



LUCKY CORE INDUSTRIES

Report for the Three Months Ended
September 30, 2024

Shaping Tomorrow



Contents

Company Information	02
---------------------	----

Condensed Interim Unconsolidated Financial Information

Review of the Directors Unconsolidated (English/اردو)	03
Statement of Financial Position	19
Statement of Profit or Loss	20
Statement of Other Comprehensive Income	21
Statement of Cash Flows	22
Statement of Changes in Equity	23
Notes to and Forming Part of the Financial Statements	24

Condensed Interim Consolidated Financial Information

Review of the Directors Consolidated (English/اردو)	37
Statement of Financial Position	39
Statement of Profit or Loss	40
Statement of Other Comprehensive Income	41
Statement of Cash Flows	42
Statement of Changes in Equity	43
Notes to and Forming Part of the Financial Statements	44

Company Information

Board of Directors

Muhammad Sohail Tabba – Chairman (Non-Executive Director)
Muhammad Ali Tabba – Vice Chairman (Non-Executive Director)
Jawed Yunus Tabba – Non-Executive Director
Amina A. Aziz Bawany – Non-Executive Director
Asif Jooma – Chief Executive (Executive Director)
Adnan Afridi – Independent Director
Syed Muhammad Shabbar Zaidi – Independent Director
Ariful Islam – Independent Director

Audit Committee

Syed Muhammad Shabbar Zaidi – Chairman
Adnan Afridi – Member
Muhammad Ali Tabba – Member
Jawed Yunus Tabba – Member

HR & Remuneration (HR&R) Committee

Adnan Afridi – Chairman
Muhammad Sohail Tabba – Member
Muhammad Ali Tabba – Member
Jawed Yunus Tabba – Member
Asif Jooma – Member

Banking Committee

Asif Jooma – Chairman
Adnan Afridi – Member
Ariful Islam – Member

Executive Management Team (EMT)

Asif Jooma – Chief Executive
Atif Aboobukar – Chief Financial Officer*
Nauman Shahid Afzal – Chief Operating Officer,
 Chemicals & Agri Sciences Business
Laila Bhatia Bawany – Chief Legal Officer & Company Secretary
Rizwan Afzal Chaudhry – Chief Operating Officer,
 Polyester Business
Eqan Ali Khan – Chief Strategy & Innovation Officer
Muhammad Umar Mushtaq – Chief Operating Officer, Soda Ash
 Business
Muhammad Farrukh Rasheed – Chief People Officer
Atif Siddiqui – Chief Operating Officer, Pharmaceuticals Business

*Alphabetised as per the last name

Chief Financial Officer

Atif Aboobukar

Company Secretary

Laila Bhatia Bawany

Head of Internal Audit

Khalid Munif Khan

Bankers

Al Baraka Bank (Pakistan) Limited
 Allied Bank Limited
 Allied Bank Limited – Islamic Banking Group
 Askari Bank Limited
 Askari Ikhlas – Islamic Banking
 Bank Al Habib Limited
 Bank Al Habib – Islamic Banking
 Bank Alfalah Limited
 Bank Alfalah Limited – Islamic Banking Group
 Bank Islami Pakistan Limited
 Bank of Khyber
 Bank of Punjab
 Faysal Bank Limited
 Habib Bank Limited
 Habib Bank Limited – Islamic Banking
 Habib Metropolitan Bank Limited
 Habib Metropolitan Bank – Sirat Islamic
 Industrial and Commercial Bank of China Limited
 MCB Bank Limited
 MCB – Islamic Bank Limited
 Meezan Bank Limited
 National Bank of Pakistan
 Samba Bank Limited
 Standard Chartered Bank (Pakistan) Limited
 Standard Chartered Bank (Pakistan) Limited – Saadiq
 United Bank Limited
 UBL Ameen

Registered Office

5 West Wharf, Karachi – 74000.
 Tel: 111-100-200 / (021) 32313717-22 | Fax: (021) 32311739
 Website: www.luckycore.com

Share Registrar

FAMCO Share Registration Services (Private) Limited
 8 – F, Nursery, Block – 6, P.E.C.H.S
 Shahrah-e-Faisal, Karachi.
 Tel: (021) 34380101-5 | Fax: (021) 34380106
 Website: www.famcosrs.com

External Auditors

A.F. Ferguson & Co.
 Chartered Accountants

Legal Advisor

Imran Mushtaq & Company
 78 – B, Mozang Road (Opp. British Council), Lahore.
 Tel: (042) 36298184-5 | Fax: (042) 36298186

Review of the Directors (Unconsolidated)

for the Quarter Ended September 30, 2024

The Directors are pleased to present their review, together with the unaudited financial statements of the Company, for the quarter ended September 30, 2024.

Net Turnover for the quarter at PKR 30,737 million is 6% higher compared to the same period last year (SPLY). Net Turnover of the Pharmaceuticals and Polyester Businesses increased by 54% and 20% respectively as compared to the SPLY, whereas the Animal Health, Soda Ash, and Chemicals & Agri Sciences Businesses were lower by 15%, 10%, and 9% respectively as compared to the SPLY.

The Operating Result for the quarter at PKR 4,205 million is 3% higher than the SPLY. The Pharmaceuticals and Polyester Businesses delivered higher Operating Results by 73% and 16% respectively as compared to the SPLY, whereas due to slowdown in domestic market, the Chemicals & Agri Sciences, Animal Health and Soda Ash Businesses posted a decline in Operating Results by 21%, 10%, and 7% respectively as compared to the SPLY.

The Pharmaceuticals Business performance was primarily due to recovery in margins benefiting from a recovery in the value of the Pak Rupee, inflation related price adjustments of non-essential medicines, improvement in sales mix, and continued focus on operational efficiencies. The results were also supported by seamless integration of the newly acquired Pfizer portfolio, marking a significant milestone.

The Polyester Business delivered strong results driven by increase in domestic volumes, as rising global freight costs made imported PSF more expensive. The Soda Ash Business was significantly impacted by domestic demand contraction as a consequence of the widespread slowdown in construction and other segments. The business was, however, able to mitigate the impact of this slowdown by leveraging its presence in the export market. The

Chemicals & Agri Sciences and Animal Health Businesses faced challenges on the demand front due to continuous decline in consumer purchasing power.

The Company's business operations continued to face macroeconomic challenges on account of higher cost of doing business, an elevated tax incidence, and high interest rates. The prolonged monetary tightening measures have negatively impacted the consumers' purchasing power resulting in a significant demand compression across all segments of the economy. The Company navigated through these challenges by consistent focus on portfolio diversification, effective margin management and operational efficiencies.

During the period under review, the Company completed an asset acquisition with Pfizer Pakistan Limited and other relevant Pfizer group entities on September 6, 2024, in accordance with the Asset Purchase Agreements entered into between the parties (Refer to note 5 of the financial statements for the quarter ended September 30, 2024). The transaction entailed the sale and purchase of a manufacturing facility, selected pharmaceutical products, and associated trademarks (either through an outright assignment of trademarks or a perpetual license to use the relevant trademarks from relevant Pfizer group entities).

Profit before Tax (PBT) at PKR 4,196 million for the quarter under review is 12% higher than the SPLY primarily on account of lower finance cost by 43% attributed to lower debt owing to working capital optimisation along with a 250-basis point decrease in policy rate compared to the SPLY. Profit after Tax (PAT) at PKR 2,595 million for the quarter under review is 3% higher than the SPLY. PAT has been negatively impacted by higher tax incidence following changes in the Federal Budget FY 2024-25 whereby exports have been reclassified under the Normal Tax Regime as opposed to a Fixed Tax Regime in the SPLY.

Earnings per Share (EPS) for the quarter at PKR 28.10 is 3% higher than the SPLY.

PKR million	Quarter Ended September 2024	Quarter Ended September 2023	Increase/ (Decrease) %
Net Turnover	30,737	29,100	6%
Gross Profit	6,760	6,303	7%
Operating Result	4,205	4,100	3%
Profit Before Tax	4,196	3,753	12%
Profit After Tax	2,595	2,513	3%
Earnings Per Share (PKR)	28.10	27.21	3%

Net Turnover (PKR m)



Profit before Tax (PKR m)



Profit after Tax (PKR m)



Earnings per Share (PKR)



Polyester Staple Fibre Business (PSF)

Net Turnover (PKR m)



Operating Result (PKR m)



During the quarter under review, the global commodity markets were impacted by slower than anticipated demand recovery in both China and US. Demand in China appears to be sluggish, as households are reducing their spending amid a broader trend of cost-cutting.

During the period under review, the average crude oil price decreased by 9% compared to the SPLY. Consequently, the PX and PTA markets experienced declines of 12% and 11%, respectively. However, the MEG markets, which had been facing continuous losses, showed significant improvement due to reduced operating rates. The average MEG price increased by 15% compared to the SPLY.

On the cotton front, owing to the global slowdown, international cotton prices declined by 19% compared to the SPLY. However, domestic cotton prices only decreased by 0.7% mainly on account of lack of cotton arrivals compared to the SPLY.

The Net Turnover of the Polyester Business at PKR 11,252 million for the quarter under review, is 20% higher compared to the SPLY, and the Operating Result at PKR 478 million is 16% higher compared to the SPLY.

Despite rising energy costs mainly due to the high portion of imported RLNG supplied, the business was able to improve its operating profit. This improvement was driven by increased freight rates, which supported local margins compared to imports, a focus on cost management, and a slight uptick in volumes compared to the SPLY.

Despite the appreciation of the PKR against the USD, sea freight costs surged by more than four times compared to the SPLY, resulting in increased imported raw material prices for the domestic PSF industry. The domestic market experienced a surge in PSF imports, through the export facilitation schemes (EFS). The EFS in its current form is liable to misuse to the detriment of local manufacturers across a range of industries which necessitates an urgent review of the same. The influx of PSF has negatively impacted the available market for the local PSF manufacturers.

Going forward, the recently announced stimulus package by China, along with heightened geopolitical tensions, is expected to push crude oil prices higher. The improvement in domestic business activities in China will provide support to the PX-PTA markets, which have recently faced significant turmoil. However, caution remains regarding these positive trends, as they are contingent on China's recovery following the October holiday season.

Soda Ash Business

Net Turnover (PKR m)



The global soda ash market has continued to weaken, as producers in China lowered operating rates to manage high inventory. Despite these production cuts, the market remains well-supplied, largely due to stagnant demand from the solar sector and a slowdown in construction amidst China's housing crisis.

The Net Turnover of the Soda Ash Business at PKR 11,060 million for the quarter under review, is 10% lower compared to the SPLY, and the Operating Result at PKR 2,281 million is 7% lower compared to the SPLY.

During the period under review, the domestic soda ash market remained under significant stress, with sale volumes declining by 13% compared to the SPLY. This drop was attributed to a slowdown in the downstream markets amid reduced purchasing power of consumers. Despite challenging external environment, particularly due to increased reliance on imported soda ash from Turkey, the business has shown resilience, maintaining operating rates by expanding its footprint in export markets on purely variable cost recovery basis.

Operating Result (PKR m)



Despite the growing challenges in the international market, the export sale volumes were 9% higher than the SPLY with sizable volumes delivered to its key accounts, while resuming exports to Afghanistan. Soda ash export prices have adjusted downwards, in line with the decline in global commodity prices, amid weak global demand.

On the domestic front, the overall economic landscape suggest that the domestic industry will continue operating below capacity due to inadequate demand. Furthermore, the IMF's USD 7 billion Extended Fund Facility (EFF) agreement is expected to further strain consumers' already weakening purchasing power.

On the exports front, rising Soda Ash inventory levels in China, along with reduced demand, have led Chinese suppliers to offer significantly lower prices. Consequently, many exporters of synthetic soda ash have adjusted their pricing to maintain market competitiveness. The change in the tax regime on exports in Federal Budget FY 2024-25 will negatively impact performance, particularly in light of lower margins.

Pharmaceuticals Business

Net Turnover (PKR m)



Operating Result (PKR m)



The Net Turnover of the Pharmaceutical Business at PKR 4,146 million for the quarter under review, is 54% higher compared to the SPLY, and the Operating Result at PKR 805 million is 73% higher compared to the SPLY.

During the last fiscal year, the pharmaceutical industry experienced a much-needed intervention of price deregulation for non-essential medicines. This change has allowed market dynamics to drive pricing, enabling manufacturers greater flexibility to manage rising costs. The sector, however, continues to encounter challenges, particularly with respect to the economic sustainability of many essential life-saving drugs due to rising costs and inadequate price adjustments.

Despite challenges, LCI's Pharmaceutical Business has mitigated cost increases by launching new products to address unmet market demands, enhancing manufacturing efficiencies and

optimising working capital. A major achievement was the seamless integration of the newly acquired Pfizer portfolio, marking a significant milestone for the growth of the Pharmaceutical Business.

To ensure the long-term sustainability and growth of the domestic pharmaceutical industry, there is a need to review the current regulation with respect to essential medicines. The recent Federal Budget, which imposes increased taxation on exports and duties on critical raw materials, will further impact the cost of doing business. While price adjustments for non-essential medicines will help sustain the supply and viability of non-essential products, failure to address the pricing of essential drugs may lead to shortages. This could result in an increased reliance on costly imported medicines, placing a heavier burden on both patients and the country's foreign exchange reserves.

Animal Health Business

Net Turnover (PKR m)



Operating Result (PKR m)



The Net Turnover of the Animal Health Business at PKR 1,320 million for the quarter under review, is 15% lower compared to the SPLY, and the Operating Result at PKR 222 million is 10% lower compared to the SPLY.

The animal health industry in Pakistan is currently navigating through a challenging business environment, marked by escalating farm management costs, limiting the farmer's ability to invest in essential animal feed and medicines. The imposition of sales tax on cattle feed through the Federal Budget FY 2024-25 has further exacerbated market challenges.

The poultry sector has been experiencing operational difficulties due to a shortage of broiler breeders, leading to a reduced supply

of day-old chicks. With new breeder flock placements, the industry is poised for recovery as the demand-supply gap narrows. The ongoing sales tax on feed items continues to impact the livestock feed market, whilst unregistered vendors illegitimately benefit.

Despite a 25% decline in the poultry market and the impact of sales tax on feed prices, the business showed resilience through improved product mix, operational efficiencies, and cost rationalisation initiatives. Going forward, the business continues to prioritise sustainable growth through portfolio rationalisation, margin optimisation, and the establishment of a new greenfield medicine manufacturing facility to expand its locally manufactured medicine portfolio.

Chemicals & Agri Sciences Business

Net Turnover (PKR m)



Operating Result (PKR m)



The Net Turnover of the Chemicals & Agri Business at PKR 3,001 million for the quarter under review, is 9% lower compared to the SPLY, and the Operating Result at PKR 419 million is 21% lower compared to the SPLY.

During the quarter under review, the Chemicals and Masterbatches segments witnessed improved demand compared to the SPLY. However, margins were impacted on account of ease in import restrictions along with, enhanced competition, appreciation of PKR, pressure on commodity prices, and declining consumer purchasing power.

The Agri Sciences Business faced substantial challenges during the quarter owing to temperature volatility affecting crops, continuous

rains, market liquidity constraints, and the financial strain on farmers particularly following the decline in support prices for last year's wheat production. Given the anticipated low produce prices and high input costs, farmers are reluctant to invest their limited resources in high-cost solutions, particularly pesticides, impacting the Agri Sciences Business.

Although the effects of the current monetary tightening measures aimed at stabilising the economy are beginning to emerge, the overall demand is expected to take time to improve. Consequently, the business is likely to continue facing challenges related to demand and profitability in the short term. Notwithstanding the same, the business will continue to maintain focus on operational excellence and cost optimisation to address these impacts.

Future Outlook

Global economic growth is projected at 3.2% in 2025, reflecting a resilient outlook despite significant challenges including supply chain disruptions stemming from conflicts in the Middle East, ongoing repercussions of Russia's war on Ukraine leading to global energy and food crises, and a notable surge in inflationary pressures. Policy rates are expected to be on a declining trend with headline inflation expected to fall from an annual average of 5.9 percent in 2024 to 4.5 percent in 2025. Expected cuts in US interest rates, stabilisation of economic activity in China, volatility in commodity prices, and ongoing geopolitical tensions will play a key role in the year ahead. While uncertainties persist, the outlook for fiscal year 2025 suggests cautious optimism, with expectations of lower inflation, supportive monetary policies, and resilient global economic performance.

According to the IMF, Pakistan's economic outlook for FY 2024-25 is expected to show signs of recovery, with a projected growth rate of 3.2% and an average inflation rate of 9.5%. The economic outlook will largely be predicated on the implementation of reforms outlined by the IMF under the Extended Fund Facility (EFF) for Pakistan amounting to USD 7 Billion. The agreement has created the necessary fiscal space; however, for sustainable growth, structural reforms would be required such as broadening the tax base, privatising loss-making state enterprises, and reforming the energy sector. While rate cuts are anticipated due to improved inflation rates, restoration of consumer confidence may take time.

Despite the ongoing challenges, the Company is well-positioned to handle future uncertainties due to its strong balance sheet and diversified portfolio which is aligned with Pakistan's core economy. The Company is pursuing strategic growth initiatives and optimising capital allocation for both organic and inorganic expansion. The Company conducts regular strategic reviews to develop proactive strategies to mitigate risks. Looking ahead, it will focus on identifying new revenue streams, optimising operating costs, and maximising shareholder returns to ensure a resilient and sustainable future.

Composition of the Board

In line with the requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019, the Company encourages the representation of Independent and Non-Executive Directors, as well as gender diversity, on its Board.

The current composition of the Board is as follows:

Total number of Directors:

- (a) Male: 7
- (b) Female: 1

Composition:

- (i) Independent Directors: 3
- (ii) Non-Executive Directors: 4
- (iii) Executive Directors: 1



Muhammad Sohail Tabba
Chairman

Date: October 25, 2024
Karachi



Asif Jooma
Chief Executive

مستقبل کا منظر نامہ

مطابقت رکھنے والا متنوع پورٹ فولیو ہے۔ کمپنی آرگینک (Organic) اور ان آرگینک (In-Organic) توسیع کے مقصد سے حکمت عملی پر مبنی ادارے کی ترقی کے اقدامات اور سرمائے کو بہتر انداز سے مختص کر رہی ہے۔ کمپنی اپنے رسک کو کم کرنے کی خاطر فعال حکمت عملی تشکیل دینے کے لیے باقاعدگی سے اسٹریٹجک جائزے لیتی ہے۔ کمپنی مستحکم مستقبل کے لیے، آمدنی کے نئے ذرائع تلاش کرنے، آپریٹنگ اخراجات میں کمی لانے اور شیئر ہولڈرز کے منافع کو بڑھانے کے لیے کوشاں ہے۔

بورڈ کی تشکیل

لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے تقاضوں کے مطابق، کمپنی اپنے بورڈ میں آزاد اور غیر آزاد ایگزیکٹو ڈائریکٹرز کی نمائندگی کے ساتھ ساتھ صنفی تنوع کی حوصلہ افزائی کرتی ہے۔

بورڈ کی موجودہ تشکیل درج ذیل ہے

ڈائریکٹرز کی کل تعداد

(الف) مرد 7

(ب) خواتین 1

ساخت

(i) آزاد ڈائریکٹرز 3

(ii) نان ایگزیکٹو ڈائریکٹرز 4

(iii) ایگزیکٹو ڈائریکٹرز 1

2025 میں عالمی سطح پر معیشت میں 3.2 فیصد بہتری متوقع ہے، جو کہ کئی اہم چینلز، بشمول مشرق وسطیٰ میں تنازعات کی وجہ سے سپلائی چین میں خلل، روس اور یوکرین جنگ کی وجہ سے توانائی اور خوراک کا بحران اور افراط زر میں اضافے کے باوجود اس صورت حال پر قابو پانے کا مظہر ہے۔ شرح سود میں کمی متوقع ہے، جبکہ ہیڈلائن افراط زر 2024 میں 5.9 فیصد سے کم ہو کر 2025 میں 4.5 فیصد ہونے کی توقع ہے۔ امریکا میں شرح سود میں متوقع کمی، چین کی معاشی سرگرمیوں میں استحکام، کموڈٹی کی غیر مستحکم قیمتیں، اور جغرافیائی سیاسی تناؤ، آنے والے سال میں اہم کردار ادا کریں گے۔ غیر یقینی صورت حال کے باوجود مالی سال 2025 کا منظر نامہ محتاط طور پر اُمید افزا نظر آتا ہے، جبکہ افراط زر میں کمی، معاون مالیاتی پالیسی اور بحالی کی جانب گامزن عالمی معاشی کارکردگی متوقع ہے۔

آئی ایم ایف کے مطابق پاکستان کے مالیاتی سال 2024-25 کے معاشی منظر نامہ میں بحالی کی علامات نظر آنے کی توقع ہے، جبکہ متوقع ترقی کی شرح 3.2 فیصد اور اوسط افراط زر کی شرح 9.5 فیصد ہے۔ معاشی منظر نامہ، آئی ایم ایف کی جانب سے Extended Fund Facility (EFF) کے تحت پاکستان کے لیے 7 بلین امریکی ڈالر کے بحالی پروگرام کے اطلاق پر منحصر ہے۔ اس معاہدے سے ضروری مالیاتی گنجائش پیدا ہوئی ہے، تاہم پائیدار ترقی کے لیے، بنیادی اصلاحات جیسا کہ ٹیکس بیس کو وسیع کرنا، خسارے میں رہنے والے حکومتی اداروں کی نجکاری، اور توانائی کے شعبے میں اصلاحات درکار ہوں گی۔ افراط زر میں بہتری کی وجہ سے شرح سود میں کٹوتی کے باوجود، صارف کا اعتماد بحال کرنے میں وقت درکار ہوگا۔

موجودہ چینلز کے باوجود، کمپنی مستقبل کی غیر یقینی صورت حال سے نمٹنے کے لیے درست سمت میں گامزن ہے، جس کی وجہ مضبوط بیلنس شیٹ اور پاکستان کی بنیادی معیشت سے



محمد سہیل نسا
چیئر مین

تاریخ: 25 اکتوبر، 2024
کراچی



آصف جمعہ
چیف ایگزیکٹو

کیمیکلز اینڈ ایگری سائنسز بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



رکاؤٹس اور کاسٹنگ پر مالیاتی دباؤ خاص طور پر گزشتہ سال گندم کی پیداوار کے لیے حکومت کی مقرر کردہ قیمتوں میں کمی ہے۔ متوقع کم پیداواری قیمتوں اور بڑھتے ہوئے اخراجات کی وجہ سے کاسٹنگ اپنے محدود ذرائع زیادہ لاگت والے حل، خاص طور پر کیڑے ماراویات میں بطور سرمایہ لگانے کے لیے رضامند نہیں ہیں، جس کا اثر ایگری سائنسز بزنس پر پڑا ہے۔

زیر جائزہ سہ ماہی کے لیے کیمیکلز اور ایگری سائنس بزنسز کی خالص مجموعی فروخت 3,001 ملین پاکستانی روپے ہے، جو کہ گزشتہ سال کے اسی عرصے کے مقابلے میں 9 فیصد کم ہے، اور آپریٹنگ منافع 419 ملین پاکستانی روپے ہے، جو کہ گزشتہ سال اسی عرصے کے مقابلے میں 21 فیصد کم ہے۔

اگرچہ مالیاتی پالیسی کو مزید سخت بنانے کے اقدامات سے معیشت میں استحکام نظر آنا شروع ہوا ہے، لیکن ڈیمانڈ میں مجموعی طور پر بہتری آنے میں وقت لگے گا۔ نتیجتاً قلیل مدت کے لیے کاروبار کو ڈیمانڈ اور منافع سے متعلق چیلنجز کا سامنا ہے گا۔ اس کے باوجود، کاروبار کو بہتر سے بہتر چلانے اور اخراجات میں کمی لانے پر توجہ مرکوز رہے گی تاکہ مذکورہ اثرات کا تدارک کیا جائے۔

زیر جائزہ سہ ماہی کے دوران، کیمیکلز اور ماسٹر بیچر کے شعبے میں گزشتہ سال اسی عرصے کے مقابلے میں ڈیمانڈ میں بہتری آئی ہے، تاہم درآمدی پابندیوں میں جھوٹ بشمول بڑھتا ہوا کمپٹیشن، پاکستانی روپے کی قدر میں اضافہ، کموڈٹی کی قیمتوں پر دباؤ اور صارفین کی قوت خرید میں کمی، مارجنز پر اثر انداز ہوئی۔

ایگری سائنسز بزنس نے اس سہ ماہی کے دوران بڑے چیلنجز کا سامنا کیا، جس کی وجہ درجہ حرارت کے اتار چڑھاؤ کا فصلوں پر اثر انداز ہونا، مسلسل بارشوں کا ہونا، مارکیٹ لیکویڈٹی کی

انیمیل ہیلتھ بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



زیر جائزہ سہ ماہی کے لیے انیمیل ہیلتھ بزنس کی خالص مجموعی فروخت 1,320 ملین پاکستانی روپے ہے، جو کہ گزشتہ سال کے اسی عرصے کے مقابلے میں 15 فیصد کم ہے، اور آپریٹنگ منافع 222 ملین پاکستانی روپے ہے، جو کہ گزشتہ سال اسی عرصے کے مقابلے میں 10 فیصد کم ہے۔

سپلائی کا خلا کم ہوا ہے اور یہ صنعت بحالی کی جانب گامزن ہے۔ کھانے پینے کی اشیاء پر سیلز ٹیکسس مویشیوں کی خوراک کی مارکیٹ پر اثر انداز ہوا ہے، جس کی وجہ سے غیر رجسٹرڈ وینڈرز ناجائز فائدہ اٹھا رہے ہیں۔

پاکستان میں انیمیل ہیلتھ کی صنعت کو اس وقت ایک مسابقتی کاروباری ماحول کی وجہ سے بڑھتے ہوئے فارم مینجمنٹ کے اخراجات کا سامنا ہے، جو کاشتکار کی مویشیوں کی خوراک اور ادویات میں سرمایہ لگانے کی اہلیت کو کم کرتا ہے۔ وفاقی بجٹ برائے مالیاتی سال 2024-25 کے ذریعے مویشیوں کی خوراک پر لاگو ٹیکس کی وجہ سے مارکیٹ چیلنجز مزید بڑھ گئے۔

پولٹری مارکیٹ میں 25 فیصد کی کمی اور مویشیوں کی خوراک کی قیمتوں پر سیلز ٹیکس کے اثر کے باوجود کاروبار میں بہتر پروڈکٹس، آپریشنل کارکردگی اور اخراجات کے منطقی اقدامات کی وجہ سے استحکام نظر آ رہا ہے۔ مستقبل میں پورٹ فولیو میں مارکیٹ کے حساب سے جدت، مارجنز میں بہتری اور مقامی طور پر ادویات تیار کرنے کے پورٹ فولیو میں اضافے کے لیے نئی گرین فیلڈ ادویات تیار کرنے کی سہولت کے قیام کے ذریعے کاروبار کی پائیدار ترقی کو مسلسل بنیادوں پر فوقیت دی جائے گی۔

برانلر بریڈرز میں کمی کی وجہ سے پولٹری سیکٹر آپریشنل مشکلات سے دوچار ہے، جس کی وجہ سے ایک دن کے چوزوں کی سپلائی میں کمی واقع ہوئی ہے۔ نئے بریڈر فلاک کی وجہ سے ڈیمانڈ اور

فارماسیو ٹیکلز بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



زیر جائزہ سہ ماہی کے لیے فارماسیو ٹیکلز بزنس کی خالص مجموعی فروخت 4,146 ملین پاکستانی روپے ہے جو کہ گزشتہ سال اسی عرصے کے مقابلے میں 54 فیصد زیادہ ہے، اور آپریٹنگ منافع 805 ملین پاکستانی روپے ہے جو کہ گزشتہ سال اسی عرصے کے مقابلے میں 73 فیصد زیادہ ہے۔

ان چیلنجز کے باوجود، ایل سی آئی کے فارماسیو ٹیکلز بزنس نے مارکیٹ کی پوری نہ ہونے والی ضرورتوں کو نئی پروڈکٹس سے پورا کر کے، مینوفیکچرنگ میں کارکردگی کو بڑھا کر اور کنگ کسپیٹل کو بہتر بنا کر بڑھتی ہوئی لاگت کو کم کیا ہے۔ ایک بڑی کامیابی نئے فائزر پورٹ فولیو کا حصول ہے، جو فارما بزنس کی ترقی میں ایک اہم سنگ میل ہے۔

گزشتہ مالی سال کے دوران، فارماسیو ٹیکلز کی صنعت میں غیر ضروری ادویات کی قیمتوں میں ضابطے ہٹا کر نہایت ضروری قدم اٹھایا گیا۔ اسی وجہ سے مارکیٹ نے خود ہی قیمتوں کی راہ متعین کی اور تیار کنندگان کو بڑھتی ہوئی لاگت کو قابو میں رکھنے کے قابل بنایا۔ تاہم اس شعبے کو چیلنجز کا لگاتار سامنا ہے۔ خاص طور پر بڑھتی ہوئی لاگت اور قیمتوں میں ناکافی رد و بدل کی وجہ سے بہت سی زندگی بچانے والی ادویات کا معاشی طور پر مستحکم ہونا بھی ایک چیلنج بن گیا ہے۔

مقامی فارماسیو ٹیکلز صنعت کی طویل مدتی اور پائیدار ترقی کو یقینی بنانے کے لیے، ضروری ادویات کے حوالے سے موجودہ ضابطوں پر نظر ثانی کی ضرورت ہے۔ حالیہ وفاقی بجٹ میں برآمدات پر ٹیکس میں اور ضروری خام مال پر ڈیوٹیز میں اضافہ کیا گیا ہے، جو کاروباری اخراجات میں مزید اضافے کا سبب بنے گا۔ غیر ضروری ادویات کی قیمتوں میں معمولی تبدیلی سے غیر ضروری پروڈکٹس کی سپلائی اور موجودگی برقرار رہے گی، لیکن ضروری ادویات کی قلت کا سبب بنے گی۔ اس وجہ سے مہنگی درآمد شدہ ادویات پر انحصار بڑھے گا اور مریضوں اور ملک کے زرمبادلہ کے ذخائر، دونوں پر بھاری بوجھ پڑے گا۔

سوڈا ایش بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)



عالمی سوڈا ایش کی مارکیٹ مسلسل کمزور پڑ رہی ہے، جس کی وجہ چین کے پروڈیوسرز کی جانب سے زیادہ مال تجارت تیار کرنے کے لیے آپریٹنگ قیمتوں میں کمی کرنا ہے۔ پیداوار میں اس کمی کے باوجود مارکیٹ میں ایشیا کی فراہمی اور دستیابی اسی طرح برقرار ہے، جس کی بڑی وجہ یہ ہے کہ سولر سیکٹر میں طلب کی صورت حال جمود کا شکار ہے اور چین کے ہاؤسنگ کے بحران کے نتیجے میں تعمیرات کے شعبے میں گراؤ ہے۔

زیر جائزہ سہ ماہی کے دوران سوڈا ایش کے کاروبار کی خالص مجموعی فروخت 11,060 ملین روپے رہی، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 10 فیصد کم ہے اور 2,281 ملین روپے کا آپریٹنگ منافع گزشتہ سال کے اسی عرصے کے مقابلے میں 7 فیصد کم ہے۔

زیر جائزہ سہ ماہی کے دوران مقامی سوڈا ایش مارکیٹ بدستور دباؤ کا شکار رہی، اور گزشتہ سال کی اسی مدت کے دوران فروخت کے حجم میں 13 فیصد کمی دیکھی گئی۔ اس کمی کے عوامل صارفین کی قوت خرید میں کمی کی وجہ سے ڈاؤن اسٹریم مارکیٹ پر اثر انداز ہوئے۔ چینل جیننگ اندرونی ماحول، بالخصوص ترکی سے درآمدی سوڈا ایش پر زیادہ انحصار کی وجہ سے کاروبار نے چلک کا مظاہرہ کیا، برآمدی مارکیٹ میں اپنے وسعت میں اضافہ کرتے ہوئے آپریٹنگ قیمتوں کو بدلتی ہوئی لاگت کی بحالی کی بنیادوں پر برقرار رکھا۔

آپریٹنگ نتیجہ (ملین پاکستانی روپے)



بین الاقوامی مارکیٹ میں بڑھتے ہوئے چیلنجز کے باوجود گزشتہ سال کی اسی مدت کے مقابلے میں برآمدات کی فروخت کے حجم میں 9 فیصد اضافہ ہوا، جس میں خاصے بڑے حجم فراہم کیے گئے، جبکہ اس دوران افغانستان کو بھی برآمدات بدستور جاری رہیں۔ سوڈا ایش کی برآمدی قیمتوں میں کمی کارخانہ برقرار رہا اور عالمی طلب میں کمی کی وجہ سے کموڈٹی کی عالمی قیمتوں میں بدستور کمی دیکھی گئی۔

مقامی سطح پر مجموعی معاشی منظر نامہ اس رجحان کی عکاسی کر رہا ہے کہ مقامی صنعت ناکافی طلب کی وجہ سے اپنی گنجائش سے کم سطح پر آپریٹ کرتی رہے گی۔ مزید برآں آئی ایم ایف کی 7 بلین امریکی ڈالرز کے فنڈ کی اضافی سہولت یعنی ایکسٹینڈڈ فنڈ فیسلٹی (EFF) کے معاہدے سے صارفین کی پہلے سے کمزور قوت خرید پر مزید دباؤ پڑنے کا اندیشہ ہے۔

برآمدات کے محاذ پر، چین میں بڑھتی ہوئی سوڈا ایش انوینٹری کے ساتھ ہی طلب میں کمی کی وجہ سے چینی سپلائرز کو قابل ذکر کم قیمتیں پیش کرنے کا موقع میسر آیا ہے۔

اسی لیے سنٹیمنٹ سوڈا ایش کے کئی برآمد کنندگان نے اپنی قیمتوں کو مارکیٹ کی مسابقت کے حساب سے مقرر کیا ہے۔ برآمدات کی مد میں وفاقی بجٹ 25-2024 میں ٹیکس کے نظام کے اندر ہونے والی تبدیلی بالخصوص منافع کی کم شرح کے تناظر میں کارکردگی پر منفی اثرات مرتب کرے گی۔

پولیسٹر اسٹیل فائبر بزنس (PSF)

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



درآمد شدہ آرائل این جی کی فراہمی کی وجہ سے توانائی کی لاگت میں اضافہ جاری رہا، اس کے باوجود کاروبار کے آپریٹنگ منافع میں بہتری آئی۔ یہ بہتری بڑھے ہوئے فریٹ ریٹس سے ممکن ہوئی جس کی وجہ سے مقامی سطح پر مارجن کو درآمدات کے مقابلے میں مدد ملی، لاگت کی انتظام کاری پر توجہ مرکوز رہی اور گزشتہ سال کے اسی عرصے کے مقابلے میں حجم میں معمولی اضافہ ہوا۔

زیر جائزہ سہ ماہی کے دوران گلوبل کموڈٹی مارکیٹ چین اور امریکہ دونوں ملکوں میں طلب کی متوقع ریکوری کے مقابلے میں سست روی کا شکار رہی۔ چین میں طلب میں سست روی دیکھی گئی جس کی وجہ وہاں کے گھرانوں میں اخراجات میں کمی ہے جو کہ بڑے پیمانے پر اخراجات میں کٹوتی کے رجحان کو ظاہر کرتا ہے۔

پاکستانی روپے کی قدر میں امریکی ڈالر کے مقابلے میں قدرے استحکام کے باوجود، سمندری مال برداری کے نرخ گزشتہ سال کے اسی عرصے کے مقابلے میں 4 گنا زیادہ رہے، جس کے نتیجے میں مقامی PSF انڈسٹری کے لیے درآمدی خام مال کی قیمتیں بڑھ گئیں۔ برآمدات میں سہولت کے لیے بنائی گئی ایکسپورٹ فیسیلی ٹیشن اسکیمز (EFS) کی بدولت مقامی مارکیٹ میں PSF درآمدات میں اضافہ دیکھا گیا۔ ای ایف ایس کا بنیادی مقصد مقامی مینوفیکچررز کے نقصان کے غلط استعمال کو بچانا ہے، جس میں صنعتوں کی ایک بڑی تعداد شامل ہے اور ان سب کے لیے اس نوعیت کے فوری اقدامات کرنے ضروری ہیں۔ پولیسٹر اسٹیل فائبر (پی ایس ایف) کے استعمال کے بڑھتے ہوئے رجحان کی وجہ سے مقامی پی ایس ایف مینوفیکچررز کے لیے دستیاب مارکیٹ پر منفی اثرات مرتب ہوئے ہیں۔

زیر جائزہ سہ ماہی کے دوران گزشتہ سال کے اسی عرصے کے مقابلے میں خام تیل کی اوسط قیمت 9 فیصد کم تھی۔ یہی وجہ ہے کہ PX اور PTA مارکیٹس میں بالترتیب 12 فیصد اور 11 فیصد کمی واقع ہوئی۔ تاہم MEG مارکیٹ میں، جہاں مسلسل نقصانات کا سامنا تھا، آپریٹنگ کی کم قیمتوں کے باعث قابل ذکر بہتری دیکھنے میں آئی۔ گزشتہ سال کے اسی عرصے کے مقابلے میں MEG کی اوسط قیمت میں 15 فیصد اضافہ ہوا۔

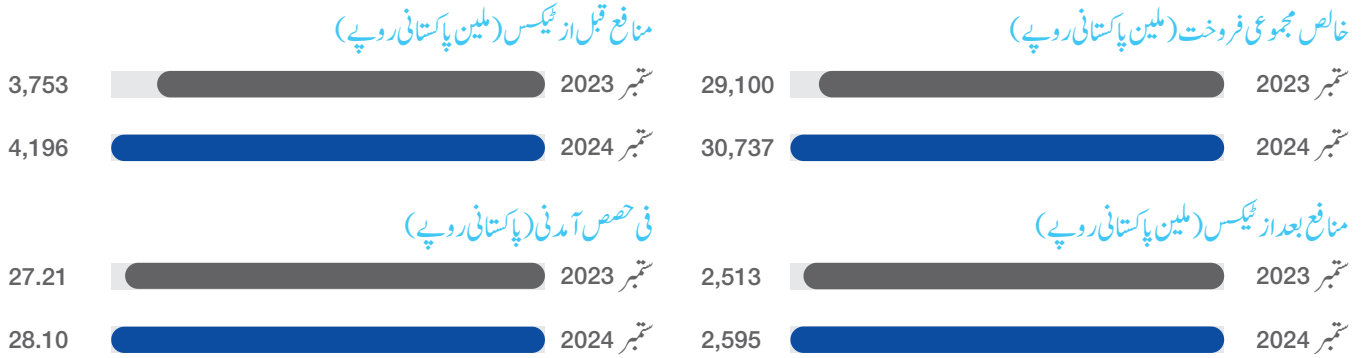
کپاس کے شعبے میں عالمی سست روی کے باعث کپاس کی بین الاقوامی قیمتیں گزشتہ سال کے اسی عرصے کے مقابلے میں 19 فیصد کم رہیں۔ تاہم کپاس کی مقامی قیمتوں میں صرف 0.7 فیصد کمی واقع ہوئی جس کی بنیادی وجہ گزشتہ سال کے اسی عرصے کے دوران کپاس کی درآمدات میں کمی ہے۔

توقع ہے کہ بڑھتے ہوئے جغرافیائی سیاسی تناؤ کی موجودگی میں چین کی جانب سے حال ہی میں اعلان کردہ پیکج خام تیل کی قیمتوں میں اضافے کا سبب بنے گا۔ چین کی اپنے ملک میں کاروباری سرگرمیوں میں بہتری سے PTA-PX مارکیٹس کو مدد ملے گی، جہاں حال ہی میں بہت زیادہ پمپل اور غیر یقینی صورت حال کا سامنا رہا۔ تاہم ان تمام مثبت رجحانات کے باوجود احتیاط کو ملحوظ خاطر رکھنا ہوگا، کیوں کہ اس کا انحصار اکتوبر کی چھٹیوں کے بعد چین کی ریکوری پر ہے۔

زیر جائزہ سہ ماہی کے دوران پولیسٹر کے کاروبار کی خالص مجموعی فروخت 11,252 ملین روپے ہے، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 20 فیصد زیادہ ہے اور آپریٹنگ منافع 478 ملین روپے رہا جو کہ گزشتہ سال کے اسی عرصے کے مقابلے میں 16 فیصد زیادہ ہے۔

اس سہ ماہی کے دوران آمدنی فی حصص 28.10 روپے رہی، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 3 فیصد زیادہ ہے۔

اضافہ / (کمی) %	3 ماہ ختم شدہ 30 ستمبر 2023	3 ماہ ختم شدہ 30 ستمبر 2024	(ملین پاکستانی روپے)
6%	29,100	30,737	خالص مجموعی فروخت
7%	6,303	6,760	کل منافع
3%	4,100	4,205	آپریٹنگ نتیجہ
12%	3,753	4,196	منافع قبل از ٹیکس
3%	2,513	2,595	منافع بعد از ٹیکس
3%	27.21	28.10	فی حصص آمدنی (پاکستانی روپے)



ڈائریکٹرز کا جائزہ

برائے 30 ستمبر 2024ء کو ختم ہونے والی سہ ماہی کے لیے۔ ان کنسولیدیشن

ڈائریکٹرز 30 ستمبر 2024ء کو ختم ہونے والی سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ مالیاتی گوشواروں کے ساتھ اپنی رپورٹ بمسرت پیش کرتے ہیں۔

کی گئی۔ کیمیکل اینڈ ایگری سائنسز اور اینیمیل ہیلتھ کے کاروبار کو صارفین کی قوت خرید میں مسلسل کمی کی وجہ سے طلب کے حوالے سے چیلنجز کا سامنا رہا۔

کاروبار کی بڑھتی ہوئی لاگت، ٹیکس کی بلند شرح اور تاریخی طور پر بلند شرح سود کی وجہ سے کمپنی کے کاروباری آپریشنز کو مسلسل میکرو اکنامک چیلنجز کا سامنا کرنا پڑا۔ طویل مالیاتی سختی پر مبنی اقدامات نے صارفین کی قوت خرید کو منفی طور پر متاثر کیا ہے جس کے نتیجے میں معیشت کے تمام شعبوں میں طلب میں کمی واقع ہوئی۔ ان چیلنجز سے نبرد آزما ہونے کے لیے کمپنی نے اپنی مستقل توجہ پورٹ فولیو کو وسعت دینے، منافع کی موثر مینجمنٹ اور آپریشنل افادیت و کارکردگی پر مرکوز کر رکھی ہے۔

اس سہ ماہی کے دوران 30,737 ملین روپے کی خالص مجموعی فروخت گزشتہ سال کے اسی عرصے (SPLY) کے مقابلے میں 6 فیصد زیادہ ہے۔ فارماسیوٹیکلز اور پولیسٹرز کے کاروبار میں گزشتہ سال کے اسی عرصے کے مقابلے میں بالترتیب 54 فیصد اور 20 فیصد خالص مجموعی فروخت میں اضافہ دیکھا گیا، جبکہ اینیمیل ہیلتھ، سوڈا اینڈ کیمیکلز اور ایگری سائنسز کے کاروبار میں گزشتہ سال کے اسی عرصے کے مقابلے میں بالترتیب 15 فیصد، 10 فیصد اور 9 فیصد کمی واقع ہوئی۔

زیر جائزہ عرصے کے دوران، کمپنی نے 6 ستمبر 2024 کو فائزر پاکستان لمیٹڈ اور فائزر گروپ کے دیگر متعلقہ اداروں کے اثاثوں کے حصول کے لیے دو پارٹیز کے مابین ایسیٹ پر چیز ایگریمنٹس کے تحت (بحوالہ 30 ستمبر 2024 کو ختم ہونے والے مالیاتی گوشوارے کا نوٹ 5) معاہدے مکمل کیے۔ ٹرانزیکشن کے تحت مینوفیکچرنگ فیسلٹی کی فروخت اور خریداری، منتخب فارماسیوٹیکل پروڈکٹس اور وابستہ ٹریڈ مارکس (فائزر گروپ کے متعلقہ اداروں سے حاصل کیے گئے ٹریڈ مارکس کی مکمل تقویض یا متعلقہ ٹریڈ مارک استعمال کرنے کے دائمی لائسنس کے ذریعے) شامل ہیں۔

اس سہ ماہی میں 4,205 ملین روپے کا آپریٹنگ منافع گزشتہ سال کے اسی عرصے کے مقابلے میں 3 فیصد زیادہ ہے۔ فارماسیوٹیکلز اور پولیسٹرز کے کاروبار نے گزشتہ سال کے اسی عرصے کے مقابلے میں بالترتیب 73 فیصد اور 16 فیصد زیادہ آپریٹنگ منافع حاصل کیا، جبکہ کیمیکل اینڈ ایگری سائنسز، اینیمیل ہیلتھ اور سوڈا اینڈ کیمیکلز کے کاروبار نے مقامی مارکیٹ میں مندی کی وجہ سے گزشتہ سال کے اسی عرصے کے مقابلے میں آپریٹنگ منافع میں بالترتیب 21 فیصد، 10 فیصد اور 7 فیصد کمی درج کی۔

زیر جائزہ سہ ماہی کے دوران 4,196 ملین روپے کا قبل از ٹیکس منافع گزشتہ سال کے اسی عرصے کے مقابلے میں 12 فیصد زیادہ ہے، جس کی بنیادی وجہ فنانس لاگت میں 43 فیصد کمی ہے جو کہ گزشتہ سال کے اسی عرصے کے مقابلے میں ورکنگ کپیکلٹی آپٹیمائزیشن کے نتیجے میں کم قرضوں کے ساتھ ساتھ پالیسی ریٹ میں 250 بنیادی پوائنٹس میں کمی کی وجہ سے ممکن ہوا۔ زیر جائزہ سہ ماہی کے دوران 2,595 ملین روپے کا بعد از ٹیکس منافع حاصل ہوا جو کہ گزشتہ سال کے اسی عرصے کے مقابلے میں 3 فیصد زیادہ رہا۔ مالی سال 2024-25 کے وفاقی بجٹ میں تبدیلیوں کے نتیجے میں زیادہ ٹیکس کی وجہ سے بعد از ٹیکس منافع پر منفی اثرات مرتب ہوئے، نارمل ٹیکس نظام کے تحت برآمدات کی از سر نو درج بندی کی گئی جو گزشتہ سال کے اسی عرصے کے دوران فلکسڈ ٹیکس نظام کے تحت رہی تھیں۔

فارماسیوٹیکلز کے کاروبار میں بہتر کارکردگی کی بنیادی وجہ پاکستانی روپے کی قدر میں بحالی کے نتیجے میں حاصل ہونے والا مارجن، غیر ضروری ادویات سے جڑی افراط زر، سیلز مکس میں بہتری اور آپریشنل مہارتوں پر مسلسل توجہ ہے۔ ان نتائج کے حصول میں نئے فائزر پورٹ فولیو کی شمولیت بھی مددگار ثابت ہوئی ہے جو کہ ایک قابل ذکر اور اہم سنگ میل ہے۔

پولیسٹرز کے کاروبار کے مستحکم نتائج بڑھتے ہوئے مقامی حجم میں اضافے کے مرہون منت رہے، جس کی وجہ یہ ہے کہ گلوبل فریٹ کی بڑھتی ہوئی لاگت نے امپورٹڈ PSF کو اور مہنگا کر دیا تھا۔ سوڈا اینڈ کیمیکلز کے کاروبار مقامی طلب میں کمی کی وجہ سے خاصی حد تک متاثر ہوا، جس کی بنیادی وجہ تعمیرات اور دیگر شعبوں کا بڑے پیمانے پر سست روی کا شکار رہنا تھا جبکہ اس کاروبار کی سست روی کو کم کرنے کے لیے ایکسپورٹ مارکیٹ میں اپنی موجودگی پر توجہ مرکوز

Unconsolidated Condensed Interim Statement of Financial Position

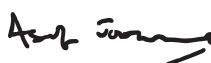
As at September 30, 2024

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
ASSETS			
Non-current assets			
Property, plant and equipment	6	35,308,511	29,766,513
Intangible assets	7	2,655,174	1,682,954
Right-of-use assets		302,328	182,457
		<u>38,266,013</u>	<u>31,631,924</u>
Long-term investments	8	2,412,491	2,412,491
Long-term loans		892,065	803,868
Long-term deposits and other assets		303,908	287,883
		<u>3,608,464</u>	<u>3,504,242</u>
		<u>41,874,477</u>	<u>35,136,166</u>
Current assets			
Stores, spares and consumables		5,471,392	5,919,026
Stock-in-trade	9	17,617,306	15,395,391
Trade debts	10	5,836,522	5,575,305
Loans and advances		1,628,158	1,028,988
Short-term deposits and prepayments		661,852	1,051,790
Other receivables	11	2,156,515	2,209,662
Short term investments	12	15,622,666	14,984,879
Cash and bank balances		2,930,572	2,264,527
		<u>51,924,983</u>	<u>48,429,568</u>
		<u>93,799,460</u>	<u>83,565,734</u>
Total assets			
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
1,500,000,000 (June 30, 2024: 1,500,000,000) ordinary shares of PKR 10 each		15,000,000	15,000,000
Issued, subscribed and paid-up capital			
92,359,050 (June 30, 2024: 92,359,050) ordinary shares of PKR 10 each		923,591	923,591
Capital reserves		18,309,643	18,309,643
Revenue reserve - unappropriated profit		23,890,379	24,342,772
Total equity		<u>43,123,613</u>	<u>43,576,006</u>
LIABILITIES			
Non-current liabilities			
Staff retirement benefits		118,830	113,984
Long-term loans	13	9,646,974	3,986,348
Lease liabilities		218,280	157,478
Deferred tax liability - net	14	2,295,148	2,117,931
Deferred income - Government grant	15	605,595	658,955
		<u>12,884,827</u>	<u>7,034,696</u>
Current liabilities			
Trade and other payables		14,618,591	14,878,140
Accrued mark-up		714,391	576,227
Short-term financing	16	12,519,689	11,734,504
Current portion of long-term loans	13	918,441	909,446
Current portion of lease liabilities		80,096	38,547
Current portion of deferred income - Government grant	15	205,679	204,473
Taxation - net		5,549,469	4,476,868
Unpaid dividend		3,047,849	-
Unclaimed dividend		136,815	136,827
		<u>37,791,020</u>	<u>32,955,032</u>
		<u>93,799,460</u>	<u>83,565,734</u>
Total equity and liabilities			
Contingencies and Commitments			
	17		

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Joona
Chief Executive



Atif Aboobukar
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Profit or Loss (Unaudited)

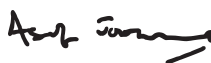
For the Three Months Period Ended September 30, 2024

	Note	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
------(PKR in '000)-----			
Net turnover	18	30,737,362	29,100,366
Cost of sales	18 & 19	(23,977,320)	(22,797,303)
Gross profit		6,760,042	6,303,063
Selling and distribution expenses	18	(2,026,362)	(1,641,493)
Administration and general expenses	18	(528,731)	(561,413)
Operating result	18	4,204,949	4,100,157
Finance costs		(628,959)	(1,096,803)
Exchange gain		3,287	22,177
Workers' profit participation fund		(105,735)	(102,482)
Workers' welfare fund		(68,986)	(58,640)
Other charges		(29,384)	(23,299)
		(829,777)	(1,259,047)
Other income	20	820,381	911,861
Profit before tax		4,195,553	3,752,971
Taxation - Final taxes	21	(12,536)	(200,390)
Profit before income taxes		4,183,017	3,552,581
Taxation - Income tax			
Current		(1,410,345)	(1,122,663)
Deferred		(177,215)	83,446
	21	(1,587,560)	(1,039,217)
Profit for the period		2,595,457	2,513,364
Basic and diluted earnings per share (PKR)	22	28.10	27.21

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobakar
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Other Comprehensive Income (Unaudited)

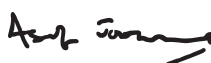
For the Three Months Period Ended September 30, 2024

	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
	------(PKR in '000)-----	
Profit for the period	2,595,457	2,513,364
Other comprehensive income	-	-
Total comprehensive income for the period	<u>2,595,457</u>	<u>2,513,364</u>

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Cash Flows (Unaudited)

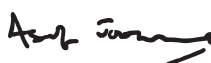
For the Three Months Period Ended September 30, 2024

	Note	September 30, 2024	September 30, 2023
------(PKR in '000)-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	23	2,709,062	6,373,026
Payments for :			
Non-management staff gratuity and eligible retired employees' medical scheme		(5,998)	(154)
Staff retirement benefit plans		(10,567)	(5,616)
Income taxes and final taxes paid		(350,278)	(301,355)
Interest paid		(423,567)	(1,097,489)
Net cash generated from operating activities		1,918,652	4,968,412
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(2,676,632)	(621,910)
Acquisition through business combination	5	(5,000,000)	-
Proceeds from disposal of operating fixed assets		16,699	4,945
Interest income received		29,961	118,177
Dividend received on short-term investments		29,379	645,565
Net cash (used in) / generated from investing activities		(7,600,593)	146,777
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained		5,985,103	-
Long-term loans repaid		(367,636)	(378,649)
Foreign exchange loan obtained		1,767,280	-
Payment against lease liabilities		(63,420)	(39,486)
Dividends paid		(12)	(1,124)
Net cash generated from / (used in) financing activities		7,321,315	(419,259)
Net increase in cash and cash equivalents		1,639,374	4,695,930
Cash and cash equivalents at the beginning of the period		8,032,480	(1,425,736)
Cash and cash equivalents at the end of the period		9,671,854	3,270,194
Cash and cash equivalents at the end of the period comprise of:			
Cash and bank balances		2,930,572	665,532
Short term investments	12	14,976,113	13,223,618
Short-term running finance	16	(8,234,831)	(10,618,956)
		9,671,854	3,270,194

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Changes in Equity (Unaudited)

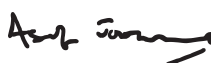
For the Three Months Period Ended September 30, 2024

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserve - Unappropriated profit	Total
	(PKR in '000)			
As at July 1, 2023 (Audited)	923,591	309,643	36,597,410	37,830,644
Final dividend for the year ended June 30, 2023 @ PKR 33 per share	-	-	(3,047,849)	(3,047,849)
Profit for the period	-	-	2,513,364	2,513,364
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income for the period	-	-	2,513,364	2,513,364
As at September 30, 2023 (Unaudited)	923,591	309,643	36,062,925	37,296,159
Interim dividend for the year ended June 30, 2024 @ PKR 27 per share	-	-	(2,493,695)	(2,493,695)
Transfer to capital reserves		18,000,000	(18,000,000)	-
Profit for the period	-	-	8,626,853	8,626,853
Other comprehensive income for the period - net of tax	-	-	146,688	146,688
Total comprehensive income for the period	-	-	8,773,541	8,773,541
As at June 30, 2024 (Audited)	923,591	18,309,643	24,342,771	43,576,005
Final dividend for the year ended June 30, 2024 @ PKR 33 per share	-	-	(3,047,849)	(3,047,849)
Profit for the period	-	-	2,595,457	2,595,457
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income for the period	-	-	2,595,457	2,595,457
As at September 30, 2024 (Unaudited)	923,591	18,309,643	23,890,379	43,123,613

The annexed notes from 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Notes to and Forming Part of the Unconsolidated Condensed Interim Financial Statements (Unaudited)

For the Three Months Period Ended September 30, 2024

1 THE COMPANY AND ITS OPERATIONS

Lucky Core Industries Limited ("the Company") is incorporated in Pakistan and is listed on the Pakistan Stock Exchange Limited. The Company is engaged in the manufacturing of polyester staple fibre, POY chips, soda ash, specialty chemicals, sodium bicarbonate, polyurethanes and pharmaceutical products, marketing of seeds, toll manufactured and imported pharmaceuticals and animal health products, marketing services, and merchandising of general chemicals and manufacturing of masterbatches. It also acts as an indenting agent and toll manufacturer. The Company's registered office is situated at 5 West Wharf, Karachi.

The Company is a subsidiary of Lucky Cement Limited (the Holding Company). Lucky Core PowerGen Limited, Lucky TG (Private) Limited and Lucky Core Venture (Private) Limited are the subsidiaries of the Company.

These are the separate unconsolidated condensed interim financial statements of the Company in which investments in subsidiaries and associate are stated at cost less impairment losses, if any.

2 STATEMENT OF COMPLIANCE

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting which comprise of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act) and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Act differ with the requirement of IAS 34, the provisions of and directives issued under the Act have been followed.

These unconsolidated condensed interim financial statements are unaudited and are being submitted to the shareholders as required under Section 237 of the Act. These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual audited unconsolidated financial statements, and should be read in conjunction with the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 The material accounting policies applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual audited unconsolidated financial statements for the year ended June 30, 2024.

3.2 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

(a) Amendments to published accounting and reporting standards which became effective during the period:

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments do not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

(b) Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2024. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and incomes and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2024.

5 BUSINESS ACQUISITION

In line with the Company's growth aspirations and strategic priorities, the Company acquired a manufacturing facility, selected pharmaceutical products, brands and associated trademarks of Pfizer Pakistan Limited, for a total consideration of PKR 5,000 million, following an Asset Purchase Agreements signed on May 17, 2024. The acquisition was formally completed on September 6, 2024 (acquisition date).

As per the requirements of International Financial Reporting Framework 3 – "Business Combinations" (IFRS 3), all identifiable assets and liabilities acquired in business combination are required to be carried at fair value in the acquirer's statement of financial position while intangible assets acquired in the business combination are required to be separately recognised and carried at fair values. IFRS 3 also allows an acquirer to disclose provisional values when the initial accounting for a business combination is incomplete at the end of the reporting period, which is required to be finalized within the period of one year from the acquisition date.

The Company has recognised the fair values to be assigned to the identifiable assets and liabilities which will be finalized within the period of one year from the acquisition date, as allowed under the IFRS 3. The Company has therefore recorded the identifiable assets and liabilities at provisional values as at statement of financial position date. However, any adjustment in the provisional values of identifiable assets and liabilities will be adjusted in the financial statements of the Company retrospectively from the acquisition date.

Details of the provisional fair values of the assets acquired and liabilities assumed are as follows:

	<u>Fair value recognised on acquisition (PKR in '000)</u>
Indicative value of tangible assets:	
Leasehold land	1,500,800
Building on leasehold land	385,013
Property, plant and equipment	1,632,666
Vehicles	199,391
Total non-current assets	<u>3,717,870</u>
Current assets	307,473
	<u>4,025,343</u>
Indicative value of intangible assets:	
Brands	974,657
Consideration paid in cash	<u><u>5,000,000</u></u>

	Note	<u>September 30, 2024 (Unaudited)</u>	<u>June 30, 2024 (Audited)</u>
------(PKR in '000)-----			
6 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - at net book value		27,287,086	24,280,117
Capital work-in-progress - at cost	6.3	8,021,425	5,486,396
Total property, plant and equipment		<u>35,308,511</u>	<u>29,766,513</u>
6.1 Following is the movement in property, plant and equipment during the period / year:			
Operating fixed assets (WDV) - opening balance		24,280,117	24,673,221
Add: Additions / acquisitions / transfers during the period / year		4,053,215	2,937,422
		<u>28,333,332</u>	<u>27,610,643</u>
Less: Disposals during the period / year (WDV)		195,431	19,695
Less: Depreciation charge for the period / year		850,815	3,310,831
Operating fixed assets (WDV) - closing balance		<u>27,287,086</u>	<u>24,280,117</u>
Add: Capital work-in-progress		8,021,425	5,486,396
		<u>35,308,511</u>	<u>29,766,513</u>

6.2 Following is the cost of operating fixed assets that have been added / disposed off during the period / year:

	Additions / Acquisitions / Transfers		Disposals at net book value	
	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	------(PKR in '000)-----			
Leasehold land	1,501,677	-	-	-
Lime beds on freehold land	-	265,112	-	-
Buildings on freehold land	77,630	103,406	-	-
Buildings on leasehold land	397,991	529,996	-	1,502
Plant and machinery	1,789,781	1,784,866	1,102	14,827
Rolling stock and vehicles	199,390	20,235	194,282	-
Furniture and equipment	86,746	233,806	47	3,365
	<u>4,053,215</u>	<u>2,937,422</u>	<u>195,431</u>	<u>19,695</u>

6.3 Following is the movement in capital work-in-progress during the period / year:

Period ended September 30, 2024 (Unaudited)						
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total	
------(PKR in '000)-----						
Opening balance	377,622	1,817,208	611,430	1,999,814	680,322	5,486,396
Additions during the period	467,681	724,590	927,639	149,790	596,751	2,866,451
Transferred to operating fixed assets during the period	(227,518)	(60,587)	(23,266)	(20,051)	-	(331,422)
Closing balance	<u>617,785</u>	<u>2,481,211</u>	<u>1,515,803</u>	<u>2,129,553</u>	<u>1,277,073</u>	<u>8,021,425</u>

Year ended June 30, 2024 (Audited)						
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total	
------(PKR in '000)-----						
Opening balance	47,611	1,595,652	110,507	838,283	242,984	2,835,037
Additions during the year	1,104,866	1,631,281	629,439	1,478,901	648,330	5,492,817
Transferred to operating fixed assets during the year	(774,855)	(1,409,725)	(128,516)	(317,370)	(210,992)	(2,841,458)
Closing balance	<u>377,622</u>	<u>1,817,208</u>	<u>611,430</u>	<u>1,999,814</u>	<u>680,322</u>	<u>5,486,396</u>

6.3.1 Majority of the closing balance pertains to Soda Ash Business.

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
7 INTANGIBLE ASSETS		------(PKR in '000)-----	
Intangible assets - at net book value	7.1	<u>2,655,174</u>	<u>1,682,954</u>
7.1 Following are the details of intangible assets:			
Brands		2,412,034	1,437,679
Goodwill		206,374	206,374
Others		36,766	38,901
		<u>2,655,174</u>	<u>1,682,954</u>
7.2 Addition to intangible assets		<u>975,499</u>	<u>31,066</u>
8 LONG-TERM INVESTMENTS			
Unquoted - at cost			
Subsidiaries			
- Lucky Core PowerGen Limited (wholly owned)			
7,100,000 (June 30, 2024: 7,100,000) ordinary shares of PKR 100 each		710,000	710,000
Provision for impairment loss		(209,524)	(209,524)
		<u>500,476</u>	<u>500,476</u>
- Lucky Core Ventures (Private) Limited (wholly owned)			
10,000 (June 30, 2024: 10,000) ordinary shares of face value of PKR 10 each		100	100
- Lucky TG (Private) Limited (51% owned)			
510,000 (June 30, 2024: 510,000) ordinary shares of face value of PKR 10 each		5,100	5,100
Associate			
- NutriCo Morinaga (Private) Limited (24.5% holding)			
20,121,621 (June 30, 2024: 20,121,621) ordinary shares of face value of PKR 100 each		1,904,315	1,904,315
Others			
Equity			
- Arabian Sea Country Club Limited			
250,000 (June 30, 2024: 250,000) ordinary shares of PKR 10 each		2,500	2,500
		<u>2,412,491</u>	<u>2,412,491</u>
8.1 The principal place of business of all the investees is in Pakistan.			
9 STOCK-IN-TRADE			
Raw and packing material includes goods-in-transit amounting to PKR 3,473.675 million (June 30, 2024: PKR 1,917.291 million)		9,596,556	7,890,203
Work-in-process		474,868	483,585
Finished goods include goods-in-transit amounting to PKR 401.595 million (June 30, 2024: PKR 485.710 million)	9.1	7,726,730	7,253,716
		<u>17,798,154</u>	<u>15,627,504</u>
Provision for slow moving and obsolete stock-in-trade		(180,848)	(232,113)
		<u>17,617,306</u>	<u>15,395,391</u>
9.1 Stock amounting to PKR 209.041 million (June 30, 2024: PKR 18.538 million) is measured at net realisable value and expense amounting to PKR 21.172 million (June 30, 2024: expense of PKR 7.620 million) has been recognised in cost of sales.			

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
10	TRADE DEBTS		
	Considered good		
	- Secured	2,391,914	2,076,145
	- Unsecured		
	Due from associated companies	24,552	38,551
	Others	4,310,364	4,459,102
		<u>6,726,830</u>	<u>6,573,798</u>
	Considered doubtful	189,292	170,820
		<u>6,916,122</u>	<u>6,744,618</u>
	- Allowance for expected credit loss (ECL)	(189,292)	(170,820)
	- Provision for price adjustments, discounts and sales returns	(890,308)	(998,493)
		<u>(1,079,600)</u>	<u>(1,169,313)</u>
		<u>5,836,522</u>	<u>5,575,305</u>
11	OTHER RECEIVABLES		
	Considered good		
	Sales tax refundable	1,441,222	1,815,805
	Commission and discounts receivable	3,482	3,185
	Due from subsidiaries	680	680
	Due from associated companies	10,875	-
	Accrued interest income	5,812	6,814
	Receivable from principal	437,254	125,407
	Others	257,190	257,771
		<u>2,156,515</u>	<u>2,209,662</u>
	Considered doubtful	32,178	32,466
		<u>2,188,693</u>	<u>2,242,128</u>
	Allowance for ECL	(32,178)	(32,466)
		<u>2,156,515</u>	<u>2,209,662</u>
12	SHORT-TERM INVESTMENTS		
	At fair value through profit or loss		
	Investment in mutual funds	12.1 & 12.2 <u>15,622,666</u>	<u>14,984,879</u>
12.1	This represents amount received from sale proceeds of disposal of interest in NutriCo Morinaga (Private) Limited including the associated income from investment in mutual funds. The amount is invested in units of Shariah Compliant money market mutual funds, which are readily encashable.		
12.2	This includes unrealised capital gain of PKR 646.554 million (June 30, 2024: nil) on investment in mutual funds.		
		<u>September</u> <u>30, 2024</u> <u>(Unaudited)</u>	<u>June</u> <u>30, 2024</u> <u>(Audited)</u>
		------(PKR in '000)-----	
13	LONG-TERM LOANS		
	Long-term loans	10,565,415	4,895,794
	Current portion shown under current liabilities	(918,441)	(909,446)
		<u>9,646,974</u>	<u>3,986,348</u>
13.1	There is no material change in the terms and conditions of the long-term loans as disclosed in the Company's annual audited unconsolidated financial statements for the year ended June 30, 2024 except for following:		
(a)	During the period, the company has obtained Diminishing Musharakah of PKR 5,890.20 million from different banks to finance acquisition of certain assets of Pfizer Pakistan Limited as explained in Note 5 and to manage capital expenditure requirements of its Soda Ash business. Repayment of loan is to be made in quarterly installments in 7 years including 1 to 2 years of grace period.		

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
14 DEFERRED TAX LIABILITY - NET			
Deductible temporary differences			
Provisions for retirement benefits, allowance for ECL and others		(588,601)	(636,120)
Retirement fund provisions		(140,481)	(140,301)
Taxable temporary differences			
Property, plant and equipment		2,864,013	2,894,352
Investments		160,217	-
		<u>2,295,148</u>	<u>2,117,931</u>
15 DEFERRED INCOME - GOVERNMENT GRANT			
Government grant		811,274	863,428
Current portion of Government grant		(205,679)	(204,473)
		<u>605,595</u>	<u>658,955</u>
16 SHORT-TERM FINANCING			
Secured			
Export Refinance Facility (ERF)		2,517,578	2,517,578
Foreign Exchange loan (FE-25)		1,767,280	-
Short-term running finance		8,234,831	9,216,926
	16.1	<u>12,519,689</u>	<u>11,734,504</u>
16.1	There is no material change in the terms and conditions of short-term borrowings and running finances as disclosed in the Company's annual audited unconsolidated financial statements for the year ended June 30, 2024 except that the company has obtained FE-25 loans of PKR 1,767 million to finance the working capital needs of the company from different banks and are denominated in the foreign currency. The loans are repayable upon maturity which is typically one month.		
		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
17 CONTINGENCIES AND COMMITMENTS			
17.1 Contingencies			
17.1.1	Claims against the Company not acknowledged as debt are as follows:		
Local bodies		84,500	84,500
Others		2,095,740	2,095,740
		<u>2,180,240</u>	<u>2,180,240</u>
17.1.2	There are no material changes in the status of contingencies as reported in the annual audited unconsolidated financial statements as at and for the year ended June 30, 2024, except for the following:		
(a)	During the period, the FBR has finalised a sales tax proceedings vide order dated July 29,2024 whereby input tax of PKR 90.86 million has been disallowed. Being aggrieved by the order, the Company has filed an appeal before the Tribunal.		

	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	----- (PKR in '000) -----	
17.2 Commitments		
17.2.1 Commitments in respect of capital expenditure including various projects:	<u>4,509,321</u>	<u>4,928,711</u>
17.2.2 Commitments for rentals under Ijarah contracts in respect of vehicles are as follows:		
Year		
2023-24	-	6,756
2024-25	8,445	7,195
2025-26	7,195	7,663
2026-27	7,663	8,161
2027-28	8,161	8,691
2028-29	8,691	-
	<u>40,155</u>	<u>38,466</u>
Payable not later than one year	8,445	6,756
Payable later than one year but not later than five years	31,710	31,710
	<u>40,155</u>	<u>38,466</u>
17.3 Other commitments		
17.3.1 Outstanding letter of credit - unutilised PKR 18,765 million (June 30, 2024: PKR 17,288 million)	<u>7,470,075</u>	<u>9,938,727</u>
17.3.2 Outstanding letter of guarantee - unutilised PKR 218.99 million (June 30, 2024: PKR 220.02 million)	<u>4,401,465</u>	<u>4,357,696</u>
17.3.3 Commitments in respect of post dated cheques	<u>1,054,297</u>	<u>1,081,752</u>

	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
	----- (Unaudited) -----	
	----- (PKR in '000) -----	
18.1 Turnover and cost of sales		
Inter-segment sales and purchases have been eliminated from the total	<u>41,903</u>	<u>88,410</u>
18.2 Turnover includes export sales made to various countries amounting to:	<u>3,161,135</u>	<u>2,809,102</u>
19 COST OF SALES		
Opening stock of raw and packing materials	7,801,087	9,873,841
Purchases	16,362,158	10,870,668
	<u>24,163,245</u>	<u>20,744,509</u>
Closing stock of raw and packing materials	(9,557,095)	(8,607,901)
	<u>14,606,150</u>	<u>12,136,608</u>
Raw and packing materials consumed	7,302,731	7,348,102
	<u>21,908,881</u>	<u>19,484,710</u>
Opening stock of work-in-process	483,585	450,272
	<u>22,392,466</u>	<u>19,934,982</u>
Closing stock of work-in-process	(474,868)	(608,269)
	<u>21,917,598</u>	<u>19,326,713</u>
Cost of goods manufactured	7,110,719	8,407,429
Opening stock of finished goods	2,534,346	2,897,069
Finished goods purchased		
	<u>31,562,663</u>	<u>30,631,211</u>
Closing stock of finished goods	(7,585,343)	(7,833,908)
	<u>23,977,320</u>	<u>22,797,303</u>
20 OTHER INCOME		
This includes PKR 646.555 million (September 30, 2023: 645.565 million) on account of income from investment in mutual funds.		
	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
	----- (Unaudited) -----	
	----- (PKR in '000) -----	
21 TAXATION		
Final taxes	12,536	200,390
Income tax - current	1,410,345	1,122,663
- deferred	177,215	(83,446)
	<u>1,600,096</u>	<u>1,239,607</u>

	Note	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
22 BASIC AND DILUTED EARNINGS PER SHARE		------(Unaudited)----- ------(PKR in '000)-----	
Profit for the period		<u>2,595,457</u>	<u>2,513,364</u>
		------(Number of shares)-----	
Weighted average number of ordinary shares outstanding during the period		<u>92,359,050</u>	<u>92,359,050</u>
Basic and diluted earnings per share (PKR)		<u>28.10</u>	<u>27.21</u>
23 CASH GENERATED FROM OPERATIONS		------(PKR in '000)-----	
Profit before taxation		4,195,553	3,752,971
Adjustments for:			
Depreciation and amortisation		884,567	831,928
Gain on disposal of operating fixed assets		(15,550)	(4,827)
Provision for non-management staff gratuity and eligible retired employees' medical scheme		10,869	11,492
Provision for staff retirement benefit plan		12,264	11,137
Interest income		(28,959)	(233,651)
Income from mutual funds		(675,933)	(645,565)
Interest expense		628,959	1,096,803
Provision for slow moving and obsolete stock-in-trade		6,780	(8,717)
Allowance for expected credit loss		8,472	(8,433)
Deferred income - Government grant		(52,154)	(40,817)
		<u>4,974,869</u>	<u>4,762,321</u>
Movement in:			
Working capital	23.1	(2,161,585)	1,638,096
Long-term loans		(88,197)	(25,422)
Long-term deposits and other assets		(16,025)	(1,969)
Cash generated from operations		<u>2,709,062</u>	<u>6,373,026</u>
23.1 Movement in working capital			
(Increase) / decrease in current assets			
Stores, spares and consumables		755,107	2,112,064
Stock-in-trade		(2,228,695)	1,690,181
Trade debts		(269,689)	(64,745)
Loans and advances		(599,170)	(374,513)
Short-term deposits and prepayments		388,241	(64,201)
Other receivables		52,145	696,642
		<u>(1,902,061)</u>	<u>3,995,428</u>
Decrease in current liabilities			
Trade and other payables		(259,524)	(2,357,332)
		<u>(2,161,585)</u>	<u>1,638,096</u>

24 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the Holding company and related group companies, associated company, subsidiary companies, directors of the Company, companies where directors also hold directorship, key employees and staff retirement funds. All the transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company. Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in these condensed interim unconsolidated financial statements are as follows:

Relationship with the Company	Nature of transaction	For the three months period ended	For the three months period ended
		September 30, 2024	September 30, 2023
		------(PKR in '000)-----	
<i>Parent Company</i>	Sale of goods and material	10,311	10,021
	Purchase of goods, materials and services	58,685	9,863
<i>Subsidiary Companies</i>	Purchase of goods, materials and services	471,898	518,935
	Sale of goods, material and asset	330	49,336
<i>Associated Company</i>	Purchase of goods, materials and services	83,221	88,375
	Sale of goods and materials	1,072,105	1,171,580
	Reimbursement of expenses	16,752	7,804
	Donations paid	2,074	5,494
<i>Others</i>	Staff retirement benefits	115,455	104,914
<i>Key management personnel</i>	Remuneration paid	307,907	297,318
	Post employment benefits	12,288	12,937
	Director's meeting fee	1,756	1,219

25 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited unconsolidated financial statements for the year ended June 30, 2024.

26 FAIR VALUE OF FINANCIAL INSTRUMENTS

26.1 Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of investments in units of open-end collective investment schemes (mutual funds) are based on the net assets value quoted by the respective funds and the Mutual Funds Association of Pakistan at each reporting date. The estimated fair value of all other assets and liabilities are considered not to be significantly different from carrying values as the items are either short-term in nature or are periodically repriced.

26.2 International Financial Reporting Standard 13, 'Fair value measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- (i) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- (ii) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- (iii) inputs for the asset or liability that are not based on observable market data (level 3).

Assets	As at September 30, 2024 (Unaudited)			
	Level 1	Level 2	Level 3	Total
	------(PKR in '000)-----			

Financial assets - fair value through profit or loss:

- Short-term investments (units of mutual fund)

-	15,622,666	-	15,622,666
-	15,622,666	-	15,622,666

Assets	As at June 30, 2024 (Audited)			
	Level 1	Level 2	Level 3	Total
	------(PKR in '000)-----			

Financial assets - fair value through profit or loss:

- Short-term investments (units of mutual fund)

-	14,984,879	-	14,984,879
-	14,984,879	-	14,984,879

27 DATE OF AUTHORISATION

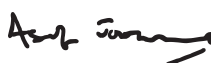
These unconsolidated condensed interim financial statements were authorised for issue in the Board of Directors meeting held on October 25, 2024.

28 GENERAL

Figures have been rounded off to the nearest thousand rupees except as stated otherwise.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer



LUCKY CORE INDUSTRIES

Lucky Core Industries Limited and its Subsidiary Companies Consolidated Financial Statements

Review of the Directors (Consolidated)

For the Quarter Ended September 30, 2024

The Directors are pleased to present their review together with the unaudited Group results of Lucky Core Industries Limited for the quarter ended September 30, 2024. The Lucky Core Industries group comprises Lucky Core Industries Limited, its subsidiaries: Lucky Core PowerGen Limited (PowerGen), Lucky TG (Private) Limited (Lucky TG), Lucky Core Ventures (Private) Limited (LCV) and its associated concern; NutriCo Morinaga (Private) Limited (NMPL).

The Director's report, which provides a commentary on the performance of Lucky Core Industries Limited for the quarter ended September 30, 2024, has been presented separately.

The Net Turnover of PowerGen for the quarter ended at PKR 441 million, which is 10% lower as compared to the SPLY. This was mainly due to lower HFO prices by 17% compared to the SPLY. The Operating Result at PKR 33 million was in line with the SPLY.

On a consolidated basis, the Net Turnover for the quarter under review at PKR 30,729 million is higher by 6% over the SPLY. The Operating Result at PKR 4,238 million is higher by 3% compared to the SPLY. The PAT for the quarter at PKR 2,624 million and EPS attributed to the owners of the holding company at PKR 28.41 are both 3% higher than the SPLY.



Muhammad Sohail Tabba
Chairman

Date: October 25, 2024
Karachi



Asif Jooma
Chief Executive

ڈائریکٹرز کا جائزہ

برائے 30 ستمبر 2024ء کو ختم ہونے والی سہ ماہی کے لیے۔ کنسولیدیشن

گزشتہ سال کے مقابلے میں HF0 کی قیمتوں میں 17 فیصد کمی ہے۔ آپریٹنگ منافع گزشتہ سال کے اسی عرصے کے برابر رہا۔

مجموعی بنیادوں پر، زیر جائزہ سہ ماہی کے لیے 30,729 ملین پاکستانی روپے کی خالص مجموعی فروخت، گزشتہ سال کے اسی عرصے کے مقابلے میں 6 فیصد زیادہ ہے۔ 4,238 ملین پاکستانی روپے کا آپریٹنگ منافع، گزشتہ سال کے اسی عرصے کے مقابلے میں 3 فیصد زیادہ ہے۔ اس سہ ماہی کا بعد از ٹیکس منافع 2,624 ملین پاکستانی روپے اور ہولڈنگ کمپنی کے مالکان کی طرف سے 28.41 پاکستانی روپے کی فی حصص آمدنی، دونوں گزشتہ سال کے اسی عرصے کے مقابلے میں 3 فیصد زیادہ ہیں۔

ڈائریکٹرز 30 ستمبر، 2024 کو ختم ہونے والی سہ ماہی کے لیے لکی کور انڈسٹریز لمیٹڈ کے غیر آڈٹ شدہ گروپ نتائج کے ساتھ اپنا جائزہ بمسرت پیش کرتے ہیں۔ لکی کور انڈسٹریز گروپ میں لکی کور انڈسٹریز لمیٹڈ اور اس کے ذیلی ادارے: لکی کور پاور جن لمیٹڈ (پاور جن)، لکی ٹی جی (پرائیویٹ) لمیٹڈ (ایل سی وی) اور اس سے وابستہ ادارہ نیو ٹری کو موریناگا (پرائیویٹ) لمیٹڈ (این ایم پی ایل) شامل ہیں۔

ڈائریکٹرز رپورٹ کو، جو 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لیے لکی کور انڈسٹریز لمیٹڈ کا جائزہ فراہم کرتی ہے، علیحدہ پیش کیا گیا ہے۔

ختم ہونے والی سہ ماہی کے لیے پاور جن کی خالص مجموعی فروخت 441 ملین پاکستانی روپے ہے، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 10 فیصد کم ہے۔ اس کی بنیادی وجہ

Asif Iqbal

آصف جمعہ
چیف ایگزیکٹو

محمد سہیل ثناء

چیرمین / ڈائریکٹر

تاریخ: 25 اکتوبر، 2024
کراچی

Consolidated Condensed Interim Statement of Financial Position

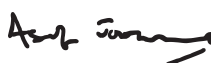
As at September 30, 2024

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
ASSETS			
Non-current assets			
Property, plant and equipment	6	35,470,283	29,929,796
Intangible assets	7	2,655,174	1,682,954
Right-of-use assets		302,328	182,457
		<u>38,427,785</u>	<u>31,795,207</u>
Long-term investments	8	10,819,619	10,827,265
Long-term loans		897,800	807,512
Long-term deposits and other assets		303,908	287,883
		<u>12,021,327</u>	<u>11,922,660</u>
		<u>50,449,112</u>	<u>43,717,867</u>
Current assets			
Stores, spares and consumables		5,549,547	5,994,851
Stock-in-trade	9	17,687,752	15,466,376
Trade debts	10	5,859,491	5,593,143
Loans and advances		1,637,893	1,043,727
Short-term deposits and prepayments		661,852	1,051,893
Other receivables	11	2,210,907	2,220,907
Short term investments	12	15,643,206	15,006,217
Cash and bank balances		3,150,684	2,280,272
		<u>52,401,332</u>	<u>48,657,386</u>
		<u>102,850,444</u>	<u>92,375,253</u>
Total assets			
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital		15,000,000	15,000,000
1,500,000,000 (June 30, 2024: 1,500,000,000) ordinary shares of PKR 10 each			
Issued, subscribed and paid-up capital		923,591	923,591
92,359,050 (June 30, 2024: 92,359,050) ordinary shares of PKR 10 each			
Capital reserves		18,309,643	18,309,643
Revenue reserve - unappropriated profit		29,789,887	30,213,786
Attributable to the equity holders of the Holding Company		49,023,121	49,447,020
Non-controlling interests		10,570	10,725
Total equity		<u>49,033,691</u>	<u>49,457,745</u>
Non-current liabilities			
Staff retirement benefits		120,396	115,549
Long-term loans	13	9,646,974	3,986,348
Lease liabilities		218,280	157,478
Deferred tax liability - net	14	5,772,153	5,596,926
Deferred income - Government grant	15	605,595	658,955
		<u>16,363,398</u>	<u>10,515,256</u>
Current liabilities			
Trade and other payables		14,267,377	14,311,951
Accrued mark-up		714,391	576,227
Short-term financing	16	12,519,689	11,734,504
Current portion of long-term loans		918,441	909,446
Current portion of lease liabilities		80,096	38,547
Current portion of deferred income - Government grant		205,679	204,473
Taxation - net		5,563,018	4,490,277
Unpaid dividend		3,047,849	-
Unclaimed dividend		136,815	136,827
		<u>37,453,355</u>	<u>32,402,252</u>
		<u>102,850,444</u>	<u>92,375,253</u>
Total equity and liabilities			
Contingencies and Commitments			
	17		

The annexed notes from 1 to 28 form an integral part of these consolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Consolidated Condensed Interim Statement of Profit or Loss (Unaudited)

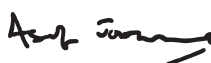
For the Three Months Period Ended September 30, 2024

	Note	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
------(PKR in '000)-----			
Net turnover	18	30,728,630	28,993,840
Cost of sales	18 & 19	(23,934,846)	(22,655,801)
Gross profit		6,793,784	6,338,039
Selling and distribution expenses	18	(2,026,362)	(1,641,493)
Administration and general expenses	18	(529,890)	(562,491)
Operating result	18	4,237,532	4,134,055
Finance costs		(628,959)	(1,097,152)
Exchange gain		5,586	22,867
Workers' profit participation fund		(107,536)	(104,192)
Workers' welfare fund		(68,996)	(58,642)
Other charges		(29,384)	(23,299)
		(829,289)	(1,260,418)
Other income	20	821,444	911,699
Share of loss from associate		(7,646)	(11,580)
Profit before tax		4,222,041	3,773,756
Taxation - Final taxes	21	(12,536)	(200,390)
Profit before income taxes		4,209,505	3,573,366
Taxation - Income tax			
Current		(1,410,485)	(1,120,701)
Deferred		(175,224)	84,747
	21	(1,585,709)	(1,035,954)
Profit for the period		2,623,796	2,537,412
Attributable to:			
Owners of the Holding Company		2,623,951	2,537,851
Non-controlling interests		(155)	(439)
		2,623,796	2,537,412
Basic and diluted earnings per share (PKR)	22	28.41	27.48

The annexed notes from 1 to 28 form an integral part of these consolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Consolidated Condensed Interim Statement of Other Comprehensive Income (Unaudited)

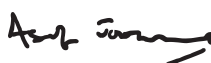
For the Three Months Period Ended September 30, 2024

	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
	------(PKR in '000)-----	
Profit for the period	2,623,796	2,537,412
Other comprehensive Income	-	-
Total comprehensive income for the period	<u>2,623,796</u>	<u>2,537,412</u>
Attributable to:		
Owners of the Holding Company	2,623,951	2,537,851
Non-controlling interests	(155)	(439)
	<u>2,623,796</u>	<u>2,537,412</u>

The annexed notes from 1 to 28 form an integral part of these consolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Consolidated Condensed Interim Statement of Cash Flows (Unaudited)


For the Three Months Period Ended September 30, 2024

	Note	September 30, 2024	September 30, 2023
------(PKR in '000)-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	23	2,921,649	6,535,865
Payments for :			
Non-management staff gratuity and eligible retired employees' medical scheme		(5,998)	(154)
Staff retirement benefits plan		(10,567)	(5,815)
Income taxes and final taxes paid		(350,278)	(301,355)
Interest paid		(423,516)	(1,097,489)
Net cash generated from operating activities		2,131,290	5,131,052
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(2,686,604)	(627,880)
Acquisition through business combination	5	(5,000,000)	-
Proceeds from disposal of operating fixed assets		16,699	4,945
Interest income received		29,961	118,177
Dividend received on short-term investments		29,379	645,565
Net cash (used in) / generated from investing activities		(7,610,565)	140,807
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained		5,985,103	-
Long-term loans repaid		(367,636)	(378,649)
Foreign exchange loan obtained		1,767,280	-
Payment against lease liabilities		(63,420)	(39,486)
Dividends paid		(12)	(1,124)
Net cash generated from / (used in) financing activities		7,321,315	(419,259)
Net increase in cash and cash equivalents		1,842,041	4,852,600
Cash and cash equivalents at the beginning of the period		8,069,563	(1,381,329)
Cash and cash equivalents at the end of the period		9,911,604	3,471,271
Cash and cash equivalents at the end of period comprise of:			
Cash and bank balances		3,150,684	866,609
Short term investments	12	14,995,751	13,223,618
Short-term running finance	16	(8,234,831)	(10,618,956)
		9,911,604	3,471,271

The annexed notes from 1 to 28 form an integral part of these consolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Consolidated Condensed Interim Statement of Changes in Equity (Unaudited)

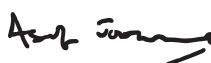
For the Three Months Period Ended September 30, 2024

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserve - Unappropriated profit	Total Reserves	Non- controlling interests	Total
	(PKR in '000)					
As at July 1, 2023 (Audited)	923,591	309,643	42,458,096	42,767,739	262,906	43,954,236
Final dividend for the year ended June 30, 2023 @ PKR 33 per share	-	-	(3,047,849)	(3,047,849)	-	(3,047,849)
Profit for the period	-	-	2,537,851	2,537,851	(439)	2,537,412
Other comprehensive income for the period - net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	2,537,851	2,537,851	(439)	2,537,412
As at September 30, 2023 (Unaudited)	923,591	309,643	41,948,098	42,257,741	262,467	43,443,799
Interim dividend for the year ended June 30, 2024 @ PKR 27 per share	-	-	(2,493,695)	(2,493,695)	-	(2,493,695)
Buy back of shares	-	-	-	-	(264,600)	(264,600)
Transfer to capital reserves	-	18,000,000	(18,000,000)	-	-	-
Profit for the period	-	-	8,612,694	8,612,694	12,858	8,625,552
Other comprehensive loss for the period - net of tax	-	-	146,688	146,688	-	146,688
Total comprehensive income for the period	-	-	8,759,382	8,759,382	12,858	8,772,240
As at June 30, 2024 (Audited)	923,591	18,309,643	30,213,785	48,523,428	10,725	49,457,744
Final dividend for the year ended June 30, 2024 @ PKR 33 per share	-	-	(3,047,849)	(3,047,849)	-	(3,047,849)
Profit for the period	-	-	2,623,951	2,623,951	(155)	2,623,796
Other comprehensive income for the period - net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	2,623,951	2,623,951	(155)	2,623,796
As at September 30, 2024 (Unaudited)	923,591	18,309,643	29,789,887	48,099,530	10,570	49,033,691

The annexed notes from 1 to 28 form an integral part of these consolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

Notes to and Forming Part of the Consolidated Condensed Interim Financial Statements (Unaudited)

For the Three Months Period Ended September 30, 2024

1 STATUS AND NATURE OF BUSINESS

The Group consists of Lucky Core Industries Limited (the "Holding Company") and the following subsidiaries:

- Lucky Core PowerGen Limited ("PowerGen");
- Lucky TG (Private) Limited ("Lucky TG"); and
- Lucky Core Venture (Private) Limited ("LCV").

The Holding Company was incorporated in Pakistan and is listed on the Pakistan Stock Exchange Limited. The Holding Company's registered office is situated at 5 West Wharf, Karachi. The Holding Company is engaged in the manufacture of polyester staple fibre, POY chips, soda ash, specialty chemicals, sodium bicarbonate and polyurethanes, marketing of seeds, toll manufactured and imported pharmaceuticals and animal health products, marketing services, and merchandising of general chemicals and manufacturing of Masterbatches. It also acts as an indenting agent and toll manufacturer. The Holding Company is the subsidiary of Lucky Cement Limited

PowerGen was incorporated in Pakistan as an unlisted public company and is a wholly owned subsidiary of the Holding Company. PowerGen is engaged in generating, selling and supplying electricity to the Group.

Lucky TG was incorporated in Pakistan as a private company as part of the agreement with Tariq Glass Industries Limited to set up a green field state-of-the-art float glass manufacturing facility. The Holding Company holds 51% of the shares of Lucky TG.

LCV was incorporated in Pakistan as a private company and is a wholly owned subsidiary of the Holding Company. The principal line of the business is to function as holding company of its subsidiaries and associated companies and render advisory services for promotion of their business, development and marketing for the Group.

NutriCo Morinaga (Private) Limited ("NutriCo Morinaga") is the associate of the Holding Company which is involved in manufacturing and trading of infant and grown up formula.

The consolidated condensed interim financial statements comprise the consolidated statement of financial position of Lucky Core Industries Limited and its subsidiary companies, Lucky Core PowerGen Limited, Lucky TG (Private) Limited and Lucky Core Venture (Private) Limited, as at September 30, 2024 and the related consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flow together with the notes forming part thereof.

2 STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting which comprise of International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act) and provisions of and directives issued under the Companies Act, 2017. Where the provisions of and directives issued under the Act differ with the requirement of IAS 34, the provisions of and directives issued under the Act have been followed.

These consolidated condensed interim financial statements do not include all the information and disclosures required in the annual audited consolidated financial statements, and should be read in conjunction with the annual audited consolidated financial statements for the year ended June 30, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 The material accounting policies applied in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Group's annual audited consolidated financial statements for the year ended June 30, 2024.

3.2 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

(a) Amendments to published accounting and reporting standards which became effective during the period:

There were certain amendments to accounting and reporting standards which became mandatory for the Group during the period. However, the amendments do not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

(b) **Amendments to published accounting and reporting standards that are not yet effective:**

There are certain amendments to the accounting and reporting standards that will be mandatory for the Group's annual accounting periods beginning on or after July 1, 2024. However, these amendments will not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and incomes and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2024.

5 BUSINESS ACQUISITION

In line with the Holding Company's growth aspirations and strategic priorities, the Holding Company acquired a manufacturing facility, selected pharmaceutical products, brands and associated trademarks of Pfizer Pakistan Limited, for a total consideration of PKR 5,000 million, following an Asset Purchase Agreements signed on May 17, 2024. The acquisition was formally completed on September 6, 2024 (acquisition date).

As per the requirements of International Financial Reporting Framework 3 – "Business Combinations" (IFRS 3), all identifiable assets and liabilities acquired in business combination are required to be carried at fair value in the acquirer's statement of financial position while intangible assets acquired in the business combination are required to be separately recognised and carried at fair values. IFRS 3 also allows an acquirer to disclose provisional values when the initial accounting for a business combination is incomplete at the end of the reporting period, which is required to be finalized within the period of one year from the acquisition date.

The Holding Company has recognised the fair values to be assigned to the identifiable assets and liabilities which will be finalized within the period of one year from the acquisition date, as allowed under the IFRS 3. The Holding Company has therefore recorded the identifiable assets and liabilities at provisional values as at statement of financial position date. However, any adjustment in the provisional values of identifiable assets and liabilities will be adjusted in the financial statements of the Holding Company retrospectively from the acquisition date.

Details of the provisional fair values of the assets acquired and liabilities assumed are as follows:

	<u>Fair value recognised on acquisition</u> (PKR in '000)
Indicative value of tangible assets:	
Leasehold land	1,500,800
Building on leasehold land	385,013
Property, plant and equipment	1,632,666
Vehicles	199,391
Total non-current assets	<u>3,717,870</u>
Current assets	<u>307,473</u>
	<u>4,025,343</u>
Indicative value of intangible assets:	
Brands	974,657
Consideration paid in cash	<u><u>5,000,000</u></u>

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
6			
PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - at net book value		27,389,466	24,391,563
Capital work-in-progress - at cost	6.3	8,080,817	5,538,233
Total property, plant and equipment		<u>35,470,283</u>	<u>29,929,796</u>

6.1 Following is the movement in property, plant and equipment during the period / year:

Operating fixed assets (WDV) - opening balance		24,391,563	24,736,363
Add: Additions / acquisitions / transfers during the period / year		4,055,632	3,020,627
		28,447,195	27,756,990
Less: Disposals during the period / year (WDV)		195,431	19,695
Less: Depreciation charge for the period / year		862,298	3,345,732
Operating fixed assets (WDV) - closing balance		27,389,466	24,391,563
Add: Capital work-in-progress		8,080,817	5,538,233
		<u>35,470,283</u>	<u>29,929,796</u>

6.2 Following is the cost of operating fixed assets that have been added / disposed off during the period / year:

	Additions / Acquisitions / Transfers		Disposals at net book value	
	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----				
Leasehold land	1,501,677	-	-	-
Lime beds on freehold land	-	265,112	-	-
Buildings on freehold land	77,630	103,406	-	-
Buildings on leasehold land	397,991	529,996	-	1,502
Plant and machinery	1,792,197	1,868,072	1,102	14,827
Rolling stock and vehicles	199,391	20,235	194,282	-
Furniture and equipment	86,746	233,806	47	3,365
	<u>4,055,632</u>	<u>3,020,627</u>	<u>195,431</u>	<u>19,695</u>

6.3 The following is the movement in capital work-in-progress during the period / year:

Period ended September 30, 2024 (Unaudited)					
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total
------(PKR in '000)-----					
Opening balance	377,622	1,869,046	611,430	680,322	5,538,233
Additions during the period	467,681	734,560	927,639	596,751	2,876,421
Transferred to operating fixed assets during the period	(227,518)	(63,002)	(23,266)	-	(333,837)
Closing balance	<u>617,785</u>	<u>2,540,604</u>	<u>1,515,803</u>	<u>1,277,073</u>	<u>8,080,817</u>
Year ended June 30, 2024 (Audited)					
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total
------(PKR in '000)-----					
Opening balance	47,611	1,611,820	121,229	242,984	2,861,927
Additions during the year	1,104,866	1,739,434	618,717	648,330	5,600,970
Transferred to operating fixed assets during the year	(774,855)	(1,482,208)	(128,516)	(210,992)	(2,924,664)
Closing balance	<u>377,622</u>	<u>1,869,046</u>	<u>611,430</u>	<u>680,322</u>	<u>5,538,233</u>

6.3.1 Majority of the closing balance pertains to Soda Ash Business.

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)	
		----- (PKR in '000) -----		
7	INTANGIBLE ASSETS			
	Intangible assets - at net book value	7.1	<u>2,655,174</u>	<u>1,682,954</u>
7.1	Following are the detail of intangible assets:			
	Brands		2,412,034	1,437,679
	Goodwill		206,374	206,374
	Others		36,766	38,901
			<u>2,655,174</u>	<u>1,682,954</u>
7.2	Additions to intangible assets		<u>975,499</u>	<u>31,066</u>
8	LONG-TERM INVESTMENTS			
	Unquoted			
	Associate			
	- NutriCo Morinaga (Private) Limited (24.5% holding)			
	20,121,621 (June 30, 2024: 20,121,621) ordinary shares of face value of PKR 100 each		10,817,119	10,824,765
	Others			
	Equity			
	- Arabian Sea Country Club Limited		2,500	2,500
	250,000 (June 30, 2024: 250,000) ordinary shares of PKR 10 each			
			<u>10,819,619</u>	<u>10,827,265</u>
9	STOCK-IN-TRADE			
	Raw and packing material includes goods-in-transit amounting to PKR 3,473.675 million (June 30, 2024: PKR 1,917.291 million)		9,667,002	7,959,181
	Work-in-process		474,868	483,585
	Finished goods include goods-in-transit amounting to PKR 401.595 million (June 30, 2024: PKR 485.710 million)	9.1	7,726,730	7,253,716
			<u>17,868,600</u>	<u>15,696,482</u>
	Provision for slow moving and obsolete stock-in-trade		<u>(180,848)</u>	<u>(230,106)</u>
			<u>17,687,752</u>	<u>15,466,376</u>
9.1	Stock amounting to PKR 209.041 million (June 30, 2024: PKR 18.538 million) is measured at net realisable value and expense amounting to PKR 21.172 million (June 30, 2024: expense of PKR 7.620 million) has been recognised in cost of sales.			
			<u>September 30, 2024 (Unaudited)</u>	<u>June 30, 2024 (Audited)</u>
			----- (PKR in '000) -----	
10	TRADE DEBTS			
	Considered good			
	- Secured		2,414,884	2,076,145
	- Unsecured			
	Due from associated companies		24,552	56,389
	Others		4,310,363	4,459,102
			<u>6,749,799</u>	<u>6,591,636</u>
	Considered doubtful		<u>189,292</u>	<u>170,820</u>
			<u>6,939,091</u>	<u>6,762,456</u>
	- Allowance for expected credit loss (ECL)		<u>(189,292)</u>	<u>(170,820)</u>
	- Provision for price adjustments, discounts and sales returns		<u>(890,308)</u>	<u>(998,493)</u>
			<u>(1,079,600)</u>	<u>(1,169,312)</u>
			<u>5,859,491</u>	<u>5,593,143</u>

	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		------(PKR in '000)-----	
16	SHORT-TERM FINANCING		
	Secured		
	Export Refinance Facility (ERF)	2,517,578	2,517,578
	Foreign Exchange loan (FE-25)	1,767,280	-
	Short-term running finance	8,234,831	9,216,926
	16.1	<u>12,519,689</u>	<u>11,734,504</u>
16.1	There is no material change in the terms and conditions of short-term borrowings and running finances as disclosed in the Holding Company's annual audited consolidated financial statements for the year ended June 30, 2024 except that the Holding Company has obtained FE-25 loans of PKR 1,767 million to finance the working capital needs of the Holding Company from different banks and are denominated in the foreign currency. The loans are repayable upon maturity which is typically one month.		
		<u>September 30, 2024 (Unaudited)</u>	<u>June 30, 2024 (Audited)</u>
		------(PKR in '000)-----	
17	CONTINGENCIES AND COMMITMENTS		
17.1	Contingencies		
17.1.1	Claims against the Group not acknowledged as debts are as follows:		
	Local bodies	84,500	84,500
	Others	2,095,740	2,095,740
		<u>2,180,240</u>	<u>2,180,240</u>
17.1.2	There are no material changes in the status of contingencies as reported in the annual consolidated audited financial statements as at and for the year ended June 30, 2024, except for following:		
(a)	During the period, the FBR has finalised a sales tax proceedings vide order dated July 29,2024 whereby input tax of PKR 90.86 million has been disallowed. Being aggrieved by the order, the Holding Company has filed an appeal before the Tribunal.		
		<u>September 30, 2024 (Unaudited)</u>	<u>June 30, 2024 (Audited)</u>
		------(PKR in '000)-----	
17.2	Commitments		
17.2.1	Commitments in respect of capital expenditure including various projects:	<u>4,509,321</u>	<u>4,928,711</u>
17.2.2	Commitments for rentals under ljarah contracts in respect of vehicles are as follows:		
	Year		
	2023-24	-	6,756
	2024-25	8,446	7,195
	2025-26	7,195	7,663
	2026-27	7,663	8,161
	2027-28	8,161	8,691
	2028-29	8,691	-
		<u>40,155</u>	<u>38,466</u>
	Payable not later than one year	8,445	6,756
	Payable later than one year but not later than five years	31,710	31,710
		<u>40,155</u>	<u>38,466</u>
17.3	Other commitments		
17.3.1	Outstanding letter of credit - unutilised PKR 18,815 million (June 30, 2024: PKR 17,332 million)	<u>7,526,717</u>	<u>9,958,727</u>
17.3.2	Outstanding letter of guarantee - unutilised PKR 218.99 million (June 30, 2024: PKR 220.02 million)	<u>4,670,457</u>	<u>4,407,696</u>
17.3.3	Commitments in respect of post dated cheques	<u>1,054,297</u>	<u>1,081,752</u>

18 OPERATING SEGMENT RESULTS

Unaudited														
	Polyester		Soda Ash		Pharma		Animal Health		Chemicals and Agri Sciences		Others		Group	
	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
	PKR in '000													
Turnover - note 18.1 & 18.2	13,459,770	11,046,861	12,970,256	14,607,027	5,227,254	3,465,807	2,093,861	2,114,539	3,518,475	4,147,635	520,080	575,718	37,298,315	35,274,754
Sales tax	(2,033,073)	(1,593,336)	(1,493,017)	(1,739,993)	(49,358)	(38,022)	(53,386)	(33,326)	(397,430)	(421,884)	(79,334)	(87,821)	(4,105,598)	(3,914,382)
Commission and discounts/ price adjustment	(174,510)	(77,668)	(416,832)	(622,060)	(1,031,878)	(727,144)	(720,918)	(526,433)	(120,149)	(413,227)	-	-	(2,464,087)	(2,366,532)
	(2,207,583)	(1,671,004)	(1,909,849)	(2,362,053)	(1,081,036)	(765,166)	(774,304)	(559,759)	(517,579)	(835,111)	(79,334)	(87,821)	(6,569,685)	(6,280,914)
Net turnover	11,252,187	9,375,857	11,060,407	12,244,974	4,146,218	2,700,641	1,319,557	1,554,780	3,000,896	3,312,524	440,746	487,897	30,728,630	28,993,840
Cost of sales - note 18.1 & 19	(10,660,834)	(8,875,029)	(7,715,571)	(8,912,953)	(2,640,939)	(1,680,265)	(853,879)	(1,071,098)	(2,148,000)	(2,346,368)	(407,334)	(454,151)	(23,934,846)	(22,655,801)
Gross profit	591,353	500,828	3,344,836	3,332,021	1,505,279	1,020,376	465,678	483,682	852,896	966,156	33,412	33,746	6,793,784	6,338,039
Selling and distribution expenses	(76,787)	(50,510)	(779,055)	(572,430)	(582,895)	(461,562)	(217,120)	(204,761)	(370,505)	(352,230)	-	-	(2,026,362)	(1,641,493)
Administration and general expenses	(36,696)	(38,668)	(285,114)	(313,884)	(117,331)	(93,623)	(26,453)	(32,437)	(63,137)	(82,781)	(1,159)	(1,078)	(529,890)	(562,491)
Operating result	477,870	411,630	2,280,667	2,445,707	805,053	465,191	222,105	246,484	419,254	531,145	32,253	32,668	4,237,532	4,134,055
	PKR in '000													
	17,751,077	16,212,254	53,978,028	51,179,788	17,175,315	10,285,328	6,980,125	6,182,262	15,829,171	14,580,686	618,688	755,258	112,332,414	99,195,576
Segment assets													(20,301,589)	(17,647,588)
Intersegment eliminations													10,819,619	10,827,265
Unallocated assets													102,850,444	92,375,253
Segment liabilities	15,107,869	14,717,312	9,562,768	10,409,028	11,352,593	5,557,449	1,177,731	784,293	2,929,732	2,624,653	100,773	296,308	40,231,466	34,389,044
Intersegment eliminations													(20,301,589)	(17,647,588)
Unallocated liabilities													33,886,876	26,176,052
													53,816,753	42,917,508

Note: Inter-unit current account balances of respective businesses have been eliminated from the total.

	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
	------(Unaudited)-----	
	------(PKR in '000)-----	
18.1 Turnover and cost of sales		
Inter-segment sales and purchases have been eliminated from the total	<u>491,381</u>	<u>682,833</u>
18.2 Turnover includes export sales made to various countries amounting to:	<u>3,161,135</u>	<u>2,809,102</u>
19 COST OF SALES		
Opening stock of raw and packing materials	7,869,481	9,927,537
Purchases	16,138,439	10,803,615
	<u>24,007,920</u>	20,731,152
Closing stock of raw and packing materials	(9,627,541)	(8,693,372)
	<u>14,380,379</u>	12,037,780
Raw and packing materials consumed	7,481,645	7,373,482
	<u>21,862,024</u>	19,411,262
Opening stock of work-in-process	483,585	450,272
	<u>22,345,609</u>	19,861,534
Closing stock of work-in-process	(474,868)	(608,269)
	<u>21,870,741</u>	19,253,265
Cost of goods manufactured	7,110,719	8,407,429
Opening stock of finished goods	2,538,729	2,829,015
Finished goods purchased	<u>31,520,189</u>	<u>30,489,709</u>
	(7,585,343)	(7,833,908)
Closing stock of finished goods	<u>23,934,846</u>	<u>22,655,801</u>
20 OTHER INCOME		
This includes PKR 646.555 million (September 30, 2023: PKR 645.565 million) on account of income from investment in mutual funds.		
	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
	------(Unaudited)-----	
	------(PKR in '000)-----	
21 TAXATION		
Final taxes	12,536	200,390
Income tax - current	1,410,485	1,120,701
- deferred	174,998	(84,747)
	<u>1,598,019</u>	<u>1,236,344</u>

	Note	For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
		------(Unaudited)-----	
		------(PKR in '000)-----	
22 BASIC AND DILUTED EARNINGS PER SHARE			
Profit attributable to the owners of the Holding Company		<u>2,623,951</u>	<u>2,537,851</u>
		------(Number of shares)-----	
Weighted average number of ordinary shares outstanding during the period		<u>92,359,050</u>	<u>92,359,050</u>
Basic and diluted earnings per share (PKR)		<u>28.41</u>	<u>27.48</u>
		For the three months period ended September 30, 2024	For the three months period ended September 30, 2023
		------(PKR in '000)-----	
23 CASH GENERATED FROM OPERATIONS			
Profit before taxation		4,222,041	3,773,756
Adjustments for:			
Depreciation and amortisation		896,050	840,186
Gain on disposal of operating fixed assets		(15,550)	(4,827)
Provision for non-management staff gratuity and eligible retired employees' medical scheme		10,870	11,492
Provision for staff retirement benefit plan		12,264	11,336
Deferred income- Government grant		(52,154)	(40,817)
Share of loss of associate		7,646	11,580
Income from mutual funds		(676,834)	(645,565)
Interest income		(28,959)	(233,303)
Interest expense		628,959	1,096,803
Allowance for expected credit loss		8,472	(8,433)
Provision for slow moving and obsolete stock-in-trade		6,780	(8,717)
		<u>5,019,584</u>	<u>4,803,491</u>
Movement in:			
Working capital	23.1	(1,991,622)	1,758,642
Long-term loans		(90,288)	(24,299)
Long-term deposits and other assets		(16,025)	(1,969)
Cash generated from operations		<u>2,921,649</u>	<u>6,535,865</u>
23.1 Movement in working capital			
Decrease / (increase) in current assets			
Stores, spares and consumables		752,777	2,061,443
Stock-in-trade		(2,228,156)	1,658,406
Trade debts		(274,820)	137,868
Loans and advances		(594,166)	(379,928)
Short-term deposits and prepayments		388,344	(64,212)
Other receivables		8,998	700,960
		<u>(1,947,024)</u>	<u>4,114,537</u>
Increase / (decrease) in current liabilities			
Trade and other payables		(44,598)	(2,355,895)
		<u>(1,991,622)</u>	<u>1,758,642</u>

24 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the Parent Company (Lucky Cement Limited) and related group companies, associated companies, directors of the Group, companies where directors also hold directorship, key management personnel and staff retirement funds. All the transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Group. Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated financial statements are as follows:

Relationship with the group	Nature of Transaction	For the three months period ended	For the three months period ended
		September 30, 2024	September 30, 2023
		------(PKR in '000)-----	
<i>Parent</i>	Sale of goods and materials	10,311	10,021
<i>Company</i>	Purchase of goods, materials and services	58,685	9,863
<i>Associated Companies</i>	Purchase of goods, materials and services	83,221	88,375
	Sale of goods and materials	1,072,105	1,171,580
	Donations paid	2,074	5,494
	Reimbursement of expenses	16,752	7,804
<i>Others</i>	Staff retirement benefits	115,455	105,214
<i>Key management personnel</i>	Remuneration paid	307,907	297,318
	Post employment benefits	12,288	12,937
	Director's meeting fee	1,756	1,219

25 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objective and policies are consistent with that disclosed in the annual audited consolidated financial statements for the year ended June 30, 2024.

26 FAIR VALUE OF FINANCIAL INSTRUMENTS

26.1 Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of investments in units of open-end collective investment schemes (mutual funds) are based on the net assets value quoted by the respective funds and the Mutual Funds Association of Pakistan at each reporting date. The estimated fair value of all other assets and liabilities are considered not to be significantly different from carrying values as the items are either short-term in nature or are periodically repriced.

26.2 International Financial Reporting Standard 13, 'Fair value measurement' requires the Group to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

(i) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

(ii) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and

(iii) inputs for the asset or liability that are not based on observable market data (level 3).

Assets	As at September 30, 2024 (Unaudited)			
	Level 1	Level 2	Level 3	Total

------(PKR in '000)-----

Financial assets - fair value through profit or loss:

- Short-term investments (units of mutual funds)

-	15,643,206	-	15,643,206
-	15,643,206	-	15,643,206

Assets	As at June 30, 2024 (Audited)			
	Level 1	Level 2	Level 3	Total

------(PKR in '000)-----

Financial assets - fair value through profit or loss:

- Short-term investments (units of mutual funds)

-	15,006,217	-	15,006,217
-	15,006,217	-	15,006,217

27 DATE OF AUTHORISATION

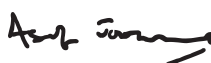
These consolidated condensed interim financial statements were authorised for issue in the Board of Directors meeting held on October 25, 2024.

28 GENERAL

Figures have been rounded off to the nearest thousand rupees except as stated otherwise.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobukar
Chief Financial Officer

A publication of the
Corporate Communications & Public Affairs Function

Lucky Core Industries Limited

5 West Wharf
Karachi 74000
Pakistan

T + 92 21 3231 3717-22
E ccpa.pakistan@luckycore.com

UAN 111 100 200
www.luckycore.com

