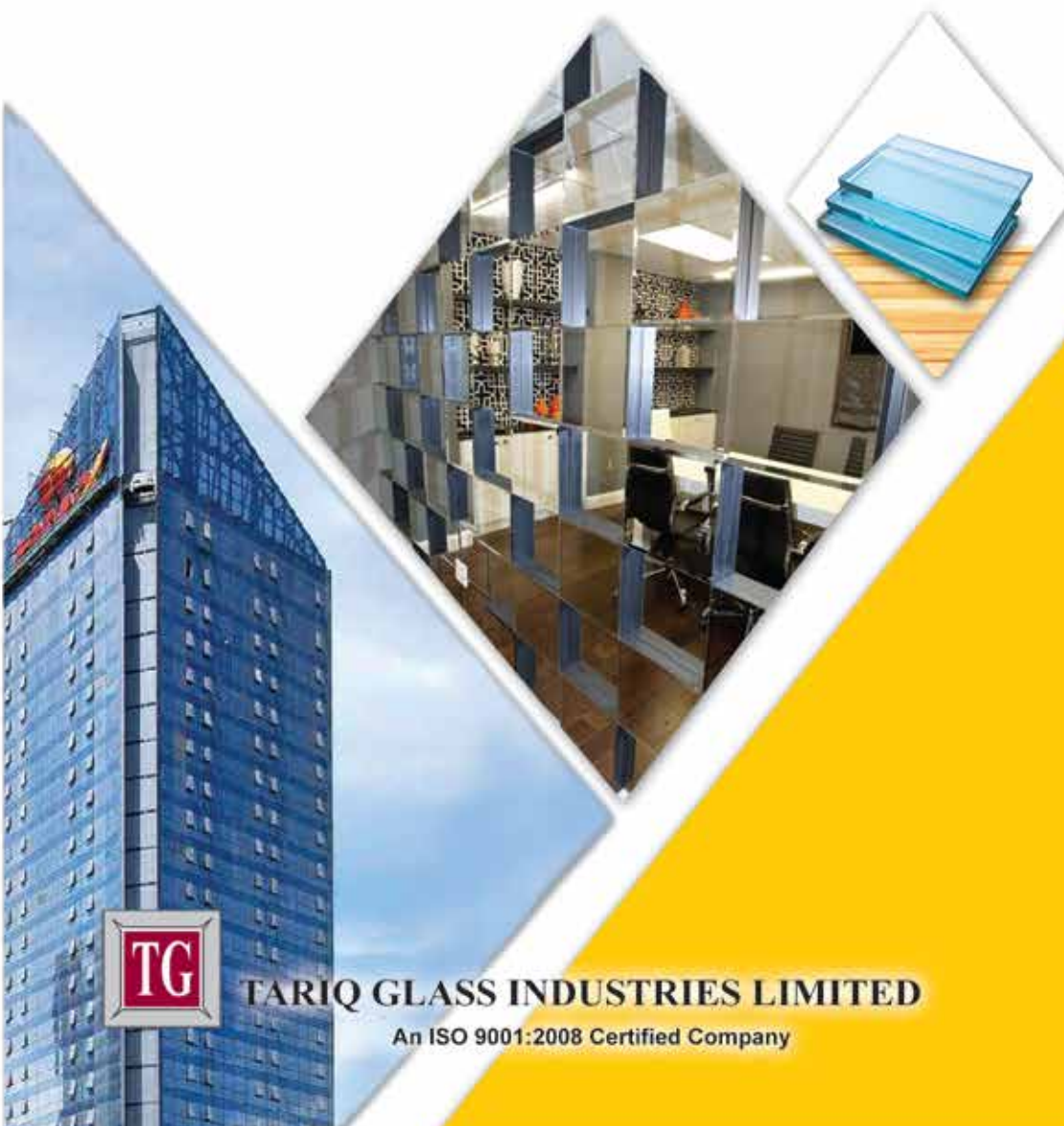


2nd Quarterly Report

31st Dec 2020 (Un - Audited)



TARIQ GLASS INDUSTRIES LIMITED

An ISO 9001:2008 Certified Company



Contents

COMPANY INFORMATION	4
DIRECTORS' REVIEW (English and Urdu)	5-6
INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS	7
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION	9
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT	10
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME	11
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY	12
CONDENSED INTERIM STATEMENT OF CASH FLOWS	13
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS	14-19



VISION STATEMENT

To be a premier glass manufacturing organization of International standards and repute, offering innovative value-added products, tailored respectively to the customer's needs and satisfaction. Optimizing the shareholder's value through meeting their expectations, making Tariq Glass Industries Limited an "Investor Preferred Institution" is one of our prime policies. We are a "glassware supermarket" by catering all household and industrial needs of the customers under one roof.



MISSION STATEMENT

To be a world class and leading company continuously providing quality glass tableware, containers and float by utilizing best blend of state of the art technologies, highly professional staff, excellent business processes and synergistic organizational culture.

Company Information

BOARD OF DIRECTORS

CHAIRMAN MANAGING DIRECTOR / CEO	MR. MANSOOR IRFANI MR. OMER BAIG	
DIRECTORS	MR. MOHAMMAD BAIG MR. SAAD IQBAL MS. RUBINA NAYYAR MR. TAJAMMAL HUSSAIN BOKHAREE MR. FAIZ MUHAMMAD	INDEPENDENT DIRECTOR INDEPENDENT DIRECTOR
CHIEF FINANCIAL OFFICER COMPANY SECRETARY	MR. WAQAR ULLAH MR. MOHSIN ALI	
HUMAN RESOURCE & REMUNERATION COMMITTEE	MR. FAIZ MUHAMMAD MR. OMER BAIG MS. RUBINA NAYYAR	CHAIRMAN MEMBER MEMBER
AUDIT COMMITTEE	MR. FAIZ MUHAMMAD MS. RUBINA NAYYAR MR. MANSOOR IRFANI	CHAIRMAN MEMBER MEMBER
AUDITORS	CROWE HUSSAIN CHAUDHURY & CO. CHARTERED ACCOUNTANTS, LAHORE	
LEGAL ADVISOR	KASURI AND ASSOCIATES, LAHORE	
CORPORATE CONSULTANTS	MR. RASHID SADIQ M/S R.S. CORPORATE ADVISORY , LAHORE	
TAX CONSULTANTS	YOUSAF ISLAM ASSOCIATES, LAHORE	
BANKERS	NATIONAL BANK OF PAKISTAN HABIB BANK LTD UNITED BANK LTD THE BANK OF PUNJAB BANK ALHABIB LTD SAMBA BANK LTD AL-BARAKA BANK (PAK) LTD ALLIED BANK LTD HABIB METROPOLITAN BANK LTD	BANK ALFALAH LTD FAYSAL BANK LTD PAKISTAN KUWAIT INVESTMENT CO.,(PVT),LTD MCB BANK LIMITED THE BANK OF KHYBER ASKARI BANK LIMITED MEEZAN BANK LIMITED STANDARD CHARTERED BANK (PAK) LTD
SHARES REGISTRAR	SHEMAS INTERNATIONAL (PVT) LTD. 533-Main Boulevard, Imperial Garden Block, Paragon City, Barki Road, Lahore. Ph: +92-42-37191262 E-mail: info@shemasinternational.com	
REGISTERED OFFICE	128-J, MODEL TOWN, LAHORE. UAN: 042-111-34-34-34 FAX: 042-35857692 – 35857693 E-mail: info@tariqglass.com WEB: www.tariqglass.com	
WORKS	33-KM, LAHORE/SHEIKHUPURA ROAD TEL: (042) 37925652, (056) 3500635-7 FAX: (056) 3500633	



Directors' Review

The directors of the Company are pleased to present their review together with the un-audited condensed interim financial statements of the company duly reviewed by the external auditors with limited scope review for the six months period ended December 31, 2020.

Financial and Operational Performance

By the blessings of Almighty Allah, the rate of infection of second wave of COVID-19 is under control and the Country is again succeeding against the fight with Corona Virus Pandemic. Government's strategy of 'smart lock-down' and timely enforcement of SOP's by local administration coupled with the efforts made by the corporate / business sector turned out to be successful. Government focus on construction industry and monetary relief provided by SBP by lowering policy rate in last quarter of FY20 uplifted the bearish economic environment during this period. Owing to the amnesty schemes and special tax incentives announced by the Government the housing and construction sector picked up pace and CPEC related activities are also gaining momentum.

Alhamdulillah, the market remained receptive for the Company products and the top line revenues of the Company registered a robust growth of 16.64%, which is recorded as Rs. 9,022 million for a cumulative period of six months as compared to Rs. 7,735 million of the corresponding period of the last year. The EPS for the period under report also reflect a sturdy improvement and stood at Rs. 9.09 as compared to EPS of Rs. 3.84 (Restated) of same period of the last year.

The brief financial results for the six months period ended December 31, 2020 are as under:

	(Million Rupees)	
	Half Year Ended December 31	
	FY2020-2021	FY2019-2020
Net Sales	9,022	7,735
Gross Profit	1,927	1,148
Profit before Tax	1,381	577
Profit after Tax	1,001	424
Earnings per share (Rupees)	9.09	3.84 Restated

Alhamdulillah, the Company's production facilities of Tableware and Float Glass were fully operational during the period under review.

The Board of Directors has recommended issuance of interim bonus shares in proportion of 25 shares for every 100 shares held (i.e. 25%) for the half year ended 31 December 2020 out of free reserves. The enclosed condensed interim financial statements do not include the effect of the recommended bonus issue.

Future Outlook:

The Company has planned to fire the furnace and commercialize production from the new Float Glass Plant (Unit-2) before the end of third quarter of current financial year (Insha Allah). The management has undertaken necessary measures to further improve quality, introduce value added products and more focused approach towards customer's satisfaction. In this regard, the Company has recently launched deckle printed glass dinner sets. Our focus will also be on capturing the export potential both for tableware and float glass products.

An increase in the rate of inflation may force SBP to revise the policy rate. Moreover, the continuing hike in oil prices might put extra burden on the cost of production. Having said that we hope that with the blessings of Allah Almighty, the economic activities will flourish and the Company will continue its momentum of success.

For and on behalf of the Board

Lahore, February 17, 2021

(MANSOOR IRFANI)
Chairman

(OMER BAIG)
Managing Director / CEO

ڈائریکٹران کا جائزہ

طارق گلاس انڈسٹریز لمیٹڈ کے ڈائریکٹرز 31 دسمبر 2020 کو ختم ہونے والی ششماہی برائے مالی سال 2020-2021 کیلئے اپنا جائزہ جمع کچھنی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے جو آڈٹڈ ہونے کے بعد دوبارہ جاری ہوئے ہیں۔ اس کے سامنے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

کاروبار اور مالیاتی کارکردگی سے متعلق نقطہ نظر:

اللہ تعالیٰ کے فضل و کرم سے پاکستان میں کووڈ-19 کی دوسری لہر قابو میں ہے اور اہمیکھ کھسز کی شرح بتدریج کم ہو رہی ہے۔ حکومتی تدبیریں سمارٹ لاک ڈاؤن کا نام دیا گیا کاروبار وقت گزار جس میں مقامی انتظامیہ، کارپوریٹ سیکٹور کاروباری اداروں نے ایس او بیز کے نفاذ میں بھرپور تعاون کیا اور حکومتی حکمت عملی کو کامیاب بنایا۔ گورنمنٹ کی جانب سے کنسرکشن و ہاؤسنگ انڈسٹری کی بحالی پر توجہ مرکوز رہی جبکہ سٹیٹ بینک نے پالیسی ریٹ کو چھٹی سطح پر مستحکم رکھا اور انڈسٹری کیلئے مالیاتی ریلیف کی وجہ سے اقتصادی سکوت کی کیفیت ٹوٹی اور معاشی سرگرمیوں میں بحالی نظر آئی۔ حکومت کی جانب سے اینٹسٹی سکیوں اور خصوصی ٹیکس ریلیف کی وجہ سے ہاؤسنگ و تعمیراتی شعبے کی کاروباری سرگرمیوں میں اضافہ اور تیزی آئی ہے۔ اس کے علاوہ CPEC پراجیکٹس پر ترقیاتی کاموں کی رفتار میں بھی اضافہ ہوا ہے۔

اللہ تعالیٰ کے فضل و کرم سے پاکستان میں کووڈ-19 کی دوسری لہر قابو میں ہے اور اہمیکھ کھسز کی شرح بتدریج کم ہو رہی ہے۔ حکومتی تدبیریں سمارٹ لاک ڈاؤن کا نام دیا گیا کاروبار وقت گزار جس میں مقامی انتظامیہ، کارپوریٹ سیکٹور کاروباری اداروں نے ایس او بیز کے نفاذ میں بھرپور تعاون کیا اور حکومتی حکمت عملی کو کامیاب بنایا۔ گورنمنٹ کی جانب سے کنسرکشن و ہاؤسنگ انڈسٹری کی بحالی پر توجہ مرکوز رہی جبکہ سٹیٹ بینک نے پالیسی ریٹ کو چھٹی سطح پر مستحکم رکھا اور انڈسٹری کیلئے مالیاتی ریلیف کی وجہ سے اقتصادی سکوت کی کیفیت ٹوٹی اور معاشی سرگرمیوں میں بحالی نظر آئی۔ حکومت کی جانب سے اینٹسٹی سکیوں اور خصوصی ٹیکس ریلیف کی وجہ سے ہاؤسنگ و تعمیراتی شعبے کی کاروباری سرگرمیوں میں اضافہ اور تیزی آئی ہے۔ اس کے علاوہ CPEC پراجیکٹس پر ترقیاتی کاموں کی رفتار میں بھی اضافہ ہوا ہے۔

اللہ تعالیٰ کے فضل و کرم سے پاکستان میں کووڈ-19 کی دوسری لہر قابو میں ہے اور اہمیکھ کھسز کی شرح بتدریج کم ہو رہی ہے۔ حکومتی تدبیریں سمارٹ لاک ڈاؤن کا نام دیا گیا کاروبار وقت گزار جس میں مقامی انتظامیہ، کارپوریٹ سیکٹور کاروباری اداروں نے ایس او بیز کے نفاذ میں بھرپور تعاون کیا اور حکومتی حکمت عملی کو کامیاب بنایا۔ گورنمنٹ کی جانب سے کنسرکشن و ہاؤسنگ انڈسٹری کی بحالی پر توجہ مرکوز رہی جبکہ سٹیٹ بینک نے پالیسی ریٹ کو چھٹی سطح پر مستحکم رکھا اور انڈسٹری کیلئے مالیاتی ریلیف کی وجہ سے اقتصادی سکوت کی کیفیت ٹوٹی اور معاشی سرگرمیوں میں بحالی نظر آئی۔ حکومت کی جانب سے اینٹسٹی سکیوں اور خصوصی ٹیکس ریلیف کی وجہ سے ہاؤسنگ و تعمیراتی شعبے کی کاروباری سرگرمیوں میں اضافہ اور تیزی آئی ہے۔ اس کے علاوہ CPEC پراجیکٹس پر ترقیاتی کاموں کی رفتار میں بھی اضافہ ہوا ہے۔

(لگ بھگ رقم روپوں میں)

ششماہی اہتمام 31 دسمبر	ششماہی اہتمام 31 دسمبر	2019-2020	2020-2021	خالص فروختگی
7,735	9,022	7,735	9,022	مجموعی منافع
1,148	1,927	1,148	1,927	ٹیکس کی ادائیگی سے پہلے کا منافع
577	1,381	577	1,381	ٹیکس کی ادائیگی کے بعد کا خالص منافع
424	1,001	424	1,001	آمدنی فی حصص بنیادی و مجموعی (روپوں میں)
3.84 (ریٹیلڈ)	9.09	3.84	9.09	

اللہ تعالیٰ کے فضل و کرم سے پاکستان میں کووڈ-19 کی دوسری لہر قابو میں ہے اور اہمیکھ کھسز کی شرح بتدریج کم ہو رہی ہے۔ حکومتی تدبیریں سمارٹ لاک ڈاؤن کا نام دیا گیا کاروبار وقت گزار جس میں مقامی انتظامیہ، کارپوریٹ سیکٹور کاروباری اداروں نے ایس او بیز کے نفاذ میں بھرپور تعاون کیا اور حکومتی حکمت عملی کو کامیاب بنایا۔ گورنمنٹ کی جانب سے کنسرکشن و ہاؤسنگ انڈسٹری کی بحالی پر توجہ مرکوز رہی جبکہ سٹیٹ بینک نے پالیسی ریٹ کو چھٹی سطح پر مستحکم رکھا اور انڈسٹری کیلئے مالیاتی ریلیف کی وجہ سے اقتصادی سکوت کی کیفیت ٹوٹی اور معاشی سرگرمیوں میں بحالی نظر آئی۔ حکومت کی جانب سے اینٹسٹی سکیوں اور خصوصی ٹیکس ریلیف کی وجہ سے ہاؤسنگ و تعمیراتی شعبے کی کاروباری سرگرمیوں میں اضافہ اور تیزی آئی ہے۔ اس کے علاوہ CPEC پراجیکٹس پر ترقیاتی کاموں کی رفتار میں بھی اضافہ ہوا ہے۔

مستقبل کے حوالے سے نقطہ نظر:

کچھنی نے رواں سال کی تیسری سہ ماہی کے اختتام سے پہلے نئے فلوٹ گلاس پلانٹ (یونٹ ۲) کی فرنس فائرنگ اور اس سے حاصل ہونے والی پیداوار کی فروختگی کے حوالے سے منصوبہ بندی کی ہے۔ کچھنی مینجمنٹ نے اپنی مصنوعات کے معیار کو مزید بہتر بنانے، ویلیو ایڈڈ مصنوعات متعارف کروانے اور صارفین کا اعتماد حاصل کرنے کیلئے ضروری اقدامات اٹھائے ہیں۔ اس سلسلے میں کچھنی نے حال ہی میں ڈیٹیل پرنٹنگ گلاس ڈیزائننگ وکاس و تیز مارکیٹ میں متعارف کروایا ہے۔ اس کے علاوہ کچھنی اپنی ٹیمیل و تیز اور فلوٹ گلاس پراجیکٹس کیلئے برآمدی فروختگی کو بڑھانے کیلئے بھرپور کوشش کر رہی ہے۔

مہنگائی کی بڑھتی ہوئی شرح سٹیٹ بینک کے پالیسی ریٹ میں اضافے کا موجب بن سکتی ہے۔ جبکہ ٹیل گیس کی بڑھتی ہوئی قیمتوں کی وجہ سے مجموعی پیداواری لاگت میں اضافے کا احتمال ہے۔ مینجمنٹ پُر امید ہے کہ مستقبل میں معاشی سرگرمیوں میں مزید بہتری آئے گی اور کچھنی اپنی کارکردگی مزید بہتر بنانے کی راہ پر گامزن رہے گی (انشاء اللہ)۔

یورڈ آف ڈائریکٹرز کی جانب سے

عمر بیگ
چیئرمین ڈائریکٹرز ای سی ای او

منصور عرفانی
چیئرمین

تاریخ: ۱۶ فروری ۲۰۲۱ء، لاہور



Independent Auditor's Review Report To the Members

Introduction

We have reviewed the accompanying condensed interim statement of financial position of TARIQ GLASS INDUSTRIES LIMITED ("the Company") as at December 31, 2020 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the half year ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

The figures of the condensed interim statement of profit or loss account and the condensed interim statement of comprehensive income for the quarters ended December 31, 2020 and December 31, 2019 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2020.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for the 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 on 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 accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The condensed interim financial information for the half year ended December 31, 2019 and the annual financial statements for the year ended June 30, 2020 of the Company were reviewed and audited, by another firm of chartered accountants who expressed an unmodified conclusion and opinion thereon vide their reports dated February 27, 2020 and October 06, 2020, respectively.

The engagement partner on the review resulting in this independent auditor's review report is Amin Ali.

LAHORE
February 17, 2021

CROWE HUSSAIN CHAUDHURY & CO.
Chartered Accountants



FINANCIAL STATEMENTS



Condensed Interim Statement of Financial Position

As at 31 December 2020

	Note	(Un-audited) 31 December 2020 Rupees	(Audited) 30 June 2020 Rupees
ASSETS			
Non-current assets			
Property, plant and equipment	5	11,358,686,866	10,853,380,139
Intangibles		17,970,795	20,588,159
Long term deposits		71,088,481	62,893,614
		11,447,746,142	10,936,861,912
CURRENT ASSETS			
Stores and spare parts		811,879,829	981,919,889
Stock in trade	6	1,986,248,145	2,963,825,450
Trade debts - considered good		1,551,847,711	1,821,912,192
Advances, deposits, prepayments and other receivables		130,626,854	289,589,756
Cash and bank balances		102,360,232	212,496,497
		4,582,962,771	6,269,743,784
		16,030,708,913	17,206,605,696
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital 500,000,000 (2020: 500,000,000) ordinary shares of Rs. 10 each		5,000,000,000	5,000,000,000
Issued, subscribed and paid-up capital		1,101,870,000	1,101,870,000
Share premium reserve		410,116,932	410,116,932
Unappropriated profits		5,329,398,118	4,328,091,522
Surplus on revaluation of freehold land		766,482,138	766,482,138
Loan from director		135,000,000	135,000,000
		7,742,867,188	6,741,560,592
NON-CURRENT LIABILITIES			
Long term finances - secured	7	3,690,112,073	3,841,673,795
Lease liabilities		12,187,473	22,142,945
Deferred tax liability		348,740,918	372,541,241
Long term payable		16,791,821	31,184,806
		4,067,832,285	4,267,542,787
CURRENT LIABILITIES			
Trade and other payables		1,749,130,101	1,747,418,435
Contract liability		193,772,492	263,224,071
Unclaimed dividend		8,785,192	9,582,631
Accrued mark-up		86,719,779	181,506,336
Current portion of non-current liabilities	8	178,321,797	103,586,321
Short term borrowings - secured	9	1,968,855,537	3,892,184,523
Provision for tax - net		34,424,542	-
		4,220,009,440	6,197,502,317
		16,030,708,913	17,206,605,696
CONTINGENCIES AND COMMITMENTS			
	10		

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

February 17, 2021
Lahore

MANSOOR IRFANI
CHAIRMAN

OMER BAIG
MANAGING DIRECTOR / CEO

WAQAR ULLAH
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Profit or Loss Account (Un-audited)

For the Half Year and Quarter Ended 31 December 2020

	Note	Half year ended 31 December 2020 Rupees	Half year ended 31 December 2019 Rupees	Quarter ended 31 December 2020 Rupees	Quarter ended 31 December 2019 Rupees
Revenue	11	9,022,372,516	7,735,089,682	4,918,551,170	4,157,892,486
Cost of sales		(7,095,378,657)	(6,586,803,267)	(3,822,823,853)	(3,583,530,200)
Gross profit		1,926,993,859	1,148,286,415	1,095,727,317	574,362,286
Administrative expenses		(147,700,754)	(124,865,619)	(78,272,806)	(63,169,897)
Selling and distribution expenses		(159,842,312)	(129,142,014)	(80,317,136)	(65,680,592)
		(307,543,066)	(254,007,633)	(158,589,942)	(128,850,489)
Operating Profit		1,619,450,793	894,278,782	937,137,375	445,511,797
Other income		1,410,797	18,074,049	704,491	1,276,203
Finance cost		(131,457,313)	(290,240,763)	(55,549,105)	(153,578,273)
Other expenses		(108,246,065)	(44,657,350)	(64,223,019)	(21,962,930)
Profit before taxation		1,381,158,212	577,454,718	818,069,742	271,246,797
Taxation		(379,851,616)	(153,843,356)	(218,165,640)	(77,250,614)
Net profit for the period		1,001,306,596	423,611,362	599,904,102	193,996,183
			(Restated)		(Restated)
Earnings per share - basic and diluted		9.09	3.84	5.44	1.76

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

February 17, 2021
Lahore

MANSOOR IRFANI
CHAIRMAN

OMER BAIG
MANAGING DIRECTOR / CEO

WAQAR ULLAH
CHIEF FINANCIAL OFFICER



Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Half Year and Quarter Ended 31 December 2020

Note	Half year ended 31 December 2020 Rupees	Half year ended 31 December 2019 Rupees	Quarter ended 31 December 2020 Rupees	Quarter ended 31 December 2019 Rupees
Net profit for the period	1,001,306,596	423,611,362	599,904,102	193,996,183
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	1,001,306,596	423,611,362	599,904,102	193,996,183

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

February 17, 2021
Lahore

MANSOOR IRFANI
CHAIRMAN

OMER BAIG
MANAGING DIRECTOR / CEO

WAQAR ULLAH
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Changes in Equity

For the Half Year Ended 31 December 2020

Particulars	Share capital	Capital reserves		Revenue reserve	Surplus on revaluation of freehold land	Loan from director	Total equity
		Share premium	Unappropriated profits				
-----Rupees-----							
Balance as at July 01, 2019	734,580,000	410,116,932	4,227,624,255	766,482,138	-	-	6,138,803,325
Total comprehensive income	-	-	423,611,362	-	-	-	423,611,362
Net profit for the period	-	-	-	-	-	-	-
Other comprehensive income	-	-	423,611,362	-	-	-	423,611,362
Transaction with owners of the Company recognised directly in equity	-	-	-	-	-	-	-
Final dividend for the year ended June 30, 2019 @ Rs. 4 (40%) per ordinary share	-	-	(293,832,000)	-	-	-	(293,832,000)
Balance as at December 31, 2019	734,580,000	410,116,932	4,357,403,617	766,482,138	-	-	6,268,582,687
Balance as at July 01, 2020	1,101,870,000	410,116,932	4,328,091,522	766,482,138	135,000,000	6,741,560,592	
Total comprehensive income	-	-	1,001,306,596	-	-	-	1,001,306,596
Net Profit for the period	-	-	-	-	-	-	-
Other comprehensive income	-	-	1,001,306,596	-	-	-	1,001,306,596
Balance as at 31 December 2020	1,101,870,000	410,116,932	5,329,398,118	766,482,138	135,000,000	7,742,867,188	

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

February 17, 2021
Laivie

MANSOOR-IRFANI
CHAIRMAN

OMER-BAG
MANAGING DIRECTOR / CEO

WAQAR ULLAH
CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Cash Flows (Un-audited)

For the Half Year Ended 31 December 2020

	Six Months Ended	
	31 December 2020 Rupees	31 December 2019 Rupees
Cash flow from operating activities		
Profit before taxation	1,381,158,212	577,454,718
Adjustments for:		
Depreciation	223,978,876	241,860,208
Amortization of intangible assets	2,617,364	3,242,426
Gain on disposal of property, plant and equipment	-	(2,098,565)
Reversal of provision for expected credit losses	(313,655)	-
Provision for doubtful advances	(50,574)	-
Finance cost	131,457,313	290,240,763
Provision for Workers' (Profit) Participation Fund	74,254,754	31,234,301
Provision for Workers' Welfare Fund	29,682,120	13,423,049
	461,626,198	577,902,182
Operating profit before working capital changes	1,842,784,410	1,155,356,900
(Increase) / decrease in current assets:		
Stores and spare parts	170,040,060	(470,345,138)
Stock in trade	977,577,305	267,257,063
Trade debts	270,378,136	(441,719,507)
Advances, deposits, prepayments and other receivables	7,749,478	52,300,896
Increase / (decrease) in current liabilities:		
Trade and other payables	(9,558,315)	(14,272,597)
Contract liability	(69,451,579)	79,745,475
	1,346,735,085	(527,033,808)
Cash generated from operations	3,189,519,495	628,323,092
Payments of Workers' (Profit) Participation Fund	(68,627,489)	(113,862,955)
Payments of Workers' Welfare Fund	(25,900,628)	(41,166,829)
Finance cost paid	(224,382,646)	(170,746,470)
Income tax paid / deducted at source	(217,963,397)	(443,496,301)
	(536,874,160)	(769,272,555)
Net cash generated from / (used in) operating activities	2,652,645,335	(140,949,463)
Cash flow from investing activities		
Fixed capital expenditure	(729,285,605)	(1,802,244,872)
Addition to intangible assets	-	(854,700)
Proceeds from disposal of property, plant and equipment	-	4,100,000
Long term deposits	(8,194,867)	7,438,132
Net cash used in investing activities	(737,480,472)	(1,791,561,440)
Cash flow from financing activities		
Net receipts from / (repayments of) long term finances - secured	(87,500,000)	1,451,139,085
Repayment of lease liabilities	(7,789,798)	(9,946,536)
Repayment of long term payable	(5,884,905)	-
Net receipts from / (repayments of) short term borrowings	(395,569,519)	419,895,908
Dividends paid	(797,439)	(292,390,137)
Net cash (used in) / generated from financing activities	(497,541,661)	1,569,148,320
Net increase / (decrease) in cash and cash equivalents	1,417,623,202	(363,362,583)
Cash and cash equivalents at the beginning of the period	(2,167,214,516)	(1,868,531,970)
Cash and cash equivalents at end of the period	(749,591,314)	(2,231,894,553)
Cash and cash equivalents comprise of the following:		
- Cash and bank balances	102,360,232	342,166,622
- Running finances from banks	(851,951,546)	(2,574,061,175)
	(749,591,314)	(2,231,894,553)

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements (un-audited).

February 17, 2021
Lahore

MANSOOR IRFANI
CHAIRMAN

OMER BAIG
MANAGING DIRECTOR / CEO

WAQAR ULLAH
CHIEF FINANCIAL OFFICER

Notes to the Condensed Interim Financial Statements

For the Half Year Ended 31 December 2020

1. Legal status and nature of business

Tariq Glass Industries Limited ("the Company") was incorporated in Pakistan on September 04, 1978 under the repealed Companies Act, 1913 (now Companies Act, 2017) and converted into a public limited company in the year 1980. The Company is listed on Pakistan Stock Exchange Limited. The Company is principally engaged in the manufacture and sale of glass containers, tableware, opal glass and float glass. The registered office of the Company is situated at 128-J, Model Town, Lahore. The production facilities of the Company are located at Kot Saleem, Sheikhpura.

2. Basis of preparation

2.1 Statement of compliance

2.1.1 These condensed interim financial statements (un-audited) of the Company have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the 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 the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.2 These condensed interim financial statements (un-audited) comprise of condensed interim statement of financial position of the Company, as at December 31, 2020 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with the notes forming part thereof.

2.1.3 These condensed interim financial statements (un-audited) do not include all of the information required for full annual financial statements and should be read in conjunction with the audited annual financial statements for the year ended June 30, 2020.

2.1.4 The statement of financial position presented in these condensed interim financial statements (un-audited) for corresponding period has been extracted from the audited annual financial statements of the Company for the year ended June 30, 2020, whereas condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows for the corresponding period have been extracted from the un-audited condensed interim financial statements for the six months period ended December 31, 2019.

2.1.5 These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act"); these are, however, subject to limited scope review by external auditors as required by the Act and the Listed Companies (Code of Corporate Governance) regulations, 2019.

2.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistan Rupees which is the Company's functional and presentation currency.

3 Judgments and estimates

The preparation of these condensed interim financial statements (un-audited) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

4. Significant accounting policies

The Company's accounting and financial risk management policies and methods of computation adopted in the preparation of these condensed interim financial statements (un-audited) are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended June 30, 2020.

	Note	Un-audited 31 December 2020 Rupees	Audited 30 June 2020 Rupees
5. Property, plant and equipment			
Operating fixed assets	5.1	4,433,190,582	4,608,496,136
Capital work in progress	5.2	6,079,166,568	5,453,307,326
Stores held for capitalization		846,329,716	791,576,677
		<u>11,358,686,866</u>	<u>10,853,380,139</u>
5.1 Operating fixed assets			
Opening balance of written down value		4,608,496,136	4,910,630,765
Additions during the period / year		48,673,322	226,790,444
Disposals during the period / year		-	(2,001,435)
		<u>4,657,169,458</u>	<u>5,135,419,774</u>
Depreciation charge for the period / year		(223,978,876)	(526,923,638)
		<u>4,433,190,582</u>	<u>4,608,496,136</u>
5.2 Capital work in progress			
Opening balance of capital work in progress		5,453,307,326	1,841,746,710
Additions during the period / year		635,506,888	3,611,560,616
Transfer during the period / year		(9,647,646)	-
		<u>6,079,166,568</u>	<u>5,453,307,326</u>
6. Stock in trade			

As on December 31, 2020, the Company has recorded a write down of Rs. 68.5 million (June 30, 2020: Rs. 20.1 million) to NRV of inventory of finished goods. The write down was recognised as an expense and charged to cost of sales.

	Note	Un-audited 31 December 2020 Rupees	Audited 30 June 2020 Rupees
7. Long term finances - secured			
Markup bearing finances from conventional banks:			
The Bank of Punjab - Demand Finance 1		-	87,500,000
The Bank of Punjab - Demand Finance 2		222,652,729	222,652,729
Bank Alfalah Limited - Term Finance		99,999,998	99,999,998
Askari Bank Limited - Term Finance		698,000,000	698,000,000
Habib Bank Limited - Term Finance		699,999,999	699,999,999
Bank of Punjab Limited - Demand Finance 3		700,000,000	700,000,000
MCB Bank Limited - Demand Finance		699,628,895	699,628,895
National Bank of Pakistan - Demand Finance		694,048,016	694,048,016
		<u>3,814,329,637</u>	<u>3,901,829,637</u>
Less: Current portion	8	(124,217,564)	(60,155,842)
		<u>3,690,112,073</u>	<u>3,841,673,795</u>
8. Current portion of non-current liabilities			
Long term finances - secured	7	124,217,564	60,155,842
Lease liabilities		19,209,001	17,043,327
Long term payable		34,895,232	26,387,152
		<u>178,321,797</u>	<u>103,586,321</u>
9. Short term borrowings			
Mark-up based borrowings from conventional banks:			
Running finance and cash finance - secured		1,234,267,494	2,707,668,721
Other mark-up based borrowing:			
Finance facility - secured		400,000,000	300,000,000
Mark-up free borrowing from related party:			
Loan from director		10,869,500	10,869,500
Islamic mode of financing:			
Islamic finance - secured		323,718,543	873,646,302
		<u>1,968,855,537</u>	<u>3,892,184,523</u>

10. Contingencies and commitments

10.1 There is no material change in the status of contingencies as reported in the annual audited financial statements of the Company for the year ended June 30, 2020 except for the following:

The commercial banks have issued guarantees on behalf of the Company in favour of Sui Northern Gas Pipelines Limited against supply of gas for captive power amounting to Rs. 109.5 (June 30, 2020: Rs. 59.5 million)

Commitments

10.2 Commitments under letters of credit for capital expenditure amount to Rs. 109.34 million (June 30, 2020: Rs. 56.45 million).

- 10.3 Commitments under letters of credit for other than capital expenditure amount to Rs. 113.31 million (June 30, 2020: Rs. 46.07 million).
- 10.4 The amount of future ljarah rentals for ljarah financing and the period in which these payments will become due are as follows:

	Note	Un-audited 31 December 2020 Rupees	Audited 30 June 2020 Rupees
- Not later than one year		14,975,396	19,918,574
- Later than one year and not later than five years		610,552	6,123,600
		<u>15,585,948</u>	<u>26,042,174</u>

11. Revenue

	Half year ended 31 December 2020 Rupees	Half year ended 31 December 2019 Rupees	Quarter ended 31 December 2020 Rupees	Quarter ended 31 December 2019 Rupees
Local	9,683,999,308	8,442,776,546	5,254,560,169	4,568,425,711
Export	826,534,404	598,240,788	467,873,877	295,049,985
	<u>10,510,533,712</u>	<u>9,041,017,334</u>	<u>5,722,434,046</u>	<u>4,863,475,696</u>
Less: Sales tax	(1,485,083,514)	(1,301,861,657)	(802,319,699)	(705,583,210)
Trade discounts	(3,077,682)	(4,065,995)	(1,563,177)	-
	<u>(1,488,161,196)</u>	<u>(1,305,927,652)</u>	<u>(803,882,876)</u>	<u>(705,583,210)</u>
	<u>9,022,372,516</u>	<u>7,735,089,682</u>	<u>4,918,551,170</u>	<u>4,157,892,486</u>

11.1 Disclosure regarding disaggregation of sales - products transferred at a point in time

In the following table revenue from contracts with customers is disaggregated by primarily type of products.

Type of products	Half year ended 31 December 2020 Rupees	Half year ended 31 December 2019 Rupees	Quarter ended 31 December 2020 Rupees	Quarter ended 31 December 2019 Rupees
Tableware glass products	3,983,380,636	3,756,848,612	1,981,650,213	1,890,766,482
Float glass products	5,038,991,880	3,978,241,070	2,936,900,957	2,267,126,004
	<u>9,022,372,516</u>	<u>7,735,089,682</u>	<u>4,918,551,170</u>	<u>4,157,892,486</u>

12. Transactions with related parties

Related parties comprise associated companies, staff retirement fund, directors, key management personnel and other companies where directors have controlling interest. Significant transactions with related parties other than those disclosed elsewhere in these condensed interim financial statements are as follows:

Name	Nature of transactions	Note	Half Year Ended	
			31 December 2020	31 December 2019
Associated companies				
Omer Glass Industries Limited	Dividend paid		-	30,935,040
M & M Glass (Private) Limited	Dividend paid		-	3,715,376
Directors				
Mr. Omer Baig (Managing Director) / CEO	Dividend paid		-	133,330,160
	Remuneration paid	12.1	9,000,000	9,000,000
	Loan received from director		-	135,000,000
Mr. Mohammad Baig (Director)	Dividend paid		-	8,139,504
	Remuneration paid	12.1	4,800,000	4,800,000
Mr. Mansoor Irfani (Chairman)	Dividend paid		-	13,848
Ms. Rubina Nayyar (Director)	Dividend paid		-	2,308
Mr. Faiz Muhammad (Director)	Dividend paid		-	2,000
	Meeting fee paid		125,000	-
Mr. Tajammal Husain Bokharee (Director)	Dividend paid		-	2,000
	Meeting fee paid		125,000	50,000
Mr. Saad Iqbal (Director)	Dividend paid		-	920,000
	Meeting fee paid		50,000	25,000
Post employment benefit plan				
Provident fund	Contributions		17,489,726	15,542,424
Key Management Personnel	Remuneration paid	12.1	35,579,422	26,865,103

12.1 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers all members of the management team, including the Chief Financial Officer, Directors and Heads of Department to be its key management personnel.

13. Fair value measurement of financial instruments

Fair value is determined on the basis of objective evidence at each reporting date. The Company has not made any changes to valuation techniques used to value financial instruments as described in annual audited financial statements for the year ended June 30, 2020.

As of reporting date, there were no Level 1, 2 or 3 assets or liabilities.

14. Financial Risk Management

The Company's financial risk management objective and policies are consistent with those disclosed in the annual audited financial statements for the year ended June 30, 2020.

15. Date of authorization for issue

These condensed interim financial statements (un-audited) for the half year ended December 31, 2020 were authorized for issue by the Board of Directors on February 17, 2021.

16. General

16.1 Non adjusting event after reporting date

The directors in their meeting held on February 17, 2021 have proposed bonus issue of 25 percent (i.e. 25 shares per 100 shares) (December 31, 2019: 50 percent) for the half year ended December 31, 2020. These condensed interim financial statements (un-audited) does not include the effect of the above bonus shares which will be accounted for in the period in which it is declared.

16.2 Re-arrangements / Reclassifications

Corresponding figures are re-arranged / reclassified, wherever necessary, to facilitate comparison. No material re-arrangements / reclassifications have been made in these condensed interim financial statements (un-audited) except for earnings per share. Earnings per share for prior periods have been adjusted for event of bonus issue as required by para 26 of IAS 33 Earnings per Share.

February 17, 2021
Lahore

MANSOOR IRFANI
CHAIRMAN

OMER BAIG
MANAGING DIRECTOR / CEO















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