

ATIQUÉ AHMAD KHAN
Chief Executive Officer

HAFIZ FAROOQ AHMAD
Director



INTERIM CONDENSED PROFIT AND LOSS ACCOUNT

FOR THE HALF YEAR ENDED 31 DECEMBER 2012 (UN-AUDITED)

Note	HALF YEAR ENDED		QUARTER ENDED	
	31 DECEMBER 2012	31 DECEMBER 2011	31 DECEMBER 2012	31 DECEMBER 2011
	(Rupees '000)		(Rupees '000)	
Gross Sales - Local	627,316	348,177	296,308	182,875
Less:				
Sales tax	81,603	44,784	38,428	23,333
Net sales	545,713	303,393	257,880	159,542
Cost of sales	329,424	194,136	147,153	108,040
Gross Profit	216,289	109,257	110,727	51,502
Distribution cost	57,984	39,317	31,716	18,995
Administrative expenses	34,379	28,888	19,022	15,322
Other operating expenses	5,082	2,381	1,657	910
	97,445	70,586	52,395	35,227
	118,844	38,671	58,332	16,275
Other income	899	32,139	126	16,266
	119,743	70,810	58,458	32,541
Finance cost	29,343	37,218	13,419	19,038
Profit before taxation	90,400	33,592	45,039	13,503
Taxation	2,731	3,352	1,289	1,755
Profit after taxation	87,669	30,240	43,750	11,748
Earnings per share				
- basic and diluted	1.21	0.42	0.60	0.16

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

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2012 (UN-AUDITED)

	HALF YEAR ENDED		QUARTER ENDED	
	31 DECEMBER 2012	31 DECEMBER 2011	31 DECEMBER 2012	31 DECEMBER 2011
	(Rupees '000)		(Rupees '000)	
Net profit for the period	87,669	30,240	43,750	11,748
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	87,669	30,240	43,750	11,748

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

ATIQUE AHMAD KHAN
Chief Executive Officer

HAFIZ FAROOQ AHMAD
Director



INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2012 (UN-AUDITED)

	Share capital	Capital reserve - Share premium	Unappropriated profit	Total
	(Rupees '000)			
Balance as at 01 July 2011 (audited)	724,500	30,000	(29,488)	725,012
Net profit for the period	-	-	30,240	30,240
Other comprehensive income for the period	-	-	-	-
Total comprehensive income	-	-	30,240	30,240
Balance as at 31 December 2011 (un-audited)	724,500	30,000	752	755,252
Shares issued during the period	130	-	-	130
Net profit for the period	-	-	56,480	56,480
Other comprehensive income for the period	-	-	-	-
Total comprehensive income	-	-	56,480	56,480
Balance as at 30 June 2012 (audited)	724,630	30,000	57,232	811,862
Net profit for the period	-	-	87,669	87,669
Other comprehensive income for the period	-	-	-	-
Total comprehensive income	-	-	87,669	87,669
Balance as at 31 December 2012 (un-audited)	724,630	30,000	144,901	899,531

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

ATIQUÉ AHMAD KHAN
Chief Executive Officer

HAFIZ FAROOQ AHMAD
Director



INTERIM CONDENSED CASH FLOW STATEMENT

FOR THE HALF YEAR ENDED 31 DECEMBER 2012 (UN-AUDITED)

	Note	HALF YEAR ENDED	
		31 DECEMBER 2012	31 DECEMBER 2011
		(Rupees '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	13	37,249	65,617
Finance cost paid		(31,106)	(28,443)
Income tax paid		(9,710)	(9,042)
Net cash from / (used in) operating activities		(3,567)	28,132
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(66,005)	(180,790)
Proceeds from disposal of assets		6,743	100,000
Long term deposits received / (paid)		(752)	(20,261)
Net cash used in investing activities		(60,014)	(101,051)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing - net		(13,330)	(31,300)
Sponsors loan - net		(13,248)	(6,223)
Short term borrowings		4,442	33,510
Long term security deposit payable		1,650	(2,600)
Liabilities against assets subject to ijarah financing - net		(7,202)	138,386
Net cash (used in) / from financing activities		(27,688)	131,773
Net increase / (decrease) in cash and cash equivalents		(91,269)	58,854
Cash and cash equivalents at the beginning of the period		259,471	104,030
Cash and cash equivalents at the end of the period		168,202	162,884

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

ATIQUE AHMAD KHAN
Chief Executive Officer

HAFIZ FAROOQ AHMAD
Director



SELECTED NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2012 (UN-AUDITED)

1 THE COMPANY AND ITS OPERATIONS

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 PREPERATION

2.1 *Statement of compliance*

This condensed interim 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) and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Ordinance have been followed.

This condensed interim 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 condensed interim financial information do not include the information reported for annual financial statements and should be read in conjunction with the audited annual published financial statements for the year ended 30 June 2012.

2.2 *Functional and presentation currency*

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

2.3 *Changes in standards, interpretations and amendments to published approved accounting standards and IFRS*

There are certain new standards, amendments and International Financial Reporting Interpretations Committee (IFRIC) interpretations that became effective during the period and are mandatory for accounting periods beginning on or after 01 July 2012 but are considered not to be relevant or do not have any significant effect on the company's operations and are, therefore, not disclosed in this condensed interim financial information.

2.4 *Standards, interpretations and amendments to published approved accounting standards and IFRS that are not yet effective*

There are other amendments to the standards and new interpretations that are mandatory for accounting periods beginning on or after 01 July 2012 but are considered not to be relevant or do not have any significant effect on company's operations and are, therefore, not detailed in this condensed interim financial information.

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 2012.

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 2012.



	Note	Un-audited 31 December 2012	Audited 30 June 2012
		(Rupees '000)	
5	PROPERTY, PLANT AND EQUIPMENT		
	Beginning balance	1,125,140	1,174,845
	Additions during the period / year	5.1 60,359	68,890
	Acquisition due to business combination	-	23,600
	Deletions during the period / year	5.2 (6,316)	(102,038)
		<u>1,179,183</u>	<u>1,165,297</u>
	Depreciation charged during the period / year	(18,902)	(40,157)
	Ending balance	<u>1,160,281</u>	<u>1,125,140</u>
5.1	Additions during the period / year		
	Land - leasehold	707	-
	Plant and machinery	58,613	66,516
	Furniture and fixtures	60	1,465
	Office equipment	45	516
	Computers	934	256
	Vehicles	-	137
		<u>60,359</u>	<u>68,890</u>
5.2	Deletions during the period / year		
	Plant and machinery	5,412	100,304
	Vehicles	904	1,734
		<u>6,316</u>	<u>102,038</u>
6	ASSETS SUBJECT TO IJARAH FINANCING		
	Beginning balance	197,511	48,005
	Additions during the period / year	6.1 9,940	157,077
	Deletions during the period / year	6.2 (9,678)	-
		<u>197,773</u>	<u>205,082</u>
	Depreciation charged during the period / year	(4,198)	(7,571)
	Ending balance	<u>193,575</u>	<u>197,511</u>
6.1	Additions during the period / year		
	Plant and machinery	5,293	146,281
	Vehicles	4,647	10,796
		<u>9,940</u>	<u>157,077</u>
6.2	Deletions during the period / year		
	Plant and machinery	9,678	-
		<u>9,678</u>	<u>-</u>



7 CAPITAL WORK IN PROGRESS

		Un-audited 31 December 2012	Audited 30 June 2012
		(Rupees '000)	
Building		12,805	12,491
Plant and machinery	7.1	<u>89,492</u>	<u>84,422</u>
		<u>102,297</u>	<u>96,913</u>

7.1 An amount of Rupees 48.936 million (June 2012 : Rupees 66.516 million) has been transferred to property, plant and equipment.

8 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

Un-audited 31 December 2012	Audited 30 June 2012		Un-audited 31 December 2012	Audited 30 June 2012
(No. of Shares)			(Rupees '000)	
72,450,000	72,450,000	Ordinary shares of Rupees 10 each fully paid in cash	724,500	724,500
13,000	13,000	Ordinary shares of Rupees 10 each issued for consideration other than cash	130	130
<u>72,463,000</u>	<u>72,463,000</u>		<u>724,630</u>	<u>724,630</u>

9 LONG TERM FINANCING

		Un-audited 31 December 2012	Audited 30 June 2012
Beginning balance		243,333	335,500
Add: Addition during period/ year	9.1	43,836	-
Less: Repayments during period/ year		<u>(57,166)</u>	<u>(92,167)</u>
Ending balance		230,003	243,333
Less: Current portion shown under current liabilities		<u>(101,833)</u>	<u>(114,333)</u>
		<u>128,170</u>	<u>129,000</u>

9.1 This Islamic finance facility carries profit at the rate of 3 months KIBOR plus 195 BPS (June 2012: Nil). It is secured against first exclusive charge over all present and future current and fixed assets of the Company's South Plant operations and personal guarantees of sponsor directors. This finance facility is repayable in six years from first draw down with two year grace period.



10 CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

10.1.1 There are no material changes in contingencies as disclosed in the note to the financial statements for the year ended 30 June 2012 except for the following:

10.1.2 The Company has filed a constitutional petition challenging enhancement of Gas Infrastructure Development Cess before the Honorable Islamabad High Court on the ground that the Company was not required to pay any such enhanced Cess and the same has been stayed by the Honorable Islamabad High Court. The outcome of the case is pending. The management is hopeful that the matter shall be decided in favour of the Company.

10.2 Commitments

10.2.1 Commitments in respect of letter of credit amounted to Rupees 369.21 million (June 2012: Rupees 40.96 million).

10.2.2 Commitments for construction of building as at balance sheet date amounted to RS. 46.00 million (June 2012: Nil).

	HALF YEAR ENDED		QUARTER ENDED	
	31 DECEMBER 2012	31 DECEMBER 2011	31 DECEMBER 2012	31 DECEMBER 2011
	(Rupees '000)		(Rupees '000)	
11 COST OF SALES				
Fuel and power	116,379	99,706	55,654	52,833
Consumable spare	3,840	2,717	2,367	1,517
Salaries wages and other benefits	14,058	11,337	8,212	6,028
Communication	245	590	96	265
Repair and maintenance	8,095	3,052	3,628	1,252
Travelling and vehicle running	2,710	1,641	1,179	919
Insurance	1,090	1,104	528	584
Depreciation	18,835	18,649	9,291	9,367
Staff welfare	1,276	1,327	660	601
Transportation	353	420	208	226
Other overheads	3,135	3,518	1,818	1,801
	170,016	144,061	83,641	75,393
Finished goods				
Opening stock	11,182	31,880	15,640	38,526
Purchases	166,478	41,760	66,124	17,686
Closing stock	(18,252)	(23,565)	(18,252)	(23,565)
	159,408	50,075	63,512	32,647
	329,424	194,136	147,153	108,040



12 EARNINGS PER SHARE

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

		HALF YEAR ENDED	
		31 DECEMBER 2012	31 DECEMBER 2011
		(Rupees '000)	
	Note		
13 CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		90,400	33,592
Adjustments to reconcile profit to net cash provided by operating activities			
Depreciation		23,240	22,872
Finance cost		29,343	37,218
(Gain) / Loss on disposal of assets		(427)	305
Working capital changes	13.1	(105,307)	(28,370)
Cash flow from operating activities		37,249	65,617
13.1 Cash flows from working capital changes			
<i>(Increase) / decrease in current assets:</i>			
Stores and spare parts		(6,797)	(15,848)
Stock in trade		(7,070)	8,315
Trade debts		(27,036)	(19,436)
Loans and advances		(65,107)	(8,905)
Short term deposits and prepayments		1,321	(1,741)
Balances with statutory authorities		-	1,159
Other receivables		63	33,132
<i>Increase / (decrease) in current liabilities:</i>			
Trade and other payables		(681)	(25,046)
Net cash generated from/ (used in) working capital changes		(105,307)	(28,370)



14 SEGMENT INFORMATION

14.1 Segment results are as follows:

	HALF YEAR ENDED					
	31 December 2012			31 December 2011		
	Industrial and Medical Gases	Other Segments	Total	Industrial and Medical Gases	Other Segments	Total
	(Rupees '000)			(Rupees '000)		
Net Sales	389,693	156,020	545,713	245,611	57,782	303,393
Cost of Sales	176,267	153,157	329,424	138,771	55,365	194,136
GROSS PROFIT	213,426	2,863	216,289	106,840	2,417	109,257
Distributions Cost	57,541	443	57,984	39,026	291	39,317
Administrative Expenses	33,949	430	34,379	28,527	361	28,888
	91,490	873	92,363	67,553	652	68,205
Segment Profit / (Loss)	121,936	1,990	123,926	39,287	1,765	41,052
Unallocated corporate expenses						
Other Operating Expenses			5,082			2,381
Other Income			899			32,139
			119,743			70,810
Finance Cost			29,343			37,218
PROFIT / (LOSS) BEFORE TAXATION			90,400			33,592
Taxation			2,731			3,352
PROFIT / (LOSS) AFTER TAXATION			87,669			30,240

15 TRANSACTIONS WITH RELATED PARTIES

Name	Nature of Transaction	HALF YEAR ENDED	
		31 DECEMBER 2012	31 DECEMBER 2011
		(Rupees '000)	
Associated companies / undertaking			
Ghani Glass Limited	Purchases	2,262	-
Shadman Mall	Advance against sales	139	10,747
Ghani Gases Employees Provident Fund	Contribution	6,780	2,401
Sponsors	Loan received / (repaid)	(13,248)	(6,223)



16 DATE OF AUTHORIZATION

This financial information has been authorized for issue by Board of Directors of the Company on February 25, 2013.

17 CORRESPONDING FIGURES

- 17.1** Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.
- 17.2** 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 2012 and the corresponding figures in the condensed interim profit and loss account, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity 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 2011.
- 17.3** Corresponding figures have been rearranged or reclassified, wherever necessary, for the purposes of comparison. However, no material reclassification has been made in the corresponding figures.

ATIQUE AHMAD KHAN
Chief Executive Officer

HAFIZ FAROOQ AHMAD
Director