



The Pakistan Credit Rating Agency Limited

Rating Report

Ghani Global Holdings Limited

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Rating History

Dissemination Date	Long Term Rating	Short Term Rating	Outlook	Action	Rating Watch
22-Nov-2022	A-	A2	Positive	Maintain	-
22-Nov-2021	A-	A2	Positive	Initial	-

Rating Rationale and Key Rating Drivers

The ratings reflect Ghani Global Holding Limited's ('Ghani Global' or 'the Company') emerging presence as a Holding Company for the Ghani Global Group ('The Group'). The prominent investments in the Company's portfolio include investments in the glass segment through Ghani Global Glass Limited (Ghani Global Glass) and in the chemicals and industrial gases segment through Ghani Chemical Industries Limited (Ghani Chemicals). The Company has also made an investment in the renewable energy segment through Kilowatt Labs Technologies Limited (Kilowatt Labs). However, the business is in its initial stages. Moreover, the Company remains able to materialize the envisaged strategies. In Nov-22, Ghani Chemicals acquired listing status after merging with G3 Technologies, a company acquired in Aug-21 and formerly known as Service Fabrics Limited. Ghani Chemicals has capitalized on growth through capacity expansion and tapping into export avenues. Global Global Glass follows import substitution business model to cope with the enhanced pharma needs and supplies. The subsidiary has announced an expansion to enhance capacity and value addition to tap the increasing demand in the local market and for diversification as well as to tap into the export market. These projects have stabilized, however, are yet to become dividend-yielding investments. Moreover, institutionalization of investment policies would be beneficial. The Company has a strong financial profile, represented by 100% equity base. The management intends to rely primarily on equity-based funding sources as against debts for expansionary measures. The Company has increased its equity base through a right issue.

The ratings are dependent on the management's ability to execute its envisaged strategy of growth and expansion. Timely materialization of these initiatives into profitable ventures is critical to the ratings. Strong performance of subsidiaries, initiation of dividend flow, and effective management of financial profile and liquidity remains important.~~

Disclosure

Name of Rated Entity	Ghani Global Holdings Limited
Type of Relationship	Solicited
Purpose of the Rating	Entity Rating
Applicable Criteria	Methodology Correlation Between Long-term & Short-term Rating Scales(Jun-22),Methodology Rating Modifiers(Jun-22),Methodology Holding Company Rating(Jun-22)
Related Research	Sector Study Holding Company(Aug-22)
Rating Analysts	Faiqa Qamar faiqa.qamar@pacra.com +92-42-35869504



Profile

Background Ghani Global Holdings Limited ('Ghani Global' or 'the Company') is a Public Listed Company. The Company was formerly known as Ghani Gases Limited. It was incorporated under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) in Nov-07 and was listed on PSX in Jan-10. The Company's name was changed from Ghani Gases Limited to Ghani Global Holdings Limited in Aug-19. The transition marked the separation of manufacturing facilities from the Company and the basic principle became to manage investments in subsidiaries and associated companies.

Structural Analysis The Company's investments currently comprise long-term investments only in its three subsidiaries i.e., Ghani Global Glass Limited ('Global Glass') ~50.1% stake, Ghani Chemical Industries Limited ('Ghani Chemicals') ~ 69.89% stake, and Kilowatt Labs Technologies Limited ('Kilowatt Labs') ~100% stake. Global Glass follows import substitution model and is primarily engaged in the manufacturing and sale of glass tubes, glass-ware, vials, ampules and chemicals. Ghani Chemicals is primarily engaged in manufacturing, sale and trading of medical & industrial gases and chemicals. Kilowatt Labs is yet to commence operations and will primarily manufacture, sell, import, export or otherwise deal in all types of super capacitors, long term energy solutions for electric vehicles, solar and UPS battery solutions.

Ownership

Ownership Structure The Company's majority ownership lies with the sponsoring family. Brothers, Mr. Masroor Ahmad Khan (~15%), Mr. Attique Ahmad Khan (~14%), and Mr. Hafiz Farooq Ahmad (~14%) own majority (~43%) of the total shares. The remaining shareholding lies with the spouses of Directors (~8%), and General Public (~49%).

Stability The Company is majorly owned by the sponsoring family and second generation has been successfully inducted in the business. Thus, the ownership of the Company is seen as stable.

Business Acumen The sponsors have decades of experience in various sectors of the economy. Ghani Global Group ('the Group') has presence in the glass manufacturing, chemicals, industrial gases, mining and automobile industries. The Group has gained prominence over time and enjoys the country's highest market share in the glass segment through Global Glass.

Financial Strength The Group has adequate financial muscle and has shown willingness and ability to support the Company in past.

Governance

Board Structure The Company's Board comprises of seven members, including one Executive Director, four non-Executive Directors, and two Independent Directors.

Members' Profile The Board is chaired by Mr. Masroor Ahmad Khan. He has more than 38 years of diversified experience in mining, glass, and industrial & medical gases manufacturing industries. Furthermore, Executive Director, Mr. Atique Ahmad Khan also has diversified experience of more than 34 years of Glass, textile, industrial and medical gases, and automobile sectors. He is also a qualified electrical and mechanical engineer.

Board Effectiveness There were five Board meetings held during FY22, with majority attendance. The minutes of the meetings are adequately maintained. The Board is assisted by the presence of its two sub-committees, HR & Remuneration Committee and the Audit Committee. Both sub-committees are chaired by Independent Directors.

Transparency External auditors of the Company, ShineWing Hameed Chaudhri & Co., Chartered Accountants, issued an unqualified audit report for FY22. The firm is QCR rated and in category 'A' of SBP's panel of auditors.

Management

Organizational Structure The Company has instituted a well-designed organisational structure to cater to its needs as a HoldCo. All Divisional Heads report to the Company's CEO, who reports to the Board. However, Head of Internal Audit and Human Resource report administratively to the CEO and functionally to the Board's Audit Committee, HR and Remuneration Committee, respectively.

Management Team Mr. Atique Ahmad Khan is the CEO and has been associated with the Company at the current position since inception. He carries over two decades of experience in glass, textile, industrial and medical gases, and automobile sectors. He is also a qualified electrical and mechanical engineer and is assisted by a team of experienced professionals. CFO, Mr. Asim Mehmud is an FCA and has almost decades of experience.

Management Effectiveness There are no management committees in place, currently. A formal review mechanism to monitor the performance of subsidiaries is expected to be implemented, going forward. An ERP system, (Oracle) has been set up at Group Level to efficiently manage the Company and its subsidiaries

Control Environment The Company has set up an internal audit function along with the Board's Audit Committee to help implement the policies and procedures. The Company is yet to implement an investment policy and currently only has three long-term investments.

Investment Strategy

Investment Decision-Making The Company's investment decisions are taken at the management level investment committee which includes CEO, two Directors, CFO, and GM Corporate

Investment Policy The Company is yet to formulate formal investment policy. Currently, the Company holds three strategic investments in its subsidiaries.

Investment Committee Effectiveness The Company does not have any formal investment guidelines in place, however, management meetings are conducted on need basis for making investment decisions of the Company

Business Risk

Diversification The Company's investment portfolio comprises three long-term investments in the glass segment (Global Glass), chemicals and industrial gases (Ghani Chemicals), and renewable energy segments (Kilowatt Labs). Total investments amount to ~ PKR 3.6bln during FY22. The Company has limited diversification in its portfolio; as high concentration exists in the glass segment (~41% of total investment), and chemicals and industrial gases segment (~59% of total investment) followed by minor investment in renewable energy segment (~0.1% of total investment).

Portfolio Assessment The Company has invested in one listed subsidiary and two unlisted subsidiaries. The Company has an investment value of PKR 1,424mln in Ghani Global Glass Limited ('GGGL'). In FY22, GGGL posted a topline of PKR 1.8bln, witnessing an increase of 12.5% (FY21: PKR 1.6bln). GGGL's profitability has witnessed an increasing trend over the years and the Company posted net profit of PKR 197mln, compared to net profit 64mln from the preceding year. Regarding Ghani Chemical Industries Limited ('GCIL'), the investment value currently stands at PKR 2,057mln. GCIL posted topline of PKR 4.8bln in FY22, witnessing 9% increase compared to the preceding year (FY21: PKR 4.4bln.) The Company posted net profit of PKR 812mln in FY22, compared to net profit 691mln from the preceding year. Right shares were issued to generate funds of PKR 2.3bln, out of which PKR 1bln were used to install a calcium carbide plant in G3 Technologies (now under GCIL after merger) and PKR 650mln invested in Kilowatt Labs Technologies Limited.

Income Assessment The Company's income comprises of profit on savings account and commission on corporate guarantees. The Company's total income stood at PKR 99mln in FY22, compared to PKR 18mln in FY21. The Company has gradually started to receive consistent dividend stream or share of profits from its subsidiaries. The Company's bottom-line closed at net profit of PKR 10mln compared to loss of PKR 32mln during FY21.

Financial Risk

Coverages The coverages of the Company remain adequate owing to no financial charges and limited total cash flows

Capital Structure The Company's capital structure comprises of equity only. During FY22, total equity of the Company stayed stagnant at PKR 3.8bln (FY21: 3.8bln).

Consolidated Position The Company, being the main holding company of the Ghani Global Group derives its financial strength from its subsidiaries and associated companies. The Group had a consolidated asset base of PKR 14bln, equity base of PKR 8.4bln as of FY22. Furthermore, the Group generated consolidated topline of PKR 5.6bln and PAT of PKR 1003mln..



The Pakistan Credit Rating Agency Limited

Ghani Global Holdings Limited

STATEMENT OF FINANCIAL POSITION

	Jun-22	Mar-22	Dec-21	Jun-21	Mar-21	Dec-20	Jun-20	Mar-20	Dec-19
	12M	9M	6M	12M	9M	6M	12M	9M	6M
	Audited	Management	Management	Audited	Management	Management	Audited	Management	Management
A Related Party Investments									
1 Equity Instruments - Listed	1,524	1,524	1,524	1,424	1,424	722	722	722	722
2 Equity Instruments - Unlisted	2,057	2,057	2,057	2,057	2,057	2,057	2,057	2,057	2,057
3 Debt Instruments	-	-	-	-	-	-	-	-	-
4 Due from Related Parties (Including Lending)	-	-	-	-	-	-	-	-	-
5 Derivatives	-	-	-	-	-	-	-	-	-
<i>Related Party Investments</i>	3,581	3,581	3,581	3,481	3,481	2,779	2,779	2,779	2,779
B Investments									
1 Equity Instruments - Listed (incl. Equity based Mutual Funds)	-	-	-	-	-	-	-	-	-
2 Equity Instruments - Unlisted	-	-	-	-	-	-	-	-	-
3 Government Securities	-	-	-	-	-	-	-	-	-
4 Debt Instruments (incl. Fixed Income Mutual Funds)	-	-	-	-	-	-	-	-	-
5 Placements	-	-	-	-	-	-	-	-	-
6 Investment Property	-	-	-	-	-	-	-	-	-
7 Others (incl. Derivatives)	-	-	-	-	-	-	-	-	-
<i>Investments</i>	-	-	-	-	-	-	-	-	-
C Total Investments	3,581	3,581	3,581	3,481	3,481	2,779	2,779	2,779	2,779
D Non-Current Assets									
1 Operating Fixed Assets - Owned and Leasehold	-	-	-	-	-	-	-	-	-
2 Intangible Assets	0	0	0	0	0	0	0	0	0
3 Other Non-Current Assets	-	-	-	-	-	-	-	-	-
4 Deferred Taxation	-	-	-	-	-	-	-	-	-
<i>Non-Current Assets</i>	0	0	0	0	0	0	0	0	0
E Current Assets									
1 Trade Assets (excl. taxes)	188	157	157	107	-	-	-	12	12
2 Taxes	18	24	24	29	3	2	0	5	40
3 Dividend Receivable	-	-	-	-	-	-	-	-	-
4 Interest or Markup Receivable	-	-	-	-	-	-	-	-	-
5 Other Current Assets	1	12	8	7	2	4	1	1	1
6 Cash and Bank Balances	3	5	5	152	279	518	2	-	-
<i>Current Assets</i>	210	199	195	295	284	525	3	19	53
F Total Assets	3,791	3,780	3,776	3,776	3,765	3,304	2,783	2,798	2,833
G Current Liabilities									
1 Trade Liabilities	5	5	9	7	-	-	0	12	12
2 Taxes	4	4	2	7	0	2	-	16	11
3 Interest or Markup Payable	-	-	-	-	-	-	-	-	-
4 Accrued Liabilities	1	0	0	2	1	0	1	1	1
5 Dividend Payable	1	1	1	1	1	1	1	1	1
6 Other Current Liabilities	10	0	0	0	-	0	-	-	-
<i>Current Liabilities</i>	21	10	12	16	2	4	2	30	25
H Funding									
1 Current Maturity of Long-Term Borrowings	-	-	-	-	-	-	-	-	-
2 Related Party Exposure									
a. Borrowings	-	-	-	-	-	-	-	-	-
b. Subordinate Borrowings	-	-	-	-	-	-	-	-	-
c. Due to Related Parties	-	0	0	-	-	27	1	3	37
<i>Related Party Exposure</i>	-	0	0	-	-	27	1	3	37
3 Borrowings									
a. Short-Term Borrowings	-	-	-	-	-	-	-	-	-
b. Long-Term Borrowings	-	-	-	-	-	-	-	-	-
c. Debt Instruments	-	-	-	-	-	-	-	-	-
d. Preference Share Capital	-	-	-	-	-	-	-	-	-
<i>Borrowings</i>	-	-	-	-	-	-	-	-	-
<i>Funding</i>	-	0	0	-	-	27	1	3	37
I Non-Current Liabilities									
1 Deferred Taxation	-	-	-	-	-	-	-	-	-
2 Deferred Liabilities	-	-	-	-	-	-	-	-	-
3 Other Non-Current Liabilities	-	-	-	-	-	-	-	-	-
<i>Non-Current Liabilities</i>	-	-	-	-	-	-	-	-	-
J Net Assets (E-F-G-H-I)	3,771	3,770	3,763	3,760	3,763	3,273	2,780	2,765	2,770
K Shareholders' Equity									
1 Ordinary Share Capital	3,219	3,219	3,219	2,799	2,799	1,533	1,533	1,533	1,533
2 Revaluation Reserve									
a. Fixed Assets	-	-	-	-	-	-	-	-	-
b. Investments	-	-	-	-	-	-	-	-	-
<i>Revaluation Reserve</i>	-	-	-	-	-	-	-	-	-
3 Reserves	-	-	-	268	268	1,040	522	522	522
4 Unappropriated Profit	551	550	544	693	696	701	725	710	715
<i>Shareholders' Equity</i>	3,771	3,770	3,763	3,760	3,763	3,273	2,780	2,765	2,770
L MEMORANDUM ITEMS									
1 Short-term Investments	-	-	-	-	-	-	-	-	-
a. Related Party	-	-	-	-	-	-	-	-	-
b. Investments	-	-	-	-	-	-	-	-	-
2 Short Term Borrowing Limits	-	-	-	-	-	-	-	-	-
<i>Check</i>	-	-00	-00	-00	000	(000)	-00	-00	-00



	Jun-22	Mar-22	Dec-21	Jun-21	Mar-21	Dec-20	Jun-20	Mar-20	Dec-19
	12M	9M	6M	12M	9M	6M	12M	9M	6M
	Audited	Management	Management	Audited	Management	Management	Audited	Management	Management
A CASH FLOWS FROM OPERATING ACTIVITIES									
1 Profit Before Tax	15	13	6	(25)	(29)	(24)	1	1	0
2 Adjustments for:									
a. Depreciation and/or Amortization	-	-	-	-	-	-	-	-	-
b. Other Non-Cash Charges or Items	-	-	-	-	-	-	-	-	-
c. Recurring Non Core (Income) or Expense	-	-	-	-	-	-	-	-	-
d. Total Finance Cost	-	-	-	-	-	-	-	-	-
EBITDA	15	13	6	(25)	(29)	(24)	1	1	0
3 Subtract:									
a. Taxes Paid	(4)	(3)	(2)	(7)	-	-	-	(0)	-
b. Others	-	-	-	-	-	-	-	-	-
Free Cash Flows from Operations (FCFO)	11	10	4	(32)	(29)	(24)	1	1	0
4 Related Parties - Income receipt or (expense paid)	-	-	-	-	-	-	-	-	-
5 Other Investments - Income receipt or (expense paid)	-	-	-	-	-	-	-	-	-
Total Operating Cash Flows (TCF)	11	10	4	(32)	(29)	(24)	1	1	0
6 Total Finance Cost Paid	-	-	-	-	-	-	-	-	-
Net Cash from Operating Activities before Working Capital Changes (WCC)	11	10	4	(32)	(29)	(24)	1	1	0
7 Changes in Working Capital									
a. (Increase) or Decrease in Operating Assets	(62)	(54)	(51)	(135)	(4)	(5)	0	(17)	(51)
b. Increase or (Decrease) in Operating Liabilities	2	(3)	1	7	(0)	28	1	16	51
Net Cash provided by Operating Activities	(48)	(47)	(46)	(160)	(33)	(1)	2	(0)	(0)
B CASH FLOWS FROM INVESTING ACTIVITIES									
1 Investment or Loan in Related Party	(100)	(100)	(100)	(702)	(702)	-	-	-	-
2 Investments	-	-	-	-	-	-	-	-	-
3 Capital Expenditure	-	-	-	-	-	-	-	-	-
4 Proceeds from sale of Fixed Assets	-	-	-	-	-	-	-	-	-
5 Others	-	-	-	-	-	-	-	-	-
Net Cash (Used in) or Available From Investing Activities	(100)	(100)	(100)	(702)	(702)	-	-	-	-
C CASH FLOWS FROM FINANCING ACTIVITIES									
1 Issue of Ordinary Shares	-	-	-	1,012	1,012	-	-	-	-
2 Proceeds from Issuance of Instrument	-	-	-	-	-	-	-	-	-
3 Net increase in Share deposit money	-	-	-	-	-	518	-	-	-
4 Dividends Paid	-	-	-	-	-	-	-	-	-
5 Net increase (decrease) in borrowing from related parties	-	-	-	-	-	-	-	-	-
6 Net increase (decrease) in short term borrowings	-	-	-	-	-	-	-	-	-
7 Net increase (decrease) in long term borrowings	-	-	-	-	-	-	-	-	-
8 Net increase (decrease) in preference share capital	-	-	-	-	-	-	-	-	-
9 Net increase (decrease) in finance lease rentals	-	-	-	-	-	0	-	-	-
10 Others (+/-)	-	-	-	-	-	-	-	-	-
Net Cash (Used in) or Available From Financing Activities	-	-	-	1,012	1,012	518	-	-	-
D CASH GENERATED OR (USED) DURING THE PERIOD	(148)	(147)	(146)	150	277	516	2	(0)	(0)
E OPENING BALANCE OF CASH AND BANK BALANCES	152	152	152	2	2	2	(0)	(0)	(0)
F CLOSING BALANCE OF CASH AND BANK BALANCES	3	5	5	152	279	518	2	(0)	(0)
<i>Check</i>	<i>(0.00)</i>	<i>(0.00)</i>	<i>(0.00)</i>	<i>(0.00)</i>	<i>(0.00)</i>	<i>0.00</i>	<i>(0.00)</i>	<i>(0.00)</i>	<i>(0.00)</i>



		Jun-22	Mar-22	Dec-21	Jun-21	Mar-21	Dec-20	Jun-20	Mar-20	Dec-19				
		12M	9M	6M	12M	9M	6M	12M	9M	6M				
		Audited	Management	Management	Audited	Management	Management	Audited	Management	Management				
A Diversification														
1	Number of Sectors	4	4	4	3	3	2	2	2	2				
2	Largest Investment Sector	2,057	2,057	2,057	2,057	2,057	2,057	2,057	2,057	2,057				
3	Market Value of Largest Investment	2,057	2,057	2,057	3,254	2,057	2,057	2,057	2,057	2,057				
4	Largest Income Stream	8	55	30	11	6	2	3	2	1				
B Portfolio Assessment														
1	Total Investments at Book Value	3,581	3,581	3,581	3,481	3,481	2,779	2,779	2,779	2,779				
2	Total Investments at Market Value	3,299	3,738	3,852	5,311	3,807	2,971	2,656	2,468	2,628				
3	Market Value of Equity Investments													
a.	Core Investments	3,299	3,738	3,852	5,311	3,807	2,971	2,656	2,468	2,628				
b.	Strategic Investments	-	-	-	-	-	-	-	-	-				
c.	Trading Investments	-	-	-	-	-	-	-	-	-				
	<i>Market Value of Equity Investments</i>	3,299	3,738	3,852	5,311	3,807	2,971	2,656	2,468	2,628				
4	Blended Asset Quality	2,581	3,130	3,272	5,096	3,216	2,171	1,777	1,543	1,742				
5	Marketable Investments													
a.	Listed Equity Investments	-	-	-	-	-	-	-	-	-				
b.	Government Securities	-	-	-	-	-	-	-	-	-				
c.	Debt Securities (excl. TDRs)	-	-	-	-	-	-	-	-	-				
d.	Placements	-	-	-	-	-	-	-	-	-				
e.	Derivatives	-	-	-	-	-	-	-	-	-				
	<i>Marketable Investments</i>	-	-	-	-	-	-	-	-	-				
C Income Assessment														
1	Total Investment Income	8	6	5	11	6	2	3	2	1				
2	KSE-100 Index Return	0	0	(0)	0	0	0	0	(0)	0				
3	Alpha Return on Portfolio	(0)	(0)	0	(0)	(0)	(0)	(0)	0	(0)				
4	Controlling Stakes	2,111	2,332	2,381	3,162	2,408	1,989	1,832	1,737	1,818				
30% D Diversification		BB 3.06	BB 3.49	BB+ 3.57	BB 3.36	BB 3.10	B 1.67	B- 1.07	B- 0.71	B- 1.01				
8%	25%	1	Number of Sectors	Score	4	4	4	3	3	2	2	2	2	0.6
8%	25%	2	Largest Investment Sector / Market Value of Equity Investments	Score	62.4%	55.0%	53.4%	38.7%	54.0%	69.2%	77.4%	83.3%	78.3%	0.8
8%	25%	3	Asset Concentration (Market Value of Largest Investment / Market Value of Equity Investments)	Score	62.4%	55.0%	53.4%	61.3%	54.0%	69.2%	77.4%	83.3%	78.3%	2.7
8%	25%	4	Largest Income Stream / Total Investment Income	Score	100.0%	90.47%	570.4%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	FALSE
40% E Portfolio Assessment		B+ 1.94	B 1.75	B 1.71	B 1.32	B 1.72	B+ 2.13	B+ 2.34	BB- 2.50	BB- 2.37				
20%	50%	1	Blended Asset Quality Assessment	Score	78.2%	83.7%	84.9%	96.0%	84.5%	73.1%	66.9%	62.5%	66.3%	4.7
20%	50%	2	Marketable Investments / Total Investments at Market Value	Score	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-
30% F Income Assessment		A+ 7.48	A+ 7.49	A+ 7.57	A 6.73	A+ 7.19	A 6.59	A- 6.25	AA 8.44	BBB 5.25				
10%	33%	1	Alpha Return on Portfolio	Score	-0.4%	-0.1%	0.9%	-5.7%	-1.7%	-7.7%	-17.7%	28.3%	-26.9%	-
10%	33%	2	Volatility in Income Stream	Score	3.1%	2.5%	3.7%	4.2%	9.3%	8.1%	6.5%	25.0%	25.0%	6.8
10%	33%	3	Controlling Stakes / Market Value of Equity Investments	Score	64.0%	62.4%	61.8%	59.5%	63.3%	67.0%	69.0%	70.4%	69.2%	9.0
G Business Risk Rating		BB+ 3.94	BB+ 3.99	BB+ 4.03	BB+ 3.56	BB+ 3.78	BB 3.33	BB 3.13	BB+ 3.75	BB- 2.83				
		Equivalent Business Risk Score												



		Jun-22	Mar-22	Dec-21	Jun-21	Mar-21	Dec-20	Jun-20	Mar-20	Dec-19		
		12M	9M	6M	12M	9M	6M	12M	9M	6M		
A Standalone Financial Indicators												
1	TCF	11	10	4	(32)	(29)	(24)	1	1	0		
2	Finance Cost	0	0	0	0	0	0	0	0	0		
3	Shareholders' Equity	3,771	3,770	3,763	3,760	3,763	3,273	2,780	2,765	2,770		
4	Funding											
a.	Current Maturity of Long-Term Borrowings	-	-	-	-	-	-	-	-	-		
b.	Short-Term Borrowings	-	-	-	-	-	-	-	-	-		
c.	Long-Term Borrowings (incl. Preference Share Capital)	-	-	-	-	-	-	-	-	-		
d.	Debt Instruments	-	-	-	-	-	-	-	-	-		
e.	Related Party Exposure (Excluding Due to Related Parties)	-	-	-	-	-	-	-	-	-		
<i>Funding</i>												
5	Off Balance Sheet Exposure											
a.	Guarantees	-	-	-	-	-	-	-	-	-		
b.	Commitments	-	-	-	-	-	-	-	-	-		
<i>Off Balance Sheet Exposure</i>												
6	ST Total Leverage Adequacy											
a.	Total Current Assets (excl. investment in related parties)	210	199	195	295	284	525	3	19	53		
b.	Total Current Liabilities	21	10	12	16	2	4	2	30	25		
c.	Net Total Current Assets	189	189	182	279	282	521	2	(11)	28		
d.	Room to Borrow or (Excess Borrowing) - in PKR	189	189	182	279	282	521	2	(11)	28		
e.	Room to Borrow or (Excess Borrowing) - in %	1	1	1	1	1	1	0	(1)	1		
B Consolidated Financial Indicators												
1	TCF	1,532	1,347	993	1,461	1,041	659	332	533	316		
2	Finance Cost	299	197	117	307	251	164	457	346	221		
3	Shareholders' Equity	8,377	8,227	7,775	5,792	5,479	4,094	3,801	3,940	4,092		
4	Funding	3,876	3,927	3,761	2,897	3,237	3,891	3,488	3,449	3,647		
40%		FALSE	FALSE	FALSE	BBB	BBB	BBB	FALSE	A+	A+		
		10.00	10.00	10.00	5.00	5.00	5.00	10.00	7.50	7.50		
10%	25%	1 TCF / Finance Cost	Score	111,329.0	102,499.0	35,459.0	(324,991.0)	(288,831.0)	(243,331.0)	6,449.0	7,768.0	4,898.0
				10.0	10.0	10.0	-	-	-	10.0	10.0	10.0
10%	25%	2 TCF / Finance Cost + CMLTB	Score	111,329.0	102,499.0	35,459.0	(324,991.0)	(288,831.0)	(243,331.0)	6,449.0	7,768.0	4,898.0
				10.0	10.0	10.0	-	-	-	10.0	10.0	10.0
10%	25%	3 Liquidity Assessment [(Cash and Bank Balances + Equivalents + Unutilized Sho	Score	34,690.0	36,682.5	26,690.0	1,516,630.0	2,091,150.0	2,592,150.0	20,480.0	-	-
				10.0	10.0	10.0	10.0	10.0	10.0	-	-	
10%	25%	4 Loan to Value	Score	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
				10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	
30%		FALSE	FALSE	FALSE	FALSE	FALSE	FALSE	FALSE	FALSE	FALSE		
		10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00		
13%	44%	1 Leveraging [Funding / (Funding + Shareholders' Equity)]	Score	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
				10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	
17%	56%	2 (Funding + Off Balance Sheet Exposure) / Shareholders' Equity	Score	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
				10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	
30%		AA-	AA	AA	AA	AA-	A+	BBB+	BB-	BB-		
		8.10	8.61	8.70	8.34	8.17	7.41	5.86	2.73	2.62		
9%	30%	1 (Sub EBITDA + Par Cash) / (Sub Finance Cost + CMLTB + Excess STBs)	Score	2.1	2.4	2.6	1.9	1.9	1.3	0.5	0.6	
				7.0	7.4	7.7	6.6	6.5	5.3	2.2	2.8	
9%	30%	2 Consolidated Leverage	Score	31.6%	32.3%	32.6%	33.3%	37.1%	48.7%	47.9%	46.7%	
				8.0	8.0	7.9	7.8	7.4	6.0	6.1	6.3	
12%	40%	3 Position Preservation Ratio	Score	3.47	23.40	17.56	151.66	278.82	19.33	2.82	-	
				8.9	10.0	10.0	10.0	10.0	10.0	8.4	-	
F Financial Risk Rating												
		AAA	AAA	AAA	A+	A+	A+	AA	A	A		
		9.43	9.58	9.61	7.50	7.45	7.22	8.76	6.82	6.79		



The Pakistan Credit Rating Agency Limited
 Ghani Global Holdings Limited
 CORPORATE RATING SCORE
 Holding Company Rating Model v.1.2

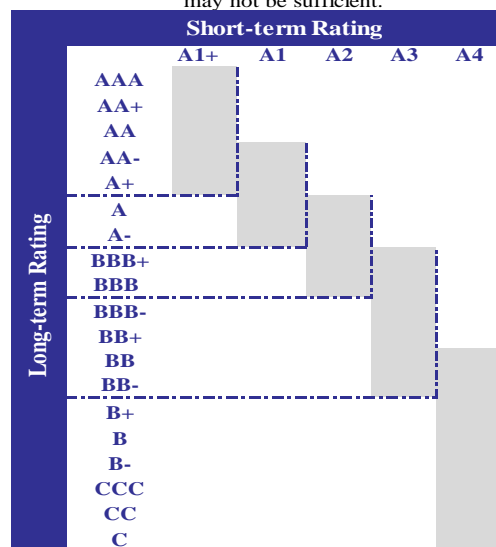
			Jun-22	Mar-22	Dec-21	Jun-21	Mar-21	Dec-20	Jun-20	Mar-20	Dec-19
			12M	9M	6M	12M	9M	6M	12M	9M	6M
CORPORATE RATING:			A	A	A	BBB+	BBB+	BBB+	A-	BBB+	BBB+
Equivalent Corporate Score			6.57	6.64	6.66	5.83	5.88	5.68	6.13	5.66	5.40
10%	10%	A Ownership	A-	A-	A-	A-	A-	A-	A-	A-	A-
			6.37	6.37	6.37	6.37	6.37	6.37	6.37	6.37	6.37
3%	25%	1 Ownership Structure	A	A	A	A	A	A	A	A	A
		Score:	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
3%	25%	2 Stability	A	A	A	A	A	A	A	A	A
		Score:	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5
3%	25%	3 Business Acumen	A-	A-	A-	A-	A-	A-	A-	A-	A-
		Score:	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
3%	25%	4 Financial Strength	A-	A-	A-	A-	A-	A-	A-	A-	A-
		Score:	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
10%	10%	B Governance	A	A	A	A	A	A	A	A	A
			6.87	6.87	6.87	6.87	6.87	6.87	6.87	6.87	6.87
3%	25%	1 Board Structure	A	A	A	A	A	A	A	A	A
		Score:	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
3%	25%	2 Members' Profile	A	A	A	A	A	A	A	A	A
		Score:	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
3%	25%	3 Board Effectiveness	A	A	A	A	A	A	A	A	A
		Score:	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
3%	25%	4 Transparency	A	A	A	A	A	A	A	A	A
		Score:	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5
10%	10%	C MANAGEMENT	A-	A-	A-	A-	A-	A-	A-	A-	A-
			6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
3%	25%	1 Organizational Structure	A-	A-	A-	A-	A-	A-	A-	A-	A-
		Score:	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
3%	25%	2 Management Team	A-	A-	A-	A-	A-	A-	A-	A-	A-
		Score:	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
3%	25%	3 Management Effectiveness	A-	A-	A-	A-	A-	A-	A-	A-	A-
		Score:	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
3%	25%	4 Control Environment	A-	A-	A-	A-	A-	A-	A-	A-	A-
		Score:	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
10%	10%	D Investment Strategy	BBB	BBB	BBB	BBB	BBB	BBB	BBB	BBB	BBB
			4.74	4.74	4.74	4.74	4.74	4.74	4.74	4.74	4.74
3%	33%	1 Investment Decision-making	BBB+	BBB+	BBB+	BBB+	BBB+	BBB+	BBB+	BBB+	BBB+
		Score:	5.8	5.8	5.8	5.8	5.8	5.8	5.8	5.8	5.8
3%	33%	2 Investment Policy	BBB	BBB	BBB	BBB	BBB	BBB	BBB	BBB	BBB
		Score:	5.3	5.3	5.3	5.3	5.3	5.3	5.3	5.3	5.3
3%	33%	3 Investment Committee Effectiveness	BB	BB	BB	BB	BB	BB	BB	BB	BB
		Score:	3.1	3.1	3.1	3.1	3.1	3.1	3.1	3.1	3.1
27%	27%	E Business Risk	BB+	BB+	BB+	BB+	BB+	BB	BB	BB+	BB-
			3.94	3.99	4.03	3.56	3.78	3.33	3.13	3.75	2.83
8%	30%	1 Diversification	BB	BB	BB+	BB	BB	B	B-	B-	B-
		Score:	3.1	3.5	3.6	3.4	3.1	1.7	1.1	0.7	1.0
11%	40%	2 Portfolio Assessment	B+	B	B	B	B	B+	B+	BB-	BB-
		Score:	1.9	1.8	1.7	1.3	1.7	2.1	2.3	2.5	2.4
8%	30%	3 Income Assessment	A+	A+	A+	A	A+	A	A-	AA	BBB
		Score:	7.5	7.5	7.6	6.7	7.2	6.6	6.2	8.4	5.3
33%	33%	F Financial Risk	AAA	AAA	AAA	A+	A+	A+	AA	A	A
			9.43	9.58	9.61	7.50	7.45	7.22	8.76	6.82	6.79
13%	40%	1 Coverages	FALSE	FALSE	FALSE	BBB	BBB	BBB	FALSE	A+	A+
		Score:	10.0	10.0	10.0	5.0	5.0	5.0	10.0	7.5	7.5
10%	30%	2 Capital Structure	FALSE	FALSE	FALSE	FALSE	FALSE	FALSE	FALSE	FALSE	FALSE
		Score:	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0
10%	30%	3 Consolidated Position	AA-	AA	AA	AA	AA-	A+	BBB+	BB-	BB-
		Score:	8.1	8.6	8.7	8.3	8.2	7.4	5.9	2.7	2.6

Credit Rating

Credit rating reflects forward-looking opinion on credit worthiness of underlying entity or instrument; more specifically it covers relative ability to honor financial obligations. The primary factor being captured on the rating scale is relative likelihood of default.

Scale	Long-term Rating Definition
AAA	Highest credit quality. Lowest expectation of credit risk. Indicate exceptionally strong capacity for timely payment of financial commitments
AA+	
AA	Very high credit quality. Very low expectation of credit risk. Indicate very strong capacity for timely payment of financial commitments. This capacity is not significantly vulnerable to foreseeable events.
AA-	
A+	
A	High credit quality. Low expectation of credit risk. The capacity for timely payment of financial commitments is considered strong. This capacity may, nevertheless, be vulnerable to changes in circumstances or in economic conditions.
A-	
BBB+	
BBB	Good credit quality. Currently a low expectation of credit risk. The capacity for timely payment of financial commitments is considered adequate, but adverse changes in circumstances and in economic conditions are more likely to impair this capacity.
BBB-	
BB+	Moderate risk. Possibility of credit risk developing. There is a possibility of credit risk developing, particularly as a result of adverse economic or business changes over time; however, business or financial alternatives may be available to allow financial commitments to be met.
BB	
BB-	
B+	
B	High credit risk. A limited margin of safety remains against credit risk. Financial commitments are currently being met; however, capacity for continued payment is contingent upon a sustained, favorable business and economic environment.
B-	
CCC	
CC	Very high credit risk. Substantial credit risk “CCC” Default is a real possibility. Capacity for meeting financial commitments is solely reliant upon sustained, favorable business or economic developments. “CC” Rating indicates that default of some kind appears probable. “C” Ratings signal imminent default.
C	
D	Obligations are currently in default.

Scale	Short-term Rating Definition
A1+	The highest capacity for timely repayment.
A1	A strong capacity for timely repayment.
A2	A satisfactory capacity for timely repayment. This may be susceptible to adverse changes in business, economic, or financial conditions.
A3	An adequate capacity for timely repayment. Such capacity is susceptible to adverse changes in business, economic, or financial conditions.
A4	The capacity for timely repayment is more susceptible to adverse changes in business, economic, or financial conditions. Liquidity may not be sufficient.



**The correlation shown is indicative and, in certain cases, may not hold.*

Outlook (Stable, Positive, Negative, Developing) Indicates the potential and direction of a rating over the intermediate term in response to trends in economic and/or fundamental business/financial conditions. It is not necessarily a precursor to a rating change. ‘Stable’ outlook means a rating is not likely to change. ‘Positive’ means it may be raised. ‘Negative’ means it may be lowered. Where the trends have conflicting elements, the outlook may be described as ‘Developing’.

Rating Watch Alerts to the possibility of a rating change subsequent to, or, in anticipation of some material identifiable event with indeterminable rating implications. But it does not mean that a rating change is inevitable. A watch should be resolved within foreseeable future, but may continue if underlying circumstances are not settled. Rating watch may accompany rating outlook of the respective opinion.

Suspension It is not possible to update an opinion due to lack of requisite information. Opinion should be resumed in foreseeable future. However, if this does not happen within six (6) months, the rating should be considered withdrawn.

Withdrawn A rating is withdrawn on a) termination of rating mandate, b) the debt instrument is redeemed, c) the rating remains suspended for six months, d) the entity/issuer defaults., or/and e) PACRA finds it impractical to surveil the opinion due to lack of requisite information.

Harmonization A change in rating due to revision in applicable methodology or underlying scale.

Surveillance. Surveillance on a publicly disseminated rating opinion is carried out on an ongoing basis till it is formally suspended or withdrawn. A comprehensive surveillance of rating opinion is carried out at least once every six months. However, a rating opinion may be reviewed in the intervening period if it is necessitated by any material happening.

Note. This scale is applicable to the following methodology(s):

<p>Entities</p> <ul style="list-style-type: none"> a) Broker Entity Rating b) Corporate Rating c) Financial Institution Rating d) Holding Company Rating e) Independent Power Producer Rating f) Microfinance Institution Rating g) Non-Banking Finance Companies (NBFCs) Rating 	<p>Instruments</p> <ul style="list-style-type: none"> a) Basel III Compliant Debt Instrument Rating b) Debt Instrument Rating c) Sukuk Rating
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Rating Team Statements

(1) Rating is just an opinion about the creditworthiness of the entity and does not constitute recommendation to buy, hold or sell any security of the entity rated or to buy, hold or sell the security rated, as the case may be | Chapter III; 14-3-(x)

2) Conflict of Interest

- i. The Rating Team or any of their family members have no interest in this rating | Chapter III; 12-2-(j)
- ii. PACRA, the analysts involved in the rating process and members of its rating committee, and their family members, do not have any conflict of interest relating to the rating done by them | Chapter III; 12-2-(e) & (k)
- iii. The analyst is not a substantial shareholder of the customer being rated by PACRA [Annexure F; d-(ii)] Explanation: for the purpose of above clause, the term "family members" shall include only those family members who are dependent on the analyst and members of the rating committee

Restrictions

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- (4) PACRA does not disclose or discuss with outside parties or make improper use of the non-public information which has come to its knowledge during business relationship with the customer | Chapter III; 10-7-(d)
- (5) PACRA does not make proposals or recommendations regarding the activities of rated entities that could impact a credit rating of entity subject to rating | Chapter III; 10-7-(k)

Conduct of Business

- (6) PACRA fulfills its obligations in a fair, efficient, transparent and ethical manner and renders high standards of services in performing its functions and obligations; | Chapter III; 11-A-(a)
- (7) PACRA uses due care in preparation of this Rating Report. Our information has been obtained from sources we consider to be reliable but its accuracy or completeness is not guaranteed. PACRA does not, in every instance, independently verifies or validates information received in the rating process or in preparing this Rating Report | Clause 11-(A)(p).
- (8) PACRA prohibits its employees and analysts from soliciting money, gifts or favors from anyone with whom PACRA conducts business | Chapter III; 11-A-(q)
- (9) PACRA ensures before commencement of the rating process that an analyst or employee has not had a recent employment or other significant business or personal relationship with the rated entity that may cause or may be perceived as causing a conflict of interest; | Chapter III; 11-A-(r)
- (10) PACRA maintains principal of integrity in seeking rating business | Chapter III; 11-A-(u)
- (11) PACRA promptly investigates, in the event of a misconduct or a breach of the policies, procedures and controls, and takes appropriate steps to rectify any weaknesses to prevent any recurrence along with suitable punitive action against the responsible employee(s) | Chapter III; 11-B-(m)

Independence & Conflict of interest

- (12) PACRA receives compensation from the entity being rated or any third party for the rating services it offers. The receipt of this compensation has no influence on PACRA's opinions or other analytical processes. In all instances, PACRA is committed to preserving the objectivity, integrity and independence of its ratings. Our relationship is governed by two distinct mandates i) rating mandate - signed with the entity being rated or issuer of the debt instrument, and fee mandate - signed with the payer, which can be different from the entity
- (13) PACRA does not provide consultancy/advisory services or other services to any of its customers or to any of its customers' associated companies and associated undertakings that is being rated or has been rated by it during the preceding three years unless it has adequate mechanism in place ensuring that provision of such services does not lead to a conflict of interest situation with its rating activities; | Chapter III; 12-2-(d)
- (14) PACRA discloses that no shareholder directly or indirectly holding 10% or more of the share capital of PACRA also holds directly or indirectly 10% or more of the share capital of the entity which is subject to rating or the entity which issued the instrument subject to rating by PACRA; | Reference Chapter III; 12-2-(f)
- (15) PACRA ensures that the rating assigned to an entity or instrument is not be affected by the existence of a business relationship between PACRA and the entity or any other party, or the non-existence of such a relationship | Chapter III; 12-2-(i)
- (16) PACRA ensures that the analysts or any of their family members shall not buy or sell or engage in any transaction in any security which falls in the analyst's area of primary analytical responsibility. This clause shall, however, not be applicable on investment in securities through collective investment schemes. | Chapter III; 12-2-(l)
- (17) PACRA has established policies and procedure governing investments and trading in securities by its employees and for monitoring the same to prevent insider trading, market manipulation or any other market abuse | Chapter III; 11-B-(g)

Monitoring and review

- (18) PACRA monitors all the outstanding ratings continuously and any potential change therein due to any event associated with the issuer, the security arrangement, the industry etc., is disseminated to the market, immediately and in effective manner, after appropriate consultation with the entity/issuer; | Chapter III | 18-(a)
- (19) PACRA reviews all the outstanding ratings on semi-annual basis or as and when required by any creditor or upon the occurrence of such an event which requires to do so; | Chapter III | 18-(b)
- (20) PACRA initiates immediate review of the outstanding rating upon becoming aware of any information that may reasonably be expected to result in downgrading of the rating; | Chapter III | 18-(c)
- (21) PACRA engages with the issuer and the debt securities trustee, to remain updated on all information pertaining to the rating of the entity/instrument; | Chapter III | 18-(d)

Probability of Default

(22) PACRA's Rating Scale reflects the expectation of credit risk. The highest rating has the lowest relative likelihood of default (i.e, probability). PACRA's transition studies capture the historical performance behavior of a specific rating notch. Transition behavior of the assigned rating can be obtained from PACRA's Transition Study available at our website. (www.pacra.com). However, actual transition of rating may not follow the pattern observed in the past | Chapter III | 14-(F-VII)

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