

(Un-audited)

Quarterly Accounts

for the Quarter ended
September 30, 2009



Balochistan Glass Limited

An ISO 9001-2000 Certified Company

Corporate Information

BOARD OF DIRECTORS'

Mr. Muhammad Tousif Paracha	Chairman & Chief Executive
Mr. Tariq Siddiq Paracha	
Mr. Muhammad Naiz Paracha	
Mr. Jawaid Aziz Paracha	
Mr. Muhammad Shareef Paracha	
Mr. Arshad Siddiq Paracha	
Mr. Muhammad Ishaque Khokhar	

COMPANY SECRETARY

Muhammad Shamail Javed

AUDIT COMMITTEE

Mr. Muhammad Ishaq Khokhar	Chairman
Mr. Muhammad Naiz Paracha	Member
Mr. Jawaid Aziz Paracha	Member

BANKERS

The Bank of Punjab
Bank Al Falah Limited
Al Baraka Islamic Bank Limited
Citibank N.A
Faysal Bank Limited
KASB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
United Bank Limited
Hong Kong Shanghi Banking Corporation Limited
Atlas Bank Limited
Muslim Commercial Bank Limited
BankIslami Pakistan Limited

AUDITORS

Faruq Ali & Company
Chartered Accountants

LEGAL ADVISOR

Syed Afaq Ali

REGISTERED OFFICE

Firdousi Mnazil,
Rustamji Lane,
M.A. Jinnah Road, Quetta.

HEAD OFFICE

34- Main Gulberg,
Lahore.
Ph. # 042-35871055-57
Fax # 042-35871039 & 59
Web: www.balochistanglass.com
Email: info@balochistanglass.com

KARACHI OFFICE

M 7-10, Mezzanine floor, cornice residence,
Khayaban-e-saadi, com-3, Block-2,
Clifton, Karachi

FACTORIES

UNIT-I

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

UNIT-II

29-KM, Sheikhpura Road,
Sheikhpura.

UNIT-III

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

SHARE REGISTRAR

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

Directors' Report

The Board of Directors' of Balochistan Glass Limited takes pleasure in presenting the Annual Report and Audited Financial Statements of the company together with the Auditors' report for the quarter ended September 30, 2009.

Company Performance

The analysis of key operating results for the current quarter in comparison with the previous quarter is given below:

	September 30, 2009	September 30, 2008
	(Rupees in thousand)	
Sales-Net	240,328	272,863
Gross (Loss)/Profit	(12,950)	(43,484)
(Loss) after Tax	(65,495)	(124,698)

Net Sales of the company decreased by 11.92% in comparison to last quarter, which is mainly due to the closure of Unit-II. The financial results of the company have improved as compared to last quarter which is mainly due to improved performance of our units. Management is still making efforts to turn the company in to profitable venture.

The closed furnace of Unit-III has also been fired in October 2009 and now Unit-III is fully converted to tableware and partially flint Pharma production. We expect better results from Unit-III as initial results from trail run of this plant are encouraging. We are also in the process to import bricks and other equipments for our Unit-II, which is closed since November 2008. Some of the bricks & equipment has already reached at the port. Our technical team has already started necessary overhauling of machinery & equipment at plant and we expect that this plant will also start its production after current winter season. Company is also trying to operate its Plastic Division so that company profitability can be enhanced.

Directors of the company are supporting the company during this difficult phase and all BMR related payments are financed by them from their own sources. They have extended interest free loans of Rs. 1.006 billion to the company which is more than all the short term and long term loans of the company.

Considering future BMR of all the units, strong financial commitments & support of directors' & associated persons of company, diversified product range & presence in local and export and market and prospects of glass industry, we are quite confident that our results for the coming years will improve.

We appreciate the assistance and co-operation extended by our banks and financial institutions and efforts, dedication and commitment demonstrated by all the employees and contractors of the company.

For and on the behalf of Board of Directors'



Muhammad Tousif Paracha
Chief Executive

Lahore : November 09, 2009

Balance Sheet

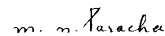
as at September 30, 2009 (Un-audited)

EQUITY AND LIABILITIES	September 30,2009	June 30,2009
	(Rupees in thousand)	
SHARE CAPITAL AND RESERVES		
Authorized capital 120,000,000 (2007:50,000,000) Ordinary shares of Rs. 10/- each	1,200,000	1,200,000
Issued, subscribed and paid-up capital	858,000	858,000
Accumulated loss	(1,079,606)	(1,014,111)
	(221,606)	(156,111)
NON-CURRENT LIABILITIES		
Subordinated loan - Unsecured	482,080	482,080
Long term loans	888,283	888,283
Deferred liabilities	20,380	19,207
CURRENT LIABILITIES		
Trade and other payables	485,919	509,813
Markup accrued	178,549	156,141
Short term borrowings	648,275	649,321
Current portion of long term loans	99,357	99,357
Current and overdue portion of finance lease	145,905	146,424
	1,558,005	1,561,056
CONTINGENCIES AND COMMITMENTS		
	--	--
	2,727,142	2,794,515
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	1,338,939	1,360,688
CURRENT ASSETS		
Stores, spares and loose tools	304,554	304,488
Stock in trade	518,067	552,558
Trade debts - Considered good	253,428	253,162
Loans and advances - Considered good	72,334	67,877
Trade deposits, prepayments and other receivable	145,035	153,777
Taxes recoverable	67,956	67,481
Cash and bank balances	26,829	34,484
	1,388,203	1,433,827
	2,727,142	2,794,515

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

Profit and Loss Account

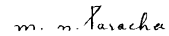
for the Quarter ended September 30, 2009 (Un-audited)

	September 30,2009	September 30,2008
	(Rupees in thousand)	
Sales - Net	240,328	272,863
Cost of sales	253,278	316,347
Gross Loss	(12,950)	(43,484)
Administrative and selling expenses	12,191	31,063
Operating Loss	(25,141)	(74,547)
Financial charges	39,152	50,151
Loss before taxation	(64,293)	(124,698)
Taxation:		
Current	1,202	--
Deferred	-	--
	1,202	-
Loss after taxation	(65,495)	(124,698)
Earning Per Share	(0.76)	(1.45)

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

Cash Flow Statement

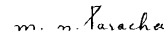
for the Quarter ended September 30, 2009 (Un-audited)

	September 30,2009	September 30,2008
(Rupees in thousand)		
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(64,293)	(124,698)
Adjustments for non-cash charges and other items:		
Depreciation	30,952	34,994
Financial charges	39,189	50,345
Provision for gratuity	1,379	2,208
Operating profit / (loss) before working capital changes	7,227	(37,151)
Working capital changes (Increase)/Decrease in current assets		
Stores, spares and loose tools	(66)	(2,654)
Stock in trade	34,491	622
Trade debts	(266)	(2,502)
Loans and advances	(4,457)	(4,682)
Trade deposits, prepayments and other receivable	8,742	(3,654)
Increase/(Decrease) in current liabilities	(23,894)	114,740
Trade and other payables		
Cash generated from operations	21,777	64,719
Payments for:		
Financial charges	(16,781)	(26,571)
Taxes	(1,677)	(7,733)
Gratuity	(206)	(1,303)
Net cash inflow from operating activities	3,113	29,112
CASH FLOW FROM INVESTING ACTIVITIES		
Payment for capital expenditure	(9,203)	(145)
Net cash outflow from investing activities	(9,203)	(145)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans received	--	8,141
Repayment of liability against assets subject to finance lease	(519)	(2,710)
Short term borrowings - Net	(1,046)	(31,998)
Net cash (outflow) from financing activities	(1,565)	(26,567)
Net (decrease) / increase in cash and cash equivalents	(7,655)	2,400
Cash and cash equivalents as at 1st July	34,484	17,204
Cash and cash equivalents as at 30th september	26,829	19,604

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

Statement of Changes in Equity

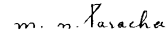
for the Quarter ended September 30, 2009 (Un-audited)

	Issued, subscribed and paid-up capital	Accumulated loss	Total
		(Rupees in thousand)	
Balance as on July 01, 2008	858,000	(505,767)	352,233
Net (loss) for the quarter	--	(124,698)	(124,698)
Balance as on September 30, 2008	858,000	(630,465)	227,535
Net (loss) for the period	--	(383,646)	(383,646)
Balance as on June 30, 2009	858,000	(1,014,111)	(156,111)
Net (loss) for the period	--	(65,495)	(65,495)
Balance as on September 30, 2009	858,000	(1,079,606)	(221,606)

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

Notes to the Financial Statement

for the Quarter ended September 30, 2009 (Un-audited)

1. THE COMPANY AND ITS OPERATIONS

The Company was incorporated in Pakistan as a public limited company in 1980 under Companies Act 1913 (now Companies Ordinance, 1984). Its shares are listed on the Karachi and Lahore Stock Exchanges. The Company is engaged in manufacturing and sale of glass containers and plastic shells. The registered office of the company is located at Queta and Head Office at Lahore.

2. BASIS OF PREPARATION

These financial statements are unaudited and have been prepared in accordance with the requirements of section 245 of the Companies Ordinance, 1984 and IAS 34 "Interim Financial Reporting".

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these accounts are the same as those applied in the preparation of the accounts for the year ended June 30, 2009.

4. CONTINGENCIES AND COMMITMENTS

There is no material change in Contingencies and Commitments during the period.

	September 30,2009	June 30,2008
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(Rupees in thousand)

5. PROPERTY PLANT AND EQUIPMENT

Operating Asset at cost less accumulated depreciation	1,157,731	1,187,739
Capital work in progress - At cost	181,208	172,949
	<u>1,338,939</u>	<u>1,360,688</u>

6. TRANSACTION WITH RELATED PARTIES

Purchases	1,166	-
Short term loan received	22,642	41,009
Short term loan repaid	6,513	10,916
Markup charged on loan	4,275	935
Loan received from director	-	8,141
Loan paid to director	-	-

7. DATE OF AUTHORISATION FOR ISSUE

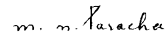
These financial statements are authorised for issue on November 09 2009 in accordance with the resolution of the board of directors of Company.

8. GENERAL

These financial statements are presented in rupees and figures have been rounded off to nearest thousand rupees.



Chief Executive



Director