

**The General Manager**  
Pakistan Stock Exchange Limited  
Stock Exchange Building,  
Stock Exchange Road,  
Karachi.

August 02, 2023  
LCI/ComSec/54/2023

Dear Sir,

### **FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2023**

We wish to inform you that the Board of Directors of Lucky Core Industries Limited (“the Company”) in their meeting held on August 02, 2023 has approved the Annual Audited Financial Statements of the Company for the year ended June 30, 2023 and is pleased to announce the consolidated and un-consolidated results of the same which are attached as Annexure ‘A’ and ‘B’ respectively.

#### **DIVIDEND**

The Board of Directors has recommended a final cash dividend in respect of the financial year ended June 30, 2023 at the rate of 330% (i.e. PKR 33/- per share of PKR 10/- each). This is in addition to the interim cash dividend of 100% (i.e. PKR 10/- per share of PKR 10/- each) already paid, as recommended by the Board of Directors.

This final cash dividend will bring the total cash dividend to 430% during the year. The above final dividend entitlement, if approved by the shareholders will be paid to those shareholders whose names will appear in the Register of Members on September 19, 2023 (close of business).

#### **FINANCIAL RESULTS**

Attached as “**Annexure – A**” (consolidated result) and “**Annexure – B**” (un-consolidated result).

#### **FINANCIAL RESULTS – OVERVIEW**

During the year under review, the Company entered into a Share Purchase Agreement with Morinaga Milk Industry Co. Ltd., for a divestment of approximately 26.5% of the issued and paid up share capital of NutriCo Morinaga (Private) Limited (“NMPL”). The said transaction was successfully completed in January 2023. Accordingly, as per IFRS 5 – Non-current Assets Held for Sale and Discontinued Operations, the investment in NMPL was classified as ‘discontinued operations’ prior to the divestment of the aforementioned shares. Subsequent to the divestment, it is classified as an ‘Associate’.

On a consolidated basis (including the result of the Company’s subsidiary Lucky Core PowerGen Limited), the Net Turnover for the year under review from continuing operations at PKR 109,544 million is higher by 26% over the same period last year (SPLY). Whereas the Operating Result from continuing operations at PKR 14,767 million is higher by 24% in comparison to the SPLY.

On a consolidated basis, Profit After Tax (PAT) for the year under review for both continuing and discontinued operations at PKR 17,773 million is 101% higher than the SPLY, whereas Earning Per Share (EPS) attributable to the owners of the holding company for both continuing and discontinued operations at PKR 190.15 is 107% higher than the SPLY. The increase is primarily attributable to the profit after tax from discontinued operations of PKR 10,092 million which mainly includes gain recorded on account of sale of shares of NMPL and re-measurement of the remaining 24.5% shareholding of NMPL in accordance with the relevant IFRS.



On a standalone basis, PAT and EPS for the year under review at PKR 13,772 million and PKR 149.12 respectively are 120% higher than the SPLY primarily on account of higher Operating Results and a sum of PKR 9,842 million on account of premium for the loss of control and gain on divestment of NMPL shares, slightly offset by an increase in finance costs and higher exchange loss.

During the year, the Company was severely impacted by macroeconomic challenges, including demand contraction in the downstream markets, cost push due to the impact of higher oil prices, exchange losses due to devaluation of the Pak Rupee against the US Dollar, business-specific import restrictions and tax regime changes. Additionally, monetary tightening measures by the Government of Pakistan including a significant increase in interest rate against the SPLY also continued to impact the business and its profitability.

### MATERIAL INFORMATION

In accordance with Section 96 and 131 of the Securities Act 2015 and the relevant provisions of the Rule Book of Pakistan Stock Exchange Limited, we hereby convey the following information:

The Board of Directors has granted an in principle approval for a capacity expansion of 200,000 tons per annum at the Company's Soda Ash plant in Khewra. Following successful completion of the proposed expansion, the total installed capacity at the LCI Soda Ash plant at Khewra will increase from current 560,000 tons per annum to 760,000 tons per annum. This expansion is in line with the Company's strategy and commitment to catering to the growing needs of its domestic and export customers.

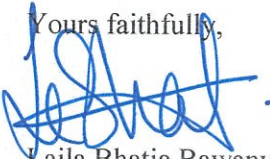
### ANNUAL GENERAL MEETING

The Annual General Meeting of the Company will be held on Tuesday, September 26, 2023, at 10:00 a.m. at 5 West Wharf, Karachi and through video conferencing. The Shares Transfer Books of the Company will remain closed from September 20, 2023 to September 26, 2023 (both days inclusive). Transfer received in order at the office of our Shares Registrar, FAMCO Associates (Private) Limited, 8 – F, next to Hotel Faran, Nursery, Block – 6, P.E.C.H.S., Shahrah-e-Faisal, Karachi, by the close of business day on September 19, 2023 will be considered in time to entitle the transferees to the final cash dividend and to attend the Annual General Meeting.

The Annual Report of the Company will be transmitted through PUCARS at least 21 days before the holding of Annual General Meeting and shall also be made available on Company's website [www.luckycore.com](http://www.luckycore.com)

You may inform the TRE Certificate holders of the Exchange accordingly.

Yours faithfully,

  
Laila Bhatia Bawany  
Company Secretary

Encl: As above.

Cc: **The Commissioner**  
Company Law Division  
Securities & Exchange Commission of Pakistan, NIC Building, Jinnah Avenue, Blue Area, Islamabad.

**Director / HOD**  
Surveillance, Supervision and Enforcement Department  
Securities & Exchange Commission of Pakistan, NIC Building, Jinnah Avenue, Blue Area, Islamabad.



**Lucky Core Industries Limited**  
**Consolidated Statement of Profit or Loss**  
**For the year ended June 30, 2023**

	Amounts in PKR '000	
	For the year ended June 30, 2023	For the year ended June 30, 2022
<b>Net turnover</b>	<b>109,543,700</b>	86,972,171
Cost of sales	<b>(87,092,689)</b>	(68,148,208)
<b>Gross profit</b>	<b>22,451,011</b>	18,823,963
Selling and distribution expenses	<b>(5,335,599)</b>	(4,990,238)
Administration and general expenses	<b>(2,348,875)</b>	(1,926,248)
<b>Operating result</b>	<b>14,766,537</b>	11,907,477
Other charges	<b>(613,086)</b>	(574,406)
Finance costs	<b>(2,880,132)</b>	(817,147)
Exchange loss	<b>(965,876)</b>	(545,755)
	<b>(4,459,094)</b>	(1,937,308)
Other income	<b>1,761,950</b>	2,221,909
Share of loss from associate	<b>(11,701)</b>	-
<b>Profit before taxation from continuing operations</b>	<b>12,057,692</b>	12,192,078
Taxation	<b>(4,377,035)</b>	(4,137,145)
<b>Profit after taxation from continuing operations</b>	<b>7,680,657</b>	8,054,933
<b>Discontinued operations</b>		
Profit after taxation from discontinued operations	<b>10,092,201</b>	805,089
<b>Profit after taxation</b>	<b>17,772,858</b>	8,860,022
<b>Attributable to:</b>		
Equity holders of the Holding Company	<b>17,561,686</b>	8,465,529
Non-controlling interests	<b>211,172</b>	394,493
	<b>17,772,858</b>	8,860,022
<b>Basic and diluted earnings per share (PKR)</b>		
- continuing operations	<b>83.16</b>	87.21
- discontinued operations	<b>106.99</b>	4.45
	<b>190.15</b>	91.66

**Lucky Core Industries Limited**  
**Unconsolidated Statement of Profit or Loss**  
**For the year ended June 30, 2023**

	Amounts in PKR '000	
	For the year ended June 30, 2023	For the year ended June 30, 2022
<b>Net turnover</b>	<b>109,486,109</b>	86,972,178
Cost of sales	<b>(87,162,114)</b>	(68,353,133)
<b>Gross profit</b>	<b>22,323,995</b>	18,619,045
Selling and distribution expenses	<b>(5,335,599)</b>	(4,990,237)
Administration and general expenses	<b>(2,334,972)</b>	(1,875,394)
<b>Operating result</b>	<b>14,653,424</b>	11,753,414
Other charges	<b>(803,034)</b>	(564,901)
Finance costs	<b>(2,880,132)</b>	(819,834)
Exchange loss	<b>(964,512)</b>	(545,028)
	<b>(4,647,678)</b>	(1,929,763)
Gain on sale of investment	<b>9,842,154</b>	-
Other income	<b>2,062,904</b>	375,484
<b>Profit before taxation</b>	<b>21,910,804</b>	10,199,135
Taxation	<b>(8,138,395)</b>	(3,950,548)
<b>Profit after taxation</b>	<b>13,772,409</b>	6,248,587
<b>Basic and diluted earnings per share (PKR)</b>	<b>149.12</b>	67.66