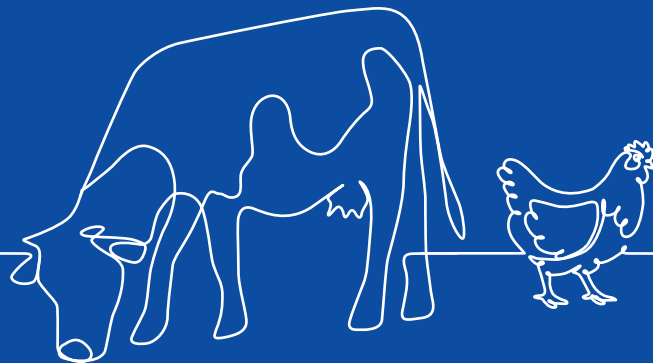
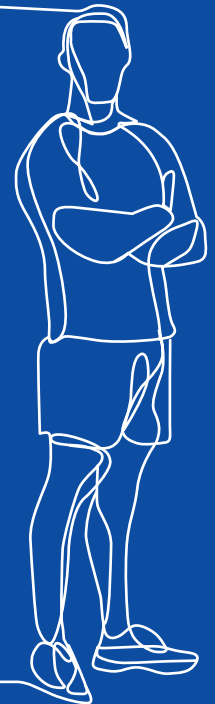


Journey of **Enriching Lives**



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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
Muhammad Abid Ganatra – Executive Director
Adnan Afridi – Independent Director
Syed Muhammad Shabbar Zaidi – 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
Muhammad Abid Ganatra – Member
Adnan Afridi – Member

Executive Management Team (EMT)

Asif Jooma – Chief Executive
Atif Aboobukar – Chief Financial Officer*
Nauman Shahid Afzal – Chief Operating Officer, Polyester Business
Arshaduddin Ahmed – Chief Operating Officer, Chemicals & Agri Sciences Business
Laila Bhatia Bawany – Chief Legal Officer & Company Secretary
Muhammad Abid Ganatra – Chief Operating Officer, Soda Ash Business
Eqan Ali Khan – Chief Strategy & Innovation Officer
Aamer Mahmud Malik – Chief Operating Officer, Pharmaceuticals Business
Muhammad Farrukh Rasheed – Chief People Officer

*Alphabetised as per the last name

Chief Financial Officer

Atif Aboobukar

Company Secretary

Laila Bhatia Bawany

Head of Internal Audit

Khalid Munif Khan

Bankers

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

Shares 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 six months ended December 31, 2023

The Directors are pleased to present their review, together with the unaudited financial statements of the Company, for the quarter and six months ended December 31, 2023.

Net Turnover for the quarter at PKR 31,122 million is 24% higher compared to the same period last year (SPLY) primarily resulting from additional volumes and cost-push price adjustments across all businesses due to inflationary and devaluation led price adjustments. Net Turnover for the Soda Ash Business is higher by 24% compared to the SPLY on the back of higher export volumes. Net Turnover of the Chemical & Agri Sciences, Pharmaceuticals and Polyester Businesses also witnessed an increase of 49%, 36% and 19% respectively versus the SPLY whereas the Animal Health Business witnessed a decline of 4% compared to the SPLY.

The Operating Result for the quarter at PKR 3,978 million is 81% higher than the SPLY. All business segments contributed to this robust performance. The Polyester, Chemicals & Agri Sciences, Pharmaceuticals, Soda Ash and Animal Health Businesses delivered higher Operating Results by 339%, 186%, 75%, 68% and 8% respectively as compared to the SPLY.

Net Turnover for the six month period under review at PKR 60,222 million is 22% higher compared to the SPLY. Net Turnover of the Chemical & Agri Sciences, Pharmaceuticals, Soda Ash, Polyester and Animal Health Businesses was higher by 49%, 30%, 26%, 12% and 2% respectively as compared to the SPLY.

The Operating Result for the six months period under review at PKR 8,079 million is 53% higher than the SPLY. The Chemicals & Agri Sciences, Pharmaceuticals, Soda Ash, Animal Health and Polyester Businesses delivered higher Operating Results by 202%, 72%, 46%, 12% and 7% respectively as compared to the SPLY.

The Soda Ash Business's performance was driven mainly by higher export volumes post-completion of the 135,000 tonnes per annum

(TPA) expansion project in the prior year. The Chemicals & Agri Sciences Business delivered strong financial performance on the back of improved demand and effective margin management. The Pharmaceuticals Business's performance showed some recovery owing to a focus on optimising manufacturing processes and commercial efforts resulting in better sales mix, coupled with a one-off price adjustment provided to the industry in July 2023. The Animal Health Business continued its growth trajectory on the back of operational efficiencies and a favourable product mix. The Polyester Business showed recovery during the period, despite slow off-take in downstream markets due to a bleak global economic situation amidst monetary tightening and high energy tariffs.

The Company's business operations continued to face challenges as a consequence of inflationary pressures, volatile exchange rates, higher tax incidence, higher interest rates, coupled with uncertain demand outlook. The Pakistan economy exhibited partial stability post approval of the International Monetary Fund (IMF) standby arrangement programme.

During the period in review, the Board of Directors granted an in principle approval for a capacity expansion of 200,000 TPA at the Company's Soda Ash plant in Khewra. Following the successful completion of the proposed expansion, the total installed capacity of the Soda Ash plant will increase from the current 560,000 TPA to 760,000 TPA.

Earlier the Company had entered into a Share Purchase Agreement with Lotte Chemicals Corporation on January 26, 2023, which was subsequently assigned to Lucky Core Ventures (Private) Limited (LCV) (wholly owned subsidiary) for the acquisition of approximately 75.01% of the issued share capital of Lotte Chemical Pakistan Limited, comprising 1,135,860,105 ordinary shares. On January 12, 2024, the Share Purchase Agreement (SPA) was terminated by LCV as the conditions required for completion could not be met within the time stipulated in the SPA.

Profit after Tax (PAT) for the six months period under review at PKR 5,040 million is 67% higher than the SPLY primarily on account of higher Operating Results and other income of PKR 1,324 million derived from short-term investments.

The significant increase in finance cost by 89% is attributable to a 600 basis point increase in policy rate compared to the SPLY

coupled with an increase in average debt levels to support the Company's working capital requirements. In comparison to the SPLY, the Pak Rupee on average lost 25% value against the US Dollar, however, the Rupee remained stable during Q2, resulting in an exchange gain of PKR 123 million against the exchange loss of PKR 206 million in the SPLY.

Earnings per Share (EPS) for the six months period under review at PKR 54.57 is 67% higher than the SPLY.

PKR million	Six Months Ended December, 2023	Six Months Ended December, 2022	Increase/ (Decrease) %
Net Turnover	60,222	49,414	22%
Gross Profit	12,807	8,955	43%
Operating Result	8,079	5,297	53%
Profit Before Tax	7,652	4,292	78%
Profit After Tax	5,040	3,009	67%
Earnings Per Share (PKR)	54.57	32.58	67%

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 six months under review, leading global economies including the US and China continued to reel under the impact of the global recession.

Net Turnover of the Polyester Business for the six month period under review is higher by 12% against the SPLY, attributable to higher PSF prices primarily due to the PKR devaluation and higher input costs. Consequently, the Operating Result at PKR 654 million is higher by 7% as compared to the SPLY due to improved efficiencies and tighter cost control by the Business.

During the period under review, the crude oil average price decreased by 10% as compared to the SPLY. However, owing to tight supply and greater demand for gasoline blending, the PX average price increased by 1%. Despite the higher PX price, the PTA average price decreased by 2%, as compared to the SPLY. MEG's average price also reduced by 3%, as compared to the SPLY. Despite a 25% devaluation of the Pak Rupee against the US Dollar, the domestic industry was only able to increase its price by 20% compared to the SPLY, owing to the ongoing threat from dumped imports.

Domestic fuel prices followed an upward trajectory whereby a hike of 46% and 13% was observed in coal and furnace oil prices. Moreover, the price of gas supply to the textile sector increased significantly due to the implementation of a 50:50 ratio of

RLNG:NG against a lower rate available for export oriented industry in the SPLY. Consequently, energy cost is higher by 35% against the SPLY.

On the cotton front, lackluster global demand kept cotton prices subdued. The international average price of cotton decreased by 11% while the Pak Rupee devaluation limited the impact on domestic average cotton prices with a decrease of only 3%, as compared to the SPLY.

In the second quarter of FY 2023-24, lower than anticipated demand kept the crude oil markets under pressure, the average price of which was lower by 7% as compared to the SPLY. However, the PX markets witnessed tightened supply, owing to which average prices increased by 4%, as compared to the SPLY. Conversely, lengthened supply limited the impact on PTA markets with prices remaining relatively stable. On the MEG front, the average price increased by 3% as compared to the SPLY.

Going forward, it is expected that OPEC+ will announce supply cuts which will support crude oil markets. In addition to this, as the markets re-open after the Christmas holidays, the downstream sector is expected to replenish orders which will support the textile markets. On the cotton front, as per the latest USDA report, reduced global cotton production is expected to support cotton prices in the near future.

Soda Ash Business

Net Turnover (PKR m)



The overall domestic soda ash market witnessed a 10% contraction in demand compared to the SPLY due to higher inflation and reduced purchasing power of consumers. This contraction was witnessed across all major segments to varying degrees, with the Glass and Detergent segments being the most affected.

During the six months period under review, the Soda Ash Business delivered a Net Turnover of PKR 24,505 million and Operating Result of PKR 4,821 million, which are 26% and 46% higher respectively than the SPLY due to the full impact of the increased capacity available post the 135,000 TPA expansion project. These results were primarily driven by export sales of surplus product consequent to the slowdown in domestic demand.

The Business has been facing challenges on account of significantly cheaper imports mainly from Turkey and Kenya and

Operating Result (PKR m)



pressure on domestic sales due to demand contraction. The PKR 1.55 billion investment in increasing dense ash capacity is expected to commence commercial operations by the end of the current fiscal year.

Going forward, on the domestic front, the current economic landscape of the country paints a challenging picture for the domestic manufacturing sector and offers limited room for growth. On the export front, while the Business aims to further expand its footprint in the international market, the capacity additions in China and aggressive pricing by Turkish suppliers are putting downward pressure on soda ash prices in the international market, negatively impacting the economic viability of export sales. LCI's Soda Ash Business remains focused on enriching lives by powering essential products and contributing to national economic prosperity.

Pharmaceuticals Business

Net Turnover (PKR m)



Operating Result (PKR m)



The growth of the pharmaceutical industry has been negatively impacted by challenges on multiple fronts mainly related to the commercial viability of several life-saving products. There has been a significant upsurge in energy costs over the last few months, which has sharply increased the already high cost of production. The government has so far been hesitant to fulfill the industry's demand for the annual CPI-related price increase, as prescribed in the Drug Pricing Policy 2018. Further, several individual price increase cases recommended by the Drug Pricing Committee of DRAP are yet to be approved by the Federal Cabinet, thus imposing more hardship on the drug manufacturers.

During the six months period under review, the Business delivered a Net Turnover of PKR 5,782 million and Operating Results of PKR 967 million, which are 30% and 72% higher respectively than the SPLY. The Business's flagship brand Mucaïne achieved PKR 1 billion annual sales landmark. LCI's Pharmaceutical Business has so far managed to absorb bulk of

the cost increases over the last few months. This has been achieved through increased productivity coupled with a better sales mix, launching new products to fulfil untapped market needs, improving plant efficiencies and optimising working capital deployment.

It is imperative for the continued viability and growth of the local pharmaceutical industry that the government creates a mechanism, whereby drug manufacturers are allowed to increase prices to offset cost increases, thus maintaining business viability. This will lead, not just to sustain current operations, but allow the industry to invest in innovative therapies and medical solutions for the benefit of patients.

Failing this, the risk of not being able to provide cost effective medicines will increase, which would further burden not just the patients but the country, as precious foreign exchange will then need to be spent on the import of expensive alternate therapies.

Animal Health Business

Net Turnover (PKR m)



The prevailing economic circumstances in Pakistan have negatively affected the animal health sector. High inflation coupled with shortage of key raw materials and the farmers inability to pass on the increased cost of production to the consumer has resulted in reduced profitability, due to which there has been a noticeable decrease in the overall market size.

During the six months period under review, the Business achieved a Net Turnover of PKR 3,329 million which is 2% higher than the SPLY. Consequently, the Operating Result for the same period was PKR 501 million posting a growth of 12%. The improved performance is mainly attributable to improved product mix and tighter cost control.

The rise in production costs coupled with reduced demand has resulted in the margins for animal feed to reduce significantly,

Operating Result (PKR m)



impacting the profitability of poultry and livestock farmers and putting financial pressure on the market.

The recent signing of the Memorandum of Understanding between the US Soybean Export Council (USSEC) and the Pakistan Poultry Association (PPA) in Dubai represents a significant achievement. It is expected that USSEC will seek support from Pakistani regulators to import GMO soybeans into Pakistan, which would help the Pakistan poultry industry return to its normal cycle.

The near-term outlook is uncertain primarily owing to the rise in costs and the unpredictability of macroeconomic policies, posing challenges in formulating comprehensive long-term strategies. The decline in consumers' purchasing power signals that market uptake will be slow.

Chemicals & Agri Sciences Business

Net Turnover (PKR m)



Operating Result (PKR m)



During the six months period under review, the Net Turnover and Operating Result at PKR 7,007 million and PKR 1,136 million, are higher by 49% and 202% respectively compared to the SPLY. Despite the challenges posed by monetary tightening measures, liquidity constraints, inflationary pressures, higher interest rates, and political uncertainty, which collectively strained the domestic business landscape, the Business was able to mitigate these impacts through strategic cost optimisation, technical proficiency, and effective margin management.

During the six months period, the Chemical's Business, aided by a slight recovery in demand, strategically focused on price optimisation and stringent control on operating costs, resulting in a 326% increase in Operating Results compared to the SPLY. The

Agri Sciences Business witnessed a 117% growth in Operating Results, primarily attributable to the augmented sales of sunflower seeds. The Masterbatches segment continued its upward trajectory, achieving a 402% rise in Operating Results compared to the SPLY.

Looking ahead, with the upcoming general elections, the aforementioned challenges are anticipated to continue exerting pressure on market demand and the profitability of the Business. However, the Chemicals & Agri Sciences Business remains steadfast in its commitment to minimise these adverse impacts and aims to create sustained value for both existing and new customers through a relentless focus on operational excellence and innovation, thereby ensuring long-term growth and stability.

Future Outlook

The global growth outlook remains uncertain as the world faces a multitude of interconnected crises including slowing growth in China, inflationary pressures in the west and geopolitical conflicts around the globe. Though headline inflation has started to decline, the risk of volatility in commodity prices persists due to continuous supply cuts by OPEC +.

UN's World Economic Situation and Prospects report for 2024 outlines a nuanced economic outlook for Pakistan, projecting a modest GDP growth of 2% in 2024 with an array of challenges, including inflationary pressures, currency depreciation, and high levels of sovereign debt.

Some recovery was witnessed in the exchange rate parity consequent to administrative measures taken by the regulator, however, sustained efforts will be imperative to improve the confidence of investors and businesses. The strategy of curtailing imports through demand control to maintain a steady current account surplus is expected to continue, as the country is unlikely to pursue external debt relief. The upcoming election is expected to address the current political uncertainty and provide a more predictable environment which is necessary to attract much-needed foreign direct investment.

Looking ahead, the economic outlook will be shaped by the continued implementation of reforms aimed at stabilising the

economy to restore fiscal and external buffers, restoration of political stability, assistance from friendly nations, alongside continuance of the IMF programme. However, these measures will keep demand in check and inflationary pressure in the short term. The above factors will continue to impact overall industrial activity and the demand for LCI's products. The Company remains committed to leveraging its diverse product portfolio and implementing cost rationalisation efforts to minimise any adverse impacts and deliver sustainable results.

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: 2
- (ii) Non-Executive Directors: 4
- (iii) Executive Directors: 2



Muhammad Sohail Tabba
Chairman

Date: January 24, 2024
Karachi



Asif Jooma
Chief Executive

مستقبل کا منظر نامہ

حصول، دوست ممالک کی مدد اور آئی ایم ایف پروگرام کو جاری رکھنا ہے۔ تاہم ان اقدامات سے قلیل مدت میں طلب اور افراط زر کا دباؤ برقرار رہے گا۔ مندرجہ بالا عوامل مجموعی صنعتی سرگرمی اور LCI کی مصنوعات کی طلب کو متاثر کرتے رہیں گے۔ کمپنی اپنے متنوع پروڈکٹ پورٹ فولیو سے فائدہ اٹھانے اور کسی بھی قسم کے منفی اثرات کو کم سے کم کرنے اور پائیدار نتائج فراہم کرنے کے لئے لاگت کو معقول بنانے کی کوششوں کے لئے پرعزم ہے۔

بورڈ کی تشکیل

لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کے تقاضوں کے مطابق کمپنی اپنے بورڈ میں آزاد اور نان 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 2

(ii) نان ایگزیکٹو ڈائریکٹرز 4

(iii) ایگزیکٹو ڈائریکٹرز 2

عالمی ترقی کا منظر نامہ غیر یقینی ہے کیونکہ دنیا کو چین میں سست شرح نمو، مغرب میں افراط زر کے دباؤ اور دنیا بھر میں جغرافیائی سیاسی تنازعات سمیت متعدد باہم مربوط بحرانوں کا سامنا ہے۔ اگرچہ ہیڈلائن افراط زر میں کمی آنا شروع ہو گئی ہے لیکن اوپیک+ کی طرف سے سپلائی میں مسلسل کٹوتی کی وجہ سے اجناس کی قیمتوں میں اتار چڑھاؤ کا خطرہ برقرار ہے۔

اقوام متحدہ کی 2024ء کی عالمی اقتصادی صورتحال اور امکانات کی رپورٹ میں پاکستان کے لئے ایک تدریجی معاشی منظر نامے کا خاکہ پیش کیا گیا ہے، جس میں 2024 میں 2 فیصد کی معمولی جی ڈی پی شرح نمو کی پیش گوئی کے علاوہ افراط زر کے دباؤ، کرنسی کی قدر میں کمی اور خود مختار قرضوں کی بلند سطح سمیت متعدد چیلنجز شامل ہیں۔

ریگولیشن کی جانب سے کیے گئے انتظامی اقدامات کے نتیجے میں شرح تبادلہ میں کچھ بہتری دیکھی گئی، تاہم سرمایہ کاروں اور کاروباری اداروں کے اعتماد کو بہتر بنانے کے لیے مستقل کوششیں ناگزیر ہوں گی۔ توقع ہے کہ کرنٹ اکاؤنٹ سرپلس کو برقرار رکھنے کے لئے ڈیماؤ کنٹرول کے ذریعے درآمدات کو کم کرنے کی حکمت عملی جاری رہے گی کیونکہ بیرونی قرضوں میں ریلیف حاصل کرنے کی پالیسی جاری رہنے کا امکان نہیں ہے۔ توقع ہے کہ عام انتخابات موجودہ سیاسی غیر یقینی صورتحال کو دور کریں گے اور زیادہ قابل پیش گوئی ماحول فراہم کریں گے جو انتہائی ضروری غیر ملکی براہ راست سرمایہ کاری کو راغب کرنے کے لئے ضروری ہے۔

مستقبل کو دیکھتے ہوئے معاشی منظر نامہ اصلاحات کے مسلسل نفاذ سے تشکیل پائے گا جن کا مقصد معیشت کو مستحکم کرنا اور مالی و بیرونی بفرز (حفاظتی عوامل) کی بحالی، سیاسی استحکام کا



محمد سہیل نسا
چیئر مین



آصف جمعہ
چیف ایگزیکٹو

تاریخ: 24 جنوری، 2024
کراچی

کیمیکلز اینڈ ایگری سائنسز بزنس

خالص آمدنی (ملین پاکستانی روپے)



بزنس میں آپریٹنگ نتائج میں 117 فیصد اضافہ دیکھا گیا، جس کی بنیادی وجہ سورج مکھی کے بیجوں کی بڑھتی ہوئی فروخت ہے۔ ماسٹر بیجیں سیگمنٹ نے SPLY کے مقابلے میں آپریٹنگ نتائج میں 402 فیصد اضافہ حاصل کرتے ہوئے اپنی ترقی کا سفر جاری رکھا۔

مستقبل کو دیکھتے ہوئے، عام انتخابات کے تناظر میں مذکورہ بالا چیلنجوں سے مارکیٹ کی طلب اور کاروبار کے منافع پر دباؤ جاری رہنے کا امکان ہے۔ تاہم کیمیکلز اینڈ ایگری سائنسز بزنس ان منفی اثرات کو کم سے کم کرنے کے اپنے عزم پر قائم ہے اور اس کا مقصد آپریشنل مہارت اور جدت طرازی پر انتھک توجہ کے ذریعے موجودہ اور نئے صارفین دونوں کے لئے پائیدار افادیت پیدا کرنا ہے، جس سے طویل مدتی ترقی اور استحکام کو یقینی بنایا جاسکتا ہے۔

چھ ماہ کی مدت کے دوران 7,007 ملین روپے اور 1,136 ملین روپے کی خالص آمدنی اور آپریٹنگ نتائج، SPLY کے مقابلے میں بالترتیب 49 فیصد اور 202 فیصد زیادہ ہیں۔ سخت مالیاتی اقدامات، لیکویڈیٹی کی رکاوٹوں، افراط زر کے دباؤ، زائد شرح سود اور سیاسی غیر یقینی صورتحال سے پیدا ہونے والے چیلنجوں کے باوجود، جنہوں نے مجموعی طور پر مقامی کاروباری منظر نامے کو متاثر کیا، یہ بزنس اسٹریٹجی لاگت کو بہتر بنانے، تکنیکی مہارت اور مؤثر مارجن میٹجمنٹ کے ذریعے ان اثرات کو کم کرنے میں کامیاب رہا۔

چھ ماہ کی مدت کے دوران کیمیکلز بزنس نے طلب میں معمولی بحالی کی مدد سے حکمت عملی کے تحت قیمتوں کو بہتر بنانے اور آپریٹنگ اخراجات پر سخت کنٹرول پر توجہ مرکوز کی، جس کے نتیجے میں SPLY کے مقابلے میں آپریٹنگ نتائج میں 326 فیصد اضافہ ہوا۔ ایگری سائنسز

انیمیل ہیلتھ بزنس

خالص آمدنی (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



دہائی میں امریکی سویا بین انکیسپورٹ کو نسل (یو ایس ایس ای سی) اور پاکستان پولٹری ایسوسی ایشن (پی پی اے) کے درمیان مفاہمت کی یادداشت پر حالیہ دستخط ایک اہم کامیابی کی طرف اشارہ کرتے ہیں۔ توقع ہے کہ ”یو ایس ایس ای سی“ پاکستان میں GMO سویا بین درآمد کرنے کے لئے پاکستانی ریگولیٹرز سے مدد حاصل کرے گا جس سے پاکستان کی پولٹری انڈسٹری کو اپنے کاروباری معمول پر واپس آنے میں مدد ملے گی۔

لاگت میں اضافے اور میکرو اکنامک پالیسیوں میں بے یقینی کی وجہ سے مستقبل قریب کا نقطہ نظر غیر یقینی ہے، جس سے جامع طویل مدتی حکمت عملی تیار کرنے میں مشکلات پیدا ہوتی ہیں۔ صارفین کی قوت خرید میں کمی اس بات کا اشارہ ہے کہ مارکیٹ کی رفتار سست رہے گی۔

پاکستان میں موجودہ معاشی حالات نے انیمیل ہیلتھ سیکٹر کو منفی طور پر متاثر کیا ہے۔ افراط زر میں اضافے کے ساتھ ساتھ اہم خام مال کی قلت اور کاشتکاروں کی جانب سے پیداواری لاگت میں اضافے کا بوجھ صارفین پر ڈالنے میں ناکامی کے نتیجے میں منافع میں کمی واقع ہوئی ہے، جس کی وجہ سے مارکیٹ کا مجموعی حجم بھی نمایاں طور پر کم ہوا ہے۔

چھ ماہ کی مدت کے دوران انیمیل ہیلتھ بزنس نے 3,329 ملین روپے کی خالص آمدنی حاصل کی، جو SPLY کے مقابلے میں 2 فیصد زیادہ ہے۔ نتیجے کے طور پر آپریٹنگ نتائج 12 فیصد اضافے کے ساتھ 501 ملین روپے رہے۔ اچھی کارکردگی بنیادی طور پر بہتر پروڈکٹ مکس اور لاگت پر سخت کنٹرول کی وجہ سے ممکن ہوئی۔

پیداواری لاگت میں اضافے کے ساتھ ساتھ طلب میں کمی کے نتیجے میں جانوروں کی خوراک کے مارجن میں نمایاں کمی واقع ہوئی ہے، جس سے پولٹری اور لائیو اسٹاک کاشتکاروں کے منافع پر اثر پڑا ہے اور مارکیٹ پر مالی دباؤ بڑھ گیا ہے۔

فارماسیوٹیکل بزنس

خالص آمدنی (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



دواسازی صنعت کی ترقی متعدد محاذوں پر چیلنجوں کی وجہ سے منفی طور پر متاثر ہوئی، جو بنیادی طور پر زندگی، سچانے والی متعدد مصنوعات کی تجارتی افادیت سے متعلق ہیں۔ گزشتہ چند ماہ کے دوران توانائی کی لاگت میں نمایاں اضافہ ہوا ہے، جس کی وجہ سے پیداواری لاگت میں بھی تیزی سے بڑھی ہے۔ حکومت اب تک ڈرگ پرائسنگ پالیسی 2018 میں طے شدہ سی پی آئی سے متعلق قیمتوں میں سالانہ اضافے کے بارے میں اس انڈسٹری کے مطالبے کو پورا کرنے میں ہچکچاہٹ کا شکار رہی ہے۔ مزید برآں ڈریپ کی ڈرگ پرائسنگ کمیٹی کی جانب سے تجویز کردہ قیمتوں میں اضافے کے متعدد کیسز کی وفاقی کابینہ سے منظوری ہونا بھی باقی ہے، جس کی وجہ سے ادویات بنانے والوں کو مزید مشکلات کا سامنا ہے۔

چھ ماہ کی مدت کے دوران فارماسیوٹیکلز بزنس نے 5,782 ملین روپے کی خالص آمدنی اور 967 ملین روپے کے آپریٹنگ نتائج فراہم کیے، جو SPLY کے مقابلے میں بالترتیب 30 فیصد اور 72 فیصد زیادہ ہیں۔ فارما بزنس کے فلیگ سٹ براڈ میکس نے سالانہ ایک ارب روپے کی فروخت کا سنگ میل عبور کر لیا۔ ایل سی آئی کا فارماسیوٹیکلز بزنس اب تک گزشتہ کچھ مہینوں میں لاگت میں اضافے کا بڑا حصہ برداشت کرنے میں کامیاب رہا ہے۔ یہ پیداوار

میں اضافے کے ساتھ ساتھ بہتر سیکلز کس، مارکیٹ کی ضروریات پوری کرنے کے لئے نئی مصنوعات لانچ کرنے، پلانٹ کی کارکردگی کو بہتر بنانے اور ورکنگ کیسٹبل لگانے کے عمل کو بہتر بنانے کے ذریعے ممکن ہوا۔

مقامی دواسازی کی صنعت کی مسلسل نمو پذیری اور ترقی کے لئے یہ ضروری ہے کہ حکومت ایک میکانزم تشکیل دے، جس کے ذریعہ ادویات بنانے والوں کو لاگت میں اضافے کو پورا کرنے کے لئے قیمتوں میں اضافہ کرنے کی اجازت دی جائے، اس طرح کاروباری نمو پذیری کو برقرار رکھا جائے۔ اس سے نہ صرف موجودہ آپریشنز کو برقرار رکھنے میں مدد ملے گی بلکہ اس صنعت کو مریضوں کے فائدے کے لئے جدید علاج معالجے اور طبی مسائل کے حل میں سرمایہ کاری کرنے کا موقع ملے گا۔

ایسا نہ کرنے کی صورت میں سستی ادویات کی عدم فراہمی کا خطرہ بڑھ جائے گا، جس سے نہ صرف مریضوں بلکہ ملک پر بھی مزید بوجھ پڑے گا کیونکہ قیمتی زرمبادلہ منہنگے متبادل علاج کی درآمد پر خرچ کرنا پڑے گا۔

سوڈا ایش بزنس

خالص آمدنی (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



افراط زر میں اضافے اور صارفین کی قوت خرید میں کمی کی وجہ سے مجموعی طور پر مقامی سوڈا ایش مارکیٹ میں SPLY کے مقابلے میں طلب میں 10 فیصد کمی دیکھی گئی۔ یہ کمی تمام بڑے شعبوں میں مختلف درجے تک دیکھی گئی، جن میں گلاس اور ڈٹرنٹ کے شعبے سب سے زیادہ متاثر ہوئے۔

ترکی اور کینیڈا سے سستی درآمدات اور طلب میں کمی کی وجہ سے مقامی فروخت پر دباؤ کے باعث اس بزنس کو چیلنجز کا سامنا ہے۔ ڈینس ایش کی پیداواری گنجائش بڑھانے کے لیے 1.55 ارب روپے کی سرمایہ کاری سے رواں مالی سال کے اختتام تک کمرشل آپریٹیشنز شروع ہوجانے کی توقع ہے۔

زیر جائزہ ششماہی مدت کے دوران سوڈا ایش بزنس نے 24,505 ملین روپے کی خالص آمدنی اور 4,821 ملین روپے کا آپریٹنگ نتیجہ حاصل کیا، جو 135,000 ٹی پی اے کے توسیعی منصوبے کے بعد دستیاب بڑھتی ہوئی صلاحیت کے مکمل اثرات کی وجہ سے SPLY کے مقابلے میں بالترتیب 26 فیصد اور 46 فیصد زیادہ ہے۔ یہ نتائج بنیادی طور پر مقامی طلب میں سست روی کی وجہ سے اضافی مصنوعات کی برآمدی فروخت کی وجہ سے تھے۔

مقامی محاذ پر ملک کا موجودہ معاشی منظر نامہ، مقامی مینوفیکچرنگ سیکٹر کے لئے ایک چیلنجنگ تصویر پیش کرتا ہے اور ترقی کے لئے محدود گنجائش فراہم کرتا ہے۔ برآمدات کے محاذ پر اس بزنس کا مقصد بین الاقوامی مارکیٹ میں اپنی موجودگی کو بڑھانا ہے، جین میں پیداواری صلاحیت میں اضافے اور ترک سپلائرز کی جارحانہ قیمتوں کی وجہ سے بین الاقوامی مارکیٹ میں سوڈا ایش کی قیمتوں میں کمی کا دباؤ پڑ رہا ہے، جس سے برآمدی فروخت کی معاشی افادیت پر منفی اثر پڑ رہا ہے۔ ایل سی آئی کے سوڈا ایش بزنس کی کاوشیں ضروری مصنوعات کو تقویت پہنچا کر اور قومی معاشی خوشحالی میں اپنا حصہ ڈال کر زندگیوں کو خوشحال بنانے پر مرکوز ہیں۔

پولیسٹر اسٹیل فائبر بزنس (PSF)

خالص آمدنی (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



زیر جائزہ ششماہی کے دوران امریکا اور چین سمیت اہم عالمی معیشتیں عالمی کساد بازاری کے اثرات کی زد میں رہیں۔

چھ ماہ کی مدت کے دوران پولیسٹر بزنس کی خالص آمدنی، SPLY کے مقابلے میں 12 فیصد زیادہ رہی، جس کی بنیادی وجہ PSF کی قیمتوں میں اضافہ ہے جس کے اسباب میں روپے کی قدر میں کمی اور ان پٹ لاگت میں اضافہ شامل ہیں۔ اس کے نتیجے میں 654 ملین روپے کا آپریٹنگ نتیجہ، SPLY کے مقابلے میں 7 فیصد زیادہ ہے جس کی وجہ اس بزنس کی بہتر کارکردگی اور لاگت پر سخت کنٹرول ہے۔

قیمت میں نمایاں اضافہ ہو، جس کی وجہ SPLY میں برآمدی صنعت کے لئے دستیاب کم شرح کے مقابلے میں آرائل این جی: این جی کے 50:50 تناسب کا نفاذ ہے۔ اس کے نتیجے میں SPLY کے مقابلے میں توانائی کی لاگت 35 فیصد زیادہ ہو گئی۔

کپاس کے محاذ پر عالمی طلب میں کمی کی وجہ سے قیمتوں میں کمی واقع ہوئی۔ کپاس کی بین الاقوامی اوسط قیمت میں 11 فیصد کمی واقع ہوئی، تاہم پاکستانی روپے کی قدر میں کمی نے کپاس کی مقامی اوسط قیمتوں میں کمی کو SPLY کے مقابلے میں صرف 3 فیصد کم محدود رکھا۔

مالی سال 2023-24 کی دوسری سہ ماہی میں توقع سے کم طلب نے خام تیل کی مارکیٹوں کو دباؤ میں رکھا، جس کی اوسط قیمت SPLY کے مقابلے میں 7 فیصد کم رہی۔ تاہم، PX مارکیٹوں میں کم سپلائی دیکھی گئی، جس کی وجہ سے SPLY کے مقابلے میں اوسط قیمتوں میں 4 فیصد اضافہ ہوا۔ اس کے باوجود مسلسل سپلائی نے PTA مارکیٹوں پر اثرات کو محدود کر دیا اور قیمتیں نسبتاً مستحکم رہیں۔ MEG محاذ پر، SPLY کے مقابلے میں اوسط قیمت میں 3 فیصد اضافہ ہوا۔

زیر جائزہ مدت کے دوران، SPLY کے مقابلے میں خام تیل کی اوسط قیمت میں 10 فیصد کمی واقع ہوئی۔ تاہم کم رسد اور گیسولین بلینڈنگ کی زیادہ طلب کی وجہ سے، PX کی اوسط قیمت میں 1 فیصد اضافہ ہوا۔ PX کی قیمت زیادہ ہونے کے باوجود PTA کی اوسط قیمت SPLY کے مقابلے میں 2 فیصد کم ہو گئی۔ SPLY کے مقابلے میں MEG کی اوسط قیمت میں بھی 3 فیصد کمی واقع ہوئی۔ امریکی ڈالر کے مقابلے میں پاکستانی روپے کی قدر میں 25 فیصد کمی کے باوجود مقامی صنعت، ڈمپ شدہ درآمدات کی طرف سے لاحق مسلسل خطرے کے باعث SPLY کے مقابلے میں اس کی قیمت میں صرف 20 فیصد اضافہ ہی کر سکی۔

توقع کی جارہی ہے کہ اوبیک + سپلائی میں کٹوتی کا اعلان کرے گا جس سے خام تیل کی منڈیوں کو مدد ملے گی۔ اس کے علاوہ، کرسمس کی تعطیلات کے بعد مارکیٹوں میں دوبارہ کھل گئیں اور توقع ہے کہ ڈاؤن اسٹریم سیکٹر دوبارہ آرڈرز کی بھرمار کر دے گا جس سے ٹیکسٹائل مارکیٹوں کو مدد ملے گی۔ کپاس کے محاذ پر USDA کی تازہ ترین رپورٹ کے مطابق عالمی سطح پر کپاس کی پیداوار میں کمی سے مستقبل قریب میں اس کی قیمتوں کو سہارا ملنے کی توقع ہے۔

اینڈ ہن کی مقامی قیمتوں میں اضافہ ہوا جس کے نتیجے میں کونکے اور فرنس آئل کی قیمتوں میں 46 فیصد اور 13 فیصد اضافہ دیکھا گیا۔ مزید برآں، ٹیکسٹائل سیکٹر کے لیے گیس کی

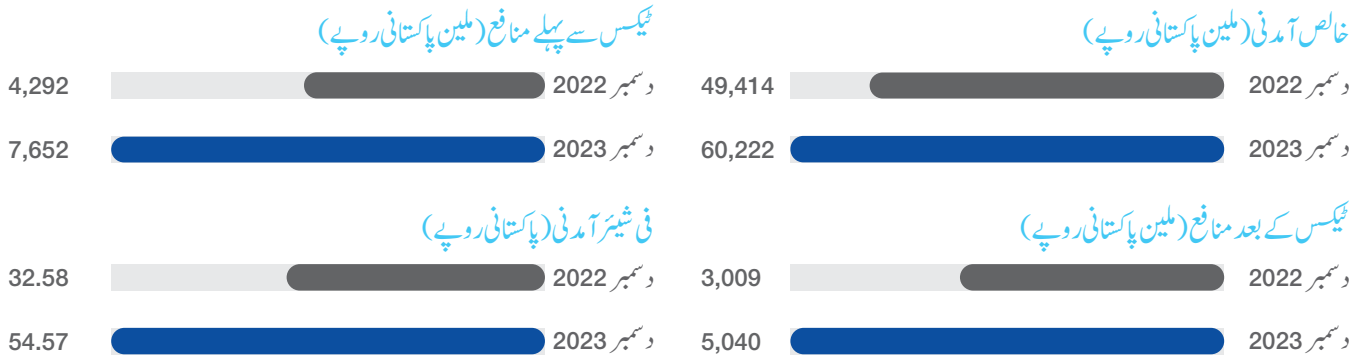
کرنے کے لئے اوسط قرض کی سطح میں اضافے کی وجہ سے ہوا۔ SPLY کے مقابلے میں پاکستانی روپے کی قدر میں امریکی ڈالر کے مقابلے میں اوسطاً 25 فیصد کمی واقع ہوئی تاہم دوسری سہ ماہی کے دوران روپے کی قدر مستحکم رہی، جس کے نتیجے میں گزشتہ سال کے اسی عرصے میں 206 ملین روپے کے زرمبادلہ نقصان کے مقابلے میں 123 ملین روپے کا فائدہ حاصل ہوا۔

چھ ماہ کی مدت کے دوران بعد از ٹیکس منافع 5,040 ملین روپے رہا، جو SPLY کے مقابلے میں 67 فیصد زیادہ ہے جس کی بنیادی وجہ اعلیٰ آپریٹنگ نتائج اور قلیل مدتی سرمایہ کاری سے حاصل ہونے والی 1,324 ملین روپے کی دیگر آمدنی ہے۔

فنانس لاگت میں 89 فیصد کا نمایاں اضافہ SPLY کے مقابلے میں شرح سود میں 600 بیس پوائنٹ کے اضافے کے ساتھ ساتھ کمپنی کی ورکنگ کیپیٹل کی ضروریات کو پورا

چھ ماہ کی مدت کے دوران فی شیئر آمدنی (ای پی ایس) 54.57 روپے رہی، جو SPLY کے مقابلے میں 67 فیصد زیادہ ہے۔

اضافہ / (کمی) %	دسمبر 22 میں ختم ہونے والی ششماہی	دسمبر 23 میں ختم ہونے والی ششماہی	(ملین پاکستانی روپے)
22%	49,414	60,222	خالص آمدنی
43%	8,955	12,807	مجموعی منافع
53%	5,297	8,079	آپریٹنگ نتیجہ
78%	4,292	7,652	ٹیکس سے پہلے منافع
67%	3,009	5,040	ٹیکس کے بعد منافع
67%	32.58	54.57	فی شیئر آمدنی (PKR)



ڈائریکٹرز کا جائزہ

31 دسمبر، 2023 کو ختم ہونے والی ششماہی کے لیے۔ ان کنسولیدیشن

ڈائریکٹرز 31 دسمبر، 2023ء کو ختم ہونے والی سہ ماہی اور ششماہی کے لیے کمپنی کے غیر آڈٹ شدہ مالیاتی گوشواروں کے ساتھ اپنا جائزہ بمسرت پیش کرتے ہیں۔

سہ ماہی کے دوران 31,122 ملین روپے کی خالص آمدنی گزشتہ سال کے اسی عرصے (SPLY) کے مقابلے میں 24 فیصد زیادہ ہے، جس کی بنیادی وجہ افراط زر اور قدر میں کمی کی وجہ سے کاروبار کا اضافی حجم اور لاگت میں اضافے کے نتیجے میں قیمتوں میں کمی کی جانے والی ایڈجسٹمنٹ ہے۔ سوڈائش بزنس کے لئے خالص آمدنی، SPLY کے مقابلے میں 24 فیصد زیادہ رہی، جس کی وجہ سے آمدات کا زیادہ حجم ہے۔ کیمیکلز اینڈ ایگری سائنسز، فارماسیوٹیکلز اور پولیسٹر کاروبار کی خالص آمدنی میں بھی SPLY کے مقابلے میں بالترتیب 49 فیصد، 36 فیصد اور 19 فیصد اضافہ دیکھا گیا جبکہ اینیمیل ہیلتھ بزنس میں SPLY کے مقابلے میں 4 فیصد کمی دیکھی گئی۔

سہ ماہی کے آپریٹنگ نتائج 3,978 ملین روپے رہے جو SPLY کے مقابلے میں 81 فیصد زیادہ ہیں۔ تمام کاروباری شعبوں نے اس موثر کارکردگی میں حصہ لیا۔ پولیسٹر، کیمیکلز اینڈ ایگری سائنسز، فارماسیوٹیکلز، سوڈائش اور اینیمیل ہیلتھ بزنسز نے SPLY کے مقابلے میں بالترتیب 339 فیصد، 186 فیصد، 75 فیصد، 68 فیصد اور 8 فیصد زیادہ آپریٹنگ نتائج فراہم کیے۔

زیر جائزہ ششماہی مدت کے دوران 60,222 ملین روپے کی خالص آمدنی SPLY کے مقابلے میں 22 فیصد زیادہ ہے۔ کیمیکلز اینڈ ایگری سائنسز، فارماسیوٹیکلز، سوڈائش، پولیسٹر اور اینیمیل ہیلتھ بزنسز کی خالص آمدنی SPLY کے مقابلے میں بالترتیب 49 فیصد، 30 فیصد، 26 فیصد، 12 فیصد اور 2 فیصد زیادہ رہی۔

زیر جائزہ ششماہی مدت کے لئے آپریٹنگ نتائج 8,079 ملین روپے ہیں، جو SPLY کے مقابلے میں 53 فیصد زیادہ ہیں۔ کیمیکلز اینڈ ایگری سائنسز، فارماسیوٹیکلز، سوڈائش، اینیمیل ہیلتھ اور پولیسٹر بزنسز نے SPLY کے مقابلے میں بالترتیب 202 فیصد، 72 فیصد، 46 فیصد، 12 فیصد اور 7 فیصد زیادہ آپریٹنگ نتائج دیے۔

سوڈائش بزنس کی بہتر کارکردگی کی بنیادی وجہ گزشتہ سال 135,000 ٹن سالانہ (ٹی پی اے) تو سبھی منصوبے کی تکمیل کے بعد برآمدات کے حجم میں اضافہ تھا۔ کیمیکلز اینڈ ایگری سائنسز کے کاروبار نے بہتر طلب اور مؤثر مارجن مینجمنٹ کی بنیاد پر مضبوط مالی کارکردگی پیش کی۔ فارماسیوٹیکلز بزنس کی کارکردگی میں کچھ بہتری دیکھنے میں آئی جس کا سبب مینوفیکچرنگ کے عمل کو بہتر بنانا اور تجارتی کوششوں پر توجہ مرکوز کرنا تھا، جس کے نتیجے میں سیکڑ مکس بہتر ہوا، اس کے علاوہ جولائی 2023 میں اس صنعت کو ”ون آف“ پرائس ایڈجسٹمنٹ بھی فراہم کی گئی۔ اینیمیل ہیلتھ بزنس نے آپریٹنگ فعالیت اور سازگار پروڈکٹ مکس کی بنیاد پر اپنی ترقی یافتہ سفر جاری رکھا۔ اس عرصے کے دوران پولیسٹر بزنس میں بہتری دیکھی گئی، باوجود اس کے کہ مالیاتی سختی اور توانائی کے نرخوں میں اضافے کے علاوہ عالمی معاشی صورتحال خراب ہونے کی وجہ سے ذیلی (ڈائون اسٹریم) مارکیٹس میں سست روی کا سامنا کرنا پڑا۔

کمپنی کے کاروباری آپریٹنگ کو افراط زر کے دباؤ، غیر مستحکم شرح تبادلہ، زائد ٹیکس کے بوجھ، زائد شرح سود اور طلب کے غیر یقینی منظر نامے کی وجہ سے چیلنجز کا سامنا کرنا پڑا۔ بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) کے اسٹیڈ بائی اریجمنٹ پروگرام کی منظوری کے بعد پاکستانی معیشت میں جزوی استحکام دیکھنے میں آیا۔

زیر جائزہ مدت کے دوران، بورڈ آف ڈائریکٹرز نے کھیوڑہ میں کمپنی کے سوڈائش پلانٹ میں 200,000 ٹی پی اے کی توسیع کی اصولی منظوری دی۔ مجوزہ توسیع کی کامیاب تکمیل کے بعد سوڈائش پلانٹ کی کل موجودہ نصب شدہ صلاحیت 560,000 ٹی پی اے سے بڑھ کر 760,000 ٹی پی اے ہو جائے گی۔

اس سے قبل کمپنی نے 26 جنوری، 2023 کو لوئے ٹیکیکلز کارپوریشن کے ساتھ حصص کی خریداری کا معاہدہ کیا، جو بعد میں کمی کور وینچرز (پرائیویٹ) لمیٹڈ (LCV) (مکمل ملکیتی ذیلی ادارے) کو، لوئے کیمیکل پاکستان لمیٹڈ کے جاری کردہ حصص کے سرمائے کا تقریباً 75.01 فیصد حاصل کرنے کے لئے تفویض کر دیا گیا، جس میں 1,135,860,105 عام حصص شامل تھے۔ 12 جنوری 2024 کو LCV کی جانب سے حصص خریداری کے معاہدے (ایس پی اے) کو ختم کر دیا گیا کیونکہ تکمیل کے لیے درکار شرائط حصص کی خریداری کا معاہدہ میں طے شدہ وقت کے اندر پوری نہیں کی جاسکیں۔

INDEPENDENT AUDITOR'S REVIEW REPORT**To the members of Lucky Core Industries Limited****Report on review of Interim Financial Statements****Introduction**

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of **Lucky Core Industries Limited (the Company)** as at December 31, 2023 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures for the three months period ended December 31, 2023 and December 31, 2022 in the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and relevant notes have not been reviewed and we do not express a conclusion on them.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.


Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The unconsolidated condensed interim financial statements of the Company for the six months period ended December 31, 2022 and the unconsolidated financial statements for the year ended June 30, 2023 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unqualified conclusion and opinion thereon vide their reports dated February 7, 2023 and September 1, 2023 respectively.

The engagement partner on the review resulting in this independent auditor's review report is **Noman Abbas Sheikh**.



A. F. Ferguson & Co.
Chartered Accountants
Karachi
Dated: February 7, 2024
UDIN: RR202310061xPr3u2Za6

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
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■ KARACHI ■ LAHORE ■ ISLAMABAD

Unconsolidated Condensed Interim Statement of Financial Position

As at December 31, 2023

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
ASSETS			
Non-current assets			
Property, plant and equipment	5	27,450,738	27,508,258
Intangible assets	6	1,666,485	1,663,883
Right-of-use assets		76,998	116,707
		<u>29,194,221</u>	<u>29,288,848</u>
Long-term investments	7	2,687,891	2,687,891
Long-term loans		628,135	535,698
Long-term deposits and prepayments		82,537	78,319
		<u>3,398,563</u>	<u>3,301,908</u>
		<u>32,592,784</u>	<u>32,590,756</u>
Current assets			
Stores, spares and consumables		3,492,346	4,899,883
Stock-in-trade	8	16,736,251	18,731,542
Trade debts	9	5,598,244	5,197,491
Loans and advances		1,591,415	1,085,680
Trade deposits and short-term prepayments		3,070,347	2,586,146
Other receivables	10	1,667,124	2,343,406
Short term investments	11	13,799,867	12,674,655
Cash and bank balances		1,193,368	900,255
		<u>47,148,962</u>	<u>48,419,058</u>
		<u>79,741,746</u>	<u>81,009,814</u>
Total assets			
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
1,500,000,000 (June 30, 2023: 1,500,000,000) ordinary shares of Rs. 10 each		15,000,000	15,000,000
Issued, subscribed and paid-up capital			
92,359,050 (June 30, 2023: 92,359,050) ordinary shares of Rs. 10 each		923,591	923,591
Capital reserves		309,643	309,643
Revenue reserve - unappropriated profit		38,589,391	36,597,410
Total equity		<u>39,822,625</u>	<u>37,830,644</u>
LIABILITIES			
Non-current liabilities			
Provisions for non-management staff gratuity		130,204	119,701
Long-term loans	12	3,105,797	3,962,751
Lease liabilities		36,623	29,064
Deferred tax liability - net	13	2,190,731	2,366,410
Deferred income - Government grant	14	908,128	1,002,384
		<u>6,371,483</u>	<u>7,480,310</u>
Current liabilities			
Trade and other payables		15,198,488	14,254,895
Accrued mark-up		840,777	927,035
Short-term financing	15	11,040,524	15,000,646
Current portion of long-term loans		1,114,402	820,080
Current portion of lease liabilities		46,105	80,807
Current portion of deferred income - Government grant		212,883	207,552
Taxation - net		4,961,076	4,283,315
Unclaimed dividend		133,383	124,530
		<u>33,547,638</u>	<u>35,698,860</u>
		<u>79,741,746</u>	<u>81,009,814</u>
Total equity and liabilities			
Contingencies and commitments	16		

The annexed notes from 1 to 27 form an integral part of these unconsolidated condensed interim financial statements.

Muhammad Sohail Tabba
Chairman / Director

Asif Joona
Chief Executive

Atif Aboobakar
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Profit or Loss (Unaudited)

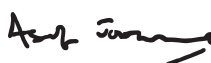
For the Three Months and Six Months Period Ended December 31, 2023

	Note	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
------(Rupees in '000)-----					
Net turnover	17	31,121,616	60,221,982	25,181,880	49,413,710
Cost of sales	17 & 18	(24,618,114)	(47,415,417)	(21,112,612)	(40,458,452)
Gross profit		<u>6,503,502</u>	<u>12,806,565</u>	<u>4,069,268</u>	<u>8,955,258</u>
Selling and distribution expenses	17	(1,865,008)	(3,506,501)	(1,303,261)	(2,636,129)
Administration and general expenses	17	(660,097)	(1,221,510)	(562,355)	(1,022,551)
Operating result	17	<u>3,978,397</u>	<u>8,078,554</u>	<u>2,203,652</u>	<u>5,296,578</u>
Finance costs		(891,259)	(1,988,062)	(575,255)	(1,053,664)
Exchange gain / (loss)		100,395	122,572	15,463	(205,940)
Workers' profit participation fund		(101,922)	(204,404)	(55,388)	(150,860)
Workers' welfare fund		(57,560)	(116,200)	(34,329)	(71,651)
Other charges		(23,188)	(46,487)	(13,881)	(35,387)
		(973,534)	(2,232,581)	(663,390)	(1,517,502)
Dividend income from subsidiary		-	-	-	300,000
Other income	19	894,413	1,806,274	102,631	212,586
Profit before taxation		<u>3,899,276</u>	<u>7,652,247</u>	<u>1,642,893</u>	<u>4,291,662</u>
Taxation	20	(1,372,810)	(2,612,417)	(549,248)	(1,282,454)
Profit after taxation		<u><u>2,526,466</u></u>	<u><u>5,039,830</u></u>	<u><u>1,093,645</u></u>	<u><u>3,009,208</u></u>
------(Rupees)-----					
Basic and diluted earnings per share	21	<u><u>27.35</u></u>	<u><u>54.57</u></u>	<u><u>11.84</u></u>	<u><u>32.58</u></u>

The annexed notes from 1 to 27 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 Comprehensive Income (Unaudited)

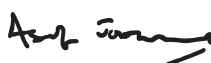
For the Three Months and Six Months Period Ended December 31, 2023

	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
	------(Rupees in '000)-----			
Profit after taxation	2,526,466	5,039,830	1,093,645	3,009,208
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>2,526,466</u>	<u>5,039,830</u>	<u>1,093,645</u>	<u>3,009,208</u>

The annexed notes from 1 to 27 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)

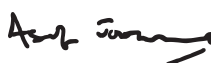
For the Three Months and Six Months Period Ended December 31, 2023

	Note	December 31, 2023	December 31, 2022
------(Rupees in '000)-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	22	14,767,658	1,916,778
Payments for :			
Non-management staff gratuity and eligible retired employees' medical scheme		(15,146)	(14,401)
Staff retirement benefit plan		(35,433)	(27,525)
Taxation		(2,110,335)	(1,670,850)
Interest		(1,985,395)	(745,280)
Net cash generated from / (used in) operating activities		<u>10,621,349</u>	<u>(541,278)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(1,598,418)	(2,268,959)
Proceeds from disposal of operating fixed assets		7,769	6,827
Interest received on bank deposits		70,008	6,598
Dividend received from subsidiary		-	300,000
Net cash used in investing activities		<u>(1,520,641)</u>	<u>(1,955,534)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained		-	684,343
Long-term loans repaid		(651,557)	(799,259)
Export refinance facility (repaid) / obtained		(300,000)	965,000
Payment against lease liabilities		(31,708)	(49,384)
Dividends paid		(3,038,996)	(1,378,934)
Net cash used in financing activities		<u>(4,022,261)</u>	<u>(578,234)</u>
Net increase / (decrease) in cash and cash equivalents		<u>5,078,447</u>	<u>(3,075,046)</u>
Cash and cash equivalents at the beginning of the period		2,253,842	(10,231,497)
Cash and cash equivalents at the end of the period		<u><u>7,332,289</u></u>	<u><u>(13,306,543)</u></u>
Cash and cash equivalents at the end of the period comprise of:			
Cash and bank balances		1,193,368	725,657
Short term investments	11	13,799,867	-
Short-term running financing	15	(7,660,946)	(14,032,200)
		<u>7,332,289</u>	<u>(13,306,543)</u>

The annexed notes from 1 to 27 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)

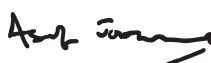
For the Three Months and Six Months Period Ended December 31, 2023

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserve - Unappropriated profit	Total
------(Rupees in '000)-----				
As at July 1, 2022 (Audited)	923,591	309,643	25,157,888	26,391,122
Final dividend of Rs. 15.00/- per share for the year ended June 30, 2022	-	-	(1,385,386)	(1,385,386)
Profit after taxation	-	-	3,009,208	3,009,208
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income for the period	-	-	3,009,208	3,009,208
As at December 31, 2022 (Unaudited)	923,591	309,643	26,781,710	28,014,944
Interim dividend of Rs. 10.00/- per share for the year ended June 30, 2023	-	-	(923,591)	(923,591)
Profit after taxation	-	-	10,763,201	10,763,201
Other comprehensive loss for the period - net of tax	-	-	(23,910)	(23,910)
Total comprehensive income for the period	-	-	10,739,291	10,739,291
As at June 30, 2023 (Audited)	923,591	309,643	36,597,410	37,830,644
Final dividend of Rs. 33.00/- per share for the year ended June 30, 2023	-	-	(3,047,849)	(3,047,849)
Profit after taxation	-	-	5,039,830	5,039,830
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income for the period	-	-	5,039,830	5,039,830
As at December 31, 2023 (Unaudited)	923,591	309,643	38,589,391	39,822,625

The annexed notes from 1 to 27 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 and Six Months Period Ended December 31, 2023

1 STATUS AND NATURE OF BUSINESS

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, 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, 2023.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted 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, 2023.

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, 2023.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
5			
PROPERTY, PLANT AND EQUIPMENT			
------(Rupees in '000)-----			
Operating fixed assets - at net book value		24,918,955	24,673,221
Capital work-in-progress - at cost	5.3	2,531,783	2,835,037
Total property, plant and equipment		<u>27,450,738</u>	<u>27,508,258</u>

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

Operating fixed assets (WDV) - opening balance	24,673,221	20,269,537
Add: Additions / transfers during the period / year	1,884,806	7,405,311
	<u>26,558,027</u>	<u>27,674,848</u>
Less: Disposals during the period / year (WDV)	1,930	313
Less: Depreciation charge for the period / year	1,637,142	3,001,314
Operating fixed assets (WDV) - closing balance	<u>24,918,955</u>	<u>24,673,221</u>
Add: Capital work-in-progress	2,531,783	2,835,037
	<u>27,450,738</u>	<u>27,508,258</u>

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

	Additions / Transfers		Disposals at	
	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----				
Lime beds on freehold land	16,808	76,916	-	-
Buildings on freehold land	9,424	45,932	-	-
Buildings on leasehold land	344,395	669,377	-	-
Plant and machinery	1,494,262	6,527,237	(1,812)	(313)
Rolling stock and vehicles	-	275	-	-
Furniture and equipment	19,917	85,574	(118)	-
	<u>1,884,806</u>	<u>7,405,311</u>	<u>(1,930)</u>	<u>(313)</u>

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

As at December 31, 2023 (Unaudited)						
	Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total
------(Rupees in '000)-----						
Opening balance	47,611	1,595,652	110,507	838,283	242,984	2,835,037
Additions during the period	523,613	606,664	102,952	233,784	102,940	1,569,953
Transferred to operating fixed assets during the period	<u>(330,527)</u>	<u>(704,257)</u>	<u>(15,448)</u>	<u>(497,245)</u>	<u>(325,730)</u>	<u>(1,873,207)</u>
Closing balance	<u>240,697</u>	<u>1,498,059</u>	<u>198,011</u>	<u>574,822</u>	<u>20,194</u>	<u>2,531,783</u>

As at June 30, 2023 (Audited)						
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total	
------(Rupees in '000)-----						
Opening balance	123,880	4,926,936	78,595	1,179,323	288,881	6,597,615
Additions during the year	790,427	2,618,137	74,365	156,297	-	3,639,226
Transferred to operating fixed assets during the year	(866,696)	(5,949,421)	(42,453)	(497,337)	(45,897)	(7,401,804)
Closing balance	<u>47,611</u>	<u>1,595,652</u>	<u>110,507</u>	<u>838,283</u>	<u>242,984</u>	<u>2,835,037</u>

5.3.1 Majority of the closing balance of plant and machinery pertains to the Soda Ash project.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			

6 INTANGIBLE ASSETS

Intangible assets - at net book value	6.1	<u>1,666,485</u>	<u>1,663,883</u>
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6.1 Following are the details of intangible assets:

Brands		1,437,679	1,437,679
Goodwill		206,374	206,374
Others		22,432	19,830
		<u>1,666,485</u>	<u>1,663,883</u>

6.2 Addition to intangible assets		<u>7,620</u>	<u>10,559</u>
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7 LONG-TERM INVESTMENTS

Unquoted - at cost

Subsidiaries

- Lucky Core PowerGen Limited (wholly owned)

7,100,000 (June 30, 2023: 7,100,000) ordinary shares of Rs. 100/- each

Provision for impairment loss

710,000	710,000
(209,524)	(209,524)
<u>500,476</u>	<u>500,476</u>

- Lucky Core Ventures (Private) Limited (wholly owned)

10,000 (June 30, 2023: 10,000) ordinary shares of face value of Rs. 10/- each

100	100
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- Lucky TG (Private) Limited (51% owned)

28,050,000 (June 30, 2023: 28,050,000) ordinary shares of face value of Rs. 10/- each

280,500	280,500
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Associate

- NutriCo Morinaga (Private) Limited (24.5% holding)

20,121,621 (June 30, 2023: 20,121,621) ordinary shares of face value of Rs. 100/- each

1,904,315	1,904,315
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Others

Equity

- Arabian Sea Country Club Limited

250,000 (June 30, 2023: 250,000) ordinary shares of Rs. 10 each

2,500	2,500
<u>2,687,891</u>	<u>2,687,891</u>

7.1 The principal place of business of all the investees is in Pakistan.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
8 STOCK-IN-TRADE			
Raw and packing material includes goods-in-transit amounting to Rs. 2,888.709 million (June 30, 2023: Rs. 2,449.056 million)		9,286,251	10,047,283
Work-in-process		646,812	450,271
Finished goods include goods-in-transit amounting to Rs. 561.580 million (June 30, 2023: Rs. 291.843 million)		6,947,035	8,526,811
		<u>16,880,098</u>	<u>19,024,365</u>
- Raw material		(96,965)	(173,441)
- Finished goods		(46,882)	(119,382)
Provision for slow moving and obsolete stock-in-trade		(143,847)	(292,823)
		<u>16,736,251</u>	<u>18,731,542</u>
8.1 Stock amounting to Rs. 150.807 million (June 30, 2023: Rs. 350.435 million) is measured at net realisable value and expense amounting to Rs. 10.302 million (June 30, 2023: expense of Rs. 195.195 million) has been recognised in cost of sales.			
		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
9 TRADE DEBTS		------(Rupees in '000)-----	
Considered good			
- Secured		2,629,142	2,084,328
- Unsecured			
Due from associated companies		15,178	37,355
Others		4,071,597	3,596,055
		<u>6,715,917</u>	<u>5,717,738</u>
Considered doubtful		136,665	121,640
		<u>6,852,582</u>	<u>5,839,378</u>
- Allowance for ECL		(136,665)	(121,640)
- Provision for price adjustments and discounts		(1,117,673)	(520,247)
		<u>(1,254,338)</u>	<u>(641,887)</u>
		<u>5,598,244</u>	<u>5,197,491</u>
10 OTHER RECEIVABLES			
Considered good			
Sales tax refundable		831,918	1,800,115
Commission and discounts receivable		56,999	44,349
Due from subsidiaries		-	1,875
Due from associated companies		17,555	49,508
Interest income receivable		355,282	138,408
Receivable from principal		79,218	103,811
Others		326,152	205,340
		<u>1,667,124</u>	<u>2,343,406</u>
Considered doubtful		23,434	18,273
		<u>1,690,558</u>	<u>2,361,679</u>
Allowance for ECL on receivables		(23,434)	(18,273)
		<u>1,667,124</u>	<u>2,343,406</u>

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
11	SHORT TERM INVESTMENTS	------(Rupees in '000)-----	
	At fair value through profit or loss		
	Investment in mutual funds	11.1	13,799,867
		<u>13,799,867</u>	<u>12,674,655</u>
11.1	This represents amount received from sale proceeds of disposal of interest in NutriCo Morinaga (Private) Limited including the associated dividend income from investment in mutual funds. The amount is invested in units of Shariah Compliant mutual funds, which are readily encashable.		
		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
12	LONG-TERM LOANS	------(Rupees in '000)-----	
	Long-term loans	4,220,199	4,782,831
	Current portion shown under current liabilities	(1,114,402)	(820,080)
		<u>3,105,797</u>	<u>3,962,751</u>
12.1	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, 2023.		
	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
13	DEFERRED TAX LIABILITY - NET	------(Rupees in '000)-----	
	Deductible temporary differences		
	Provisions for retirement benefits, doubtful debts and others	(642,011)	(481,249)
	Retirement funds provision	(217,530)	(217,014)
	Taxable temporary differences		
	Property, plant and equipment	3,050,272	3,064,673
		<u>2,190,731</u>	<u>2,366,410</u>
14	DEFERRED INCOME - GOVERNMENT GRANT		
	Government grant	1,121,011	1,209,936
	Current portion of Government grant	(212,883)	(207,552)
		<u>908,128</u>	<u>1,002,384</u>
15	SHORT-TERM FINANCING		
	Export Refinance Facility (ERF)	1,579,578	1,879,578
	Money market	1,800,000	1,800,000
	Short-term running finance - Secured	7,660,946	11,321,068
		15.1	<u>11,040,524</u>
			<u>15,000,646</u>
15.1	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, 2023.		

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	------(Rupees in '000)-----	
16 CONTINGENCIES AND COMMITMENTS		
16.1 Contingencies		
16.1.1 Claims against the Company not acknowledged as debt are as follows:		
Local bodies	85,100	84,500
Others	2,064,740	1,317,621
	<u>2,149,840</u>	<u>1,402,121</u>
16.1.2 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, 2023 except for following:		
(a) During the period, the Federal Board of Revenue has issued recovery notice of Rs. 969 million in relation to sales tax audit of July 2012 to June 2013 finalised vide order dated September 12, 2014. Since the hearing of the main appeal is pending, the Company has obtained stay against the impugned recovery notice from the Tribunal.		
(b) There has been a dispute between the Company and the Collectorate of Customs regarding HS code classification of a consignment relating to 8MW Power Generation Project.		
A petition was filed by the Company before the Sindh High Court against the wrong assessment of the consignment along with the submission of bank guarantees for the differential amount of Rs. 600.739 million with the Nazir of High Court in order to release import shipments. Company is confident that it has strong grounds to defend the case.		
	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	------(Rupees in '000)-----	
16.2 Commitments		
16.2.1 Commitments in respect of capital expenditure	<u>5,072,581</u>	<u>606,522</u>
16.2.2 Commitments for rentals under Ijarah contracts in respect of vehicles are as follows:		
Year		
2022-23	-	5,004
2023-24	6,756	6,693
2024-25	7,195	7,128
2025-26	7,663	7,591
2026-27	8,161	8,084
	<u>29,775</u>	<u>34,500</u>
Payable not later than one year	6,756	5,004
Payable later than one year but not later than five years	23,019	29,496
	<u>29,775</u>	<u>34,500</u>
16.3 Other commitments		
16.3.1 Outstanding letter of credit - unutilised Rs. 15,319.516 million (June 30, 2023: Rs. 12,866 million)	<u>10,611,620</u>	<u>6,415,837</u>
16.3.2 Outstanding letter of guarantee - unutilised Rs. 145.991 million (June 30, 2023: Rs. 146.07 million)	<u>3,505,325</u>	<u>3,421,355</u>
16.3.3 Commitments in respect of post dated cheques	<u>1,229,252</u>	<u>600,656</u>

17 OPERATING SEGMENT RESULTS

Operating segments as disclosed below do not incorporate the results of subsidiaries as these are separate financial statements of the Company:

		Unaudited												
		Polyester				Soda Ash				Pharma				
		For the three months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
		(Rupees in '000)												
Turnover - note 17.1 & 17.2		12,173,038	23,219,899	10,114,305	20,495,634	14,463,380	29,070,407	11,577,874	22,738,480	4,346,415	7,812,222	3,117,563	6,085,223	
Sales tax		(1,692,943)	(3,286,279)	(1,415,028)	(2,853,751)	(1,641,861)	(3,381,854)	(1,513,681)	(2,975,216)	(40,231)	(78,253)	(99,090)	(71,909)	
Commission and discounts / price adjustment		(164,367)	(242,035)	(522)	(12,534)	(561,958)	(1,184,018)	(167,414)	(351,046)	(1,225,125)	(1,952,269)	(805,841)	(1,565,958)	
		(1,857,310)	(3,528,314)	(1,415,550)	(2,866,285)	(2,203,819)	(4,565,872)	(1,681,095)	(3,326,262)	(1,265,356)	(2,030,522)	(844,931)	(1,637,867)	
Net turnover		10,315,728	19,691,585	8,698,755	17,629,349	12,259,561	24,504,535	9,896,779	19,412,218	3,081,059	5,781,700	2,272,632	4,447,356	
Cost of sales - note 17.1 & 18		(9,973,724)	(18,848,753)	(8,487,287)	(16,636,100)	(8,831,100)	(17,744,053)	(7,897,541)	(15,020,128)	(2,005,908)	(3,686,173)	(1,478,374)	(2,906,634)	
Gross profit		342,004	842,832	211,468	993,249	3,428,461	6,760,482	1,999,238	4,392,090	1,075,151	2,095,527	794,258	1,540,722	
Selling and distribution expenses		(65,991)	(116,501)	(124,225)	(316,599)	(727,765)	(1,300,195)	(283,757)	(546,020)	(455,132)	(916,694)	(396,486)	(795,078)	
Administration and general expenses		(33,976)	(72,664)	(32,124)	(64,865)	(325,181)	(639,065)	(300,002)	(550,264)	(118,163)	(211,786)	(110,960)	(181,886)	
Operating result		242,037	653,667	55,119	611,785	2,375,515	4,821,222	1,415,479	3,295,806	501,856	967,047	286,812	563,758	
		Polyester				Soda Ash				Pharma				
		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	
Segment assets		15,340,351	18,331,780	43,988,759	50,438,332	9,717,738	9,717,738	15,400,992	16,622,712	5,047,063	11,605,768	6,055,937	5,525,944	
Segment liabilities														

Unaudited												
	Chemicals and Agri Sciences						Company					
	Animal Health											
	For the three months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022	For the three months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022		
Turnover - note 17.1 & 17.2	2,447,531	4,562,070	2,389,463	4,261,880	4,585,276	8,732,911	3,024,350	5,732,168	38,012,312	73,305,771	30,196,537	59,273,980
Sales tax	(55,107)	(88,433)	(45,390)	(89,417)	(388,968)	(810,852)	(279,669)	(533,512)	(3,819,110)	(7,645,671)	(3,292,858)	(6,523,805)
Commission and discounts / price adjustment	(618,177)	(1,144,610)	(490,176)	(909,242)	(501,959)	(915,186)	(257,846)	(497,685)	(3,071,586)	(5,438,118)	(1,721,799)	(3,336,465)
	(673,284)	(1,233,043)	(535,566)	(998,659)	(890,927)	(1,726,038)	(537,515)	(1,031,197)	(6,890,696)	(13,083,789)	(5,014,657)	(9,860,270)
Net turnover	1,774,247	3,329,027	1,853,897	3,263,221	3,694,349	7,006,873	2,486,835	4,700,971	31,121,616	60,221,982	25,181,880	49,413,710
Cost of sales - note 17.1 & 18	(1,270,084)	(2,341,182)	(1,372,679)	(2,342,335)	(2,540,626)	(4,886,994)	(1,903,749)	(3,592,660)	(24,618,114)	(47,415,417)	(21,112,612)	(40,458,452)
Gross profit	504,163	987,845	481,218	920,886	1,153,723	2,119,879	583,086	1,108,311	6,503,502	12,806,565	4,069,268	8,955,258
Selling and distribution expenses	(219,625)	(424,386)	(218,314)	(419,955)	(396,495)	(748,725)	(280,479)	(558,477)	(1,865,008)	(3,506,501)	(1,303,261)	(2,636,129)
Administration and general expenses	(30,265)	(62,702)	(28,150)	(52,284)	(152,512)	(235,293)	(91,119)	(173,252)	(660,097)	(1,221,510)	(562,355)	(1,022,551)
Operating result	254,273	500,757	234,754	448,647	604,716	1,135,861	211,488	376,582	3,978,397	8,078,554	2,203,652	5,296,578
Segment assets												
Unallocated assets												
Intersegment eliminations												
	6,191,146	6,388,454	14,541,616	15,123,383	89,856,376	2,187,415	(12,302,045)	79,741,746	89,856,376	2,187,415	(12,302,045)	81,009,814
Segment liabilities												
Unallocated liabilities												
Intersegment eliminations												
	945,841	990,891	3,162,455	3,282,850	30,612,288	21,608,878	(12,302,045)	39,919,121	30,612,288	21,608,878	(12,302,045)	43,179,170

	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
	----- (Unaudited) -----			
17.1 Turnover and cost of sales	----- (Rupees in '000) -----			
Inter-segment sales and purchases have been eliminated from the total	3,328	91,738	27,018	39,405
17.2 Turnover includes export sales made to various countries amounting to:	3,428,859	6,237,961	1,139,763	2,500,856
18 COST OF SALES				
Opening stock of raw and packing materials	8,607,901	9,873,842	12,239,061	12,062,852
Purchases	16,086,698	26,957,366	12,982,338	26,153,332
	<u>24,694,599</u>	<u>36,831,208</u>	<u>25,221,399</u>	<u>38,216,184</u>
Closing stock of raw and packing materials	(9,189,286)	(9,189,286)	(12,806,842)	(12,806,842)
	<u>15,505,313</u>	<u>27,641,922</u>	<u>12,414,557</u>	<u>25,409,342</u>
Raw and packing materials consumed	7,391,057	14,739,158	7,079,680	13,850,186
Manufacturing costs	<u>22,896,370</u>	<u>42,381,080</u>	<u>19,494,237</u>	<u>39,259,528</u>
Opening stock of work-in-process	608,269	450,271	482,850	329,611
	<u>23,504,639</u>	<u>42,831,351</u>	<u>19,977,087</u>	<u>39,589,139</u>
Closing stock of work-in-process	(646,812)	(646,812)	(702,951)	(702,951)
	<u>22,857,827</u>	<u>42,184,539</u>	<u>19,274,136</u>	<u>38,886,188</u>
Cost of goods manufactured	7,833,908	8,407,430	6,377,226	4,276,469
Opening stock of finished goods	920,296	3,817,365	1,575,145	3,409,689
Finished goods purchased	<u>31,612,031</u>	<u>54,409,334</u>	<u>27,226,507</u>	<u>46,572,346</u>
Closing stock of finished goods	(6,993,917)	(6,993,917)	(6,113,895)	(6,113,894)
	<u>24,618,114</u>	<u>47,415,417</u>	<u>21,112,612</u>	<u>40,458,452</u>
19 OTHER INCOME				
This includes Rs. 1,323.505 million (December 31, 2022: Nil) on account of dividend income from investment in mutual funds.				
	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
	----- (Unaudited) -----			
20 TAXATION	----- (Rupees in '000) -----			
Current expense	1,467,100	2,788,096	613,790	1,246,007
Deferred (income) / expense	(94,290)	(175,679)	(64,542)	36,447
	<u>1,372,810</u>	<u>2,612,417</u>	<u>549,248</u>	<u>1,282,454</u>

	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
21 BASIC AND DILUTED EARNINGS PER SHARE	------(Unaudited)----- ------(Rupees in '000)-----			
Profit after taxation	<u>2,526,466</u>	<u>5,039,830</u>	<u>1,093,645</u>	<u>3,009,208</u>
	------(Number of shares)-----			
Weighted average number of ordinary shares outstanding during the period	<u>92,359,050</u>	<u>92,359,050</u>	<u>92,359,050</u>	<u>92,359,050</u>
Basic and diluted earnings per share (Rupees)	<u>27.35</u>	<u>54.57</u>	<u>11.84</u>	<u>32.58</u>
		Note	For the six months period ended December 31, 2023	For the six months period ended December 31, 2022
22 CASH GENERATED FROM OPERATIONS	------(Unaudited)----- ------(Rupees in '000)-----			
Profit before taxation			7,652,247	4,291,662
Adjustments for:				
Depreciation and amortisation			1,691,115	1,486,417
Gain on disposal of operating fixed assets			(5,696)	(6,425)
Provision for non-management staff gratuity and eligible retired employees' medical scheme			22,984	19,711
Provision for staff retirement benefit plan			22,275	20,672
Interest income			(286,882)	(6,598)
Dividend income from subsidiary			-	(300,000)
Interest expense			1,988,062	983,017
Provision no longer required			(58)	(740)
Provision for slow moving and obsolete stock-in-trade			63,134	59,771
Allowance for expected credit loss			20,908	17,087
Deferred income - Government grant			(88,925)	(95,554)
Provision for slow moving and obsolete stores, spares and consumables			1,589	46
			<u>11,080,753</u>	<u>6,469,066</u>
Movement in:				
Working capital		22.1	3,783,560	(4,485,656)
Long-term loans			(92,437)	(65,121)
Long-term deposits and prepayments			(4,218)	(1,511)
Cash generated from operations			<u>14,767,658</u>	<u>1,916,778</u>
22.1 Movement in working capital				
Decrease / (increase) in current assets				
Stores, spares and consumables			1,405,948	(132,075)
Stock-in-trade			1,932,157	(3,014,526)
Trade debts			(417,472)	(497,612)
Loans and advances			(510,300)	(49,843)
Trade deposits and short-term prepayments			(471,043)	(73,783)
Other receivables			893,156	(194,378)
			<u>2,832,446</u>	<u>(3,962,217)</u>
Increase / (decrease) in current liabilities				
Trade and other payables			951,114	(523,439)
			<u>3,783,560</u>	<u>(4,485,656)</u>

23 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 December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
------(Rupees in '000)-----					
<i>Parent Company</i>	Dividend paid	1,676,334	1,676,334	-	761,970
	Sale of goods and material	10,346	20,367	10,693	18,545
	Purchase of goods, materials and services	10,197	20,060	9,877	25,768
<i>Subsidiary Companies</i>	Purchase of goods, materials and services	425,319	944,254	294,848	845,776
	Provision of services and other receipts	-	-	495	990
	Sale of goods, material and asset	41,266	90,602	-	26
	Reimbursement of expenses	680	680	1,038	2,112
	Dividend income from subsidiary	-	-	-	300,000
<i>Associated Company</i>	Royalty	-	-	179,283	372,412
	Purchase of goods, materials and services	89,147	177,522	959,266	1,151,280
	Sale of goods and materials	2,903,979	4,075,559	957,200	2,299,625
	Reimbursement of expenses	8,700	16,504	-	-
	Dividend paid	808,905	808,905	-	367,684
	Donation	9,752	15,246	4,622	36,609
<i>Others</i>	Staff retirement benefits	117,094	222,008	105,800	200,695
<i>Key management personnel</i>	Remuneration paid	111,484	408,802	97,825	377,140
	Post employment benefits	12,668	25,605	12,528	24,022
	Director's meeting fee	675	1,894	1,556	2,531
	Dividend paid	24,243	24,243	-	35,512

24 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, 2023.

25 FAIR VALUE OF FINANCIAL INSTRUMENTS

25.1 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.

25.2 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 December 31, 2023 (Unaudited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets - fair value through profit or loss:				
- Short-term investments (units of mutual fund)	-	13,799,867	-	13,799,867
	<u>-</u>	<u>13,799,867</u>	<u>-</u>	<u>13,799,867</u>

Assets	As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Financial assets - fair value through profit or loss:				
- Short-term investments (units of mutual fund)	-	12,674,655	-	12,674,655
	<u>-</u>	<u>12,674,655</u>	<u>-</u>	<u>12,674,655</u>

26 DATE OF AUTHORISATION

These unconsolidated condensed interim financial statements were authorised for issue in the Board of Directors meeting held on January 24, 2024.

27 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 Six Months ended December 31, 2023

The Directors are pleased to present their review together with the unaudited Group results of Lucky Core Industries Limited for the six months ended December 31, 2023. 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 six months ended December 31, 2023, has been presented separately.

The Net Turnover of PowerGen for the six months ended at PKR 872 million, which is 11% higher as compared to the SPLY. This

was mainly due to the sale of electricity units to the Polyester Business and NutriCo Morinaga (Private) Limited at a higher average price of 12% compared to the SPLY, primarily due to higher input costs. The Operating Result at PKR 58 million declined by 4% against the SPLY.

On a consolidated basis, Net Turnover for the six months ended at PKR 60,054 million is higher by 21% over the SPLY. Whereas the Operating Result at PKR 8,135 million is higher by 52% compared to the SPLY. PAT for the six months ended at PKR 5,041 million is 54% higher than the SPLY, whereas EPS attributed to the owners of the holding company at PKR 54.58 is 67% higher than the SPLY owing to improved operating performance.



Muhammad Sohail Tabba
Chairman

Date: January 24, 2024
Karachi



Asif Jooma
Chief Executive

ڈائریکٹرز کا جائزہ 31 دسمبر 2023 کو ختم ہونے والی ششماہی کے لئے۔ کنسولیدیشن

کو موریناگا (پرائیویٹ) لمیٹڈ کو SPLY کے مقابلے میں 12 فیصد زیادہ اوسط قیمت پر بجلی کے یونٹس کی فروخت تھی، جس کی بنیادی وجہ زیادہ ان پیٹ لاگت تھی۔ 58 ملین روپے کے آپریٹنگ نتائج میں SPLY کے مقابلے میں 4 فیصد کمی واقع ہوئی۔

مجموعی بنیادوں پر، اختتام پذیر ہونے والی ششماہی مدت کے دوران خالص آمدنی 60,054 ملین روپے رہی، جو SPLY کے مقابلے میں 21 فیصد زیادہ ہے جبکہ 8,135 ملین روپے کا آپریٹنگ نتیجہ، SPLY کے مقابلے میں 52 فیصد زیادہ ہے۔ اختتام پذیر ہونے والی چھ ماہ کی مدت کے لئے 5,041 ملین روپے کا بعد از ٹیکس منافع، SPLY کے مقابلے میں 54 فیصد زیادہ ہے جبکہ ہولڈنگ کمپنی کے مالکان سے منسوب 54.58 روپے کی فی شیئر آمدنی بہتر آپریٹنگ کارکردگی کی وجہ سے SPLY کے مقابلے میں 67 فیصد زیادہ ہے۔

ڈائریکٹرز 31 دسمبر 2023 کو ختم ہونے والی ششماہی کے لئے کمی کو رائٹسٹریٹ لمیٹڈ کے غیر آڈٹ شدہ گروپ نتائج کے ساتھ اپنا جائزہ بمسرت پیش کرتے ہیں۔ کمی کو رائٹسٹریٹ گروپ میں کمی کو رائٹسٹریٹ لمیٹڈ، اس کے ذیلی ادارے، کمی کو رپاور جن لمیٹڈ (پاور جن)، کمی ٹی جی (پرائیویٹ) لمیٹڈ (کمی ٹی جی)، کمی کو رینچرز (پرائیویٹ) لمیٹڈ (ایل سی وی) اور اس سے وابستہ ادارہ، نیوٹری کو موریناگا (پرائیویٹ) لمیٹڈ (این ایم پی ایل) شامل ہیں۔

ڈائریکٹرز کی رپورٹ کو، جس میں 31 دسمبر 2023 کو ختم ہونے والی ششماہی کے لئے کمی کو رائٹسٹریٹ لمیٹڈ کی کارکردگی پر تبصرہ موجود ہے، علیحدہ پیش کیا گیا ہے۔

اختتام پذیر ہونے والی ششماہی کے لئے ”پاور جن“ کی خالص آمدنی 872 ملین روپے رہی، جو SPLY کے مقابلے میں 11 فیصد زیادہ ہے۔ اس کی بنیادی وجہ پولیسٹریٹس اور نیوٹری

Asif Iqbal

آصف جمعہ
چیف ایگزیکٹو

Muhammad Sahibul Haq

محمد سہیل شاہ
چیئر مین

تاریخ: 24 جنوری، 2024
کراچی

Consolidated Condensed Interim Statement of Financial Position

As at December 31, 2023

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
ASSETS			
Non-current assets			
Property, plant and equipment	5	27,531,468	27,598,290
Intangible assets	6	1,666,485	1,663,883
Right-of-use assets		76,998	116,707
		<u>29,274,951</u>	<u>29,378,880</u>
Long-term investments	7	10,916,029	10,994,914
Long-term loans		631,244	536,961
Long-term deposits and prepayments		82,537	78,319
		<u>11,629,810</u>	<u>11,610,194</u>
		<u>40,904,761</u>	<u>40,989,074</u>
Current assets			
Stores, spares and consumables		3,631,171	4,988,109
Stock-in-trade	8	16,798,068	18,785,237
Trade debts	9	5,610,908	5,197,027
Loans and advances		2,116,002	1,608,251
Trade deposits and short-term prepayments		3,071,115	2,586,442
Other receivables	10	1,679,133	2,379,569
Short term investments	11	13,838,968	12,674,655
Cash and bank balances		1,363,212	1,027,727
		<u>48,108,577</u>	<u>49,247,017</u>
		<u>89,013,338</u>	<u>90,236,091</u>
Total assets			
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
1,500,000,000 (June 30, 2022: 1,500,000,000) ordinary shares of Rs. 10 each		15,000,000	15,000,000
Issued, subscribed and paid-up capital			
92,359,050 (June 30, 2022: 92,359,050) ordinary shares of Rs. 10 each		923,591	923,591
Capital reserves		309,643	309,643
Revenue reserve - unappropriated profit		44,450,991	42,458,096
Attributable to the equity holders of the holding company		45,684,225	43,691,330
Non-controlling interests		262,665	262,906
Total equity		<u>45,946,890</u>	<u>43,954,236</u>
LIABILITIES			
Non-current liabilities			
Provisions for non-management staff gratuity		131,770	121,266
Long-term loans	12	3,105,797	3,962,751
Lease liabilities		36,623	29,064
Deferred tax liability - net	13	5,712,232	5,910,788
Deferred income - Government grant	14	908,128	1,002,384
		<u>9,894,550</u>	<u>11,026,253</u>
Current liabilities			
Trade and other payables		14,809,545	13,799,483
Accrued mark-up		840,777	927,035
Short-term financing	15	11,040,524	15,000,646
Current portion of long-term loans		1,114,402	820,080
Current portion of lease liabilities		46,105	80,807
Current portion of deferred income - Government grant		212,883	207,552
Taxation - net		4,974,279	4,295,469
Unclaimed dividend		133,383	124,530
		<u>33,171,898</u>	<u>35,255,602</u>
		<u>89,013,338</u>	<u>90,236,091</u>
Total equity and liabilities			
Contingencies and commitments			
	16		

The annexed notes from 1 to 27 form an integral part of these consolidated condensed interim financial statements.

Muhammad Sohail Tabba
Chairman / Director

Asif Joona
Chief Executive

Atif Aboobakar
Chief Financial Officer

Consolidated Condensed Interim Statement of Profit or Loss (Unaudited)

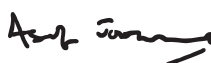
For the Three Months and Six Months Period Ended December 31, 2023

	Note	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
------(Rupees in '000)-----					
Net turnover	17	31,063,851	60,053,543	25,286,645	49,582,407
Cost of sales	17 & 18	(24,536,661)	(47,188,314)	(21,196,962)	(40,564,569)
Gross profit		6,527,190	12,865,229	4,089,683	9,017,838
Selling and distribution expenses	17	(1,865,008)	(3,506,501)	(1,303,261)	(2,636,129)
Administration and general expenses	17	(660,188)	(1,223,375)	(562,224)	(1,022,674)
Operating result	17	4,001,994	8,135,353	2,224,198	5,359,035
Finance costs		(891,582)	(1,988,734)	(575,255)	(1,053,664)
Exchange gain / (loss)		98,884	121,751	15,819	(205,930)
Workers' profit participation fund		(101,924)	(206,116)	(56,392)	(153,903)
Workers' welfare fund		(57,632)	(116,274)	(34,334)	(71,659)
Other charges		(23,891)	(47,190)	(14,576)	(36,081)
		(976,145)	(2,236,563)	(664,738)	(1,521,237)
Other income	19	898,265	1,811,259	102,411	211,682
Share of loss from associate		(67,305)	(78,885)	-	-
Profit before taxation		3,856,809	7,631,164	1,661,871	4,049,480
Taxation	20	(1,354,123)	(2,590,661)	(549,327)	(1,282,573)
Profit after taxation from continuing operations		2,502,686	5,040,503	1,112,544	2,766,907
Discontinued operations					
Profit after taxation from discontinued operations		-	-	221,942	507,507
Profit after taxation		2,502,686	5,040,503	1,334,486	3,274,414
Attributable to:					
Owners of the Holding Company		2,502,686	5,040,744	1,225,733	3,025,736
Non-controlling interests		-	(241)	108,753	248,678
		2,502,686	5,040,503	1,334,486	3,274,414
------(Rupees)-----					
Basic and diluted earnings per share	21				
- continuing operations		27.10	54.58	12.05	29.96
- discontinued operations		-	-	1.23	2.80
		27.10	54.58	13.27	32.76

The annexed notes from 1 to 27 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 Comprehensive Income (Unaudited)

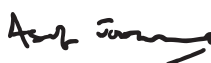
For the Three Months and Six Months Period Ended December 31, 2023

	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
	------(Rupees in '000)-----			
Profit after taxation	2,502,686	5,040,503	1,112,544	2,766,907
Other comprehensive Income	-	-	-	-
Total comprehensive income for the period from continuing operations	<u>2,502,686</u>	<u>5,040,503</u>	<u>1,112,544</u>	<u>2,766,907</u>
Discontinued operations				
Profit after taxation	-	-	221,942	507,507
Total comprehensive income for the period from discontinued operations	<u>-</u>	<u>-</u>	<u>221,942</u>	<u>507,507</u>
Total comprehensive income for the period	<u><u>2,502,686</u></u>	<u><u>5,040,503</u></u>	<u><u>1,334,486</u></u>	<u><u>3,274,414</u></u>
Attributable to:				
Owners of the Holding Company	2,502,686	5,040,744	1,225,733	3,025,736
Non-controlling interests	-	(241)	108,753	248,678
	<u><u>2,502,686</u></u>	<u><u>5,040,503</u></u>	<u><u>1,334,486</u></u>	<u><u>3,274,414</u></u>

The annexed notes from 1 to 27 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)

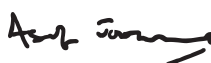
For the Three Months and Six Months Period Ended December 31, 2023

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserve - Unappropriate d profit	Total Reserves	Non- controlling interests	Total
------(Rupees in '000)-----						
As at July 1, 2022 (Audited)	923,591	309,643	27,229,297	27,538,940	4,828,721	33,291,252
Final dividend of Rs. 15.00/- per share for the year ended June 30, 2022	-	-	(1,385,386)	(1,385,386)	-	(1,385,386)
Profit after taxation	-	-	3,025,736	3,025,736	248,678	3,274,414
Other comprehensive income for the period - net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	3,025,736	3,025,736	248,678	3,274,414
As at December 31, 2022 (Unaudited)	923,591	309,643	28,869,647	29,179,290	5,077,399	35,180,280
Interim dividend of Rs. 10.00/- per share for the year ended June 30, 2023	-	-	(923,591)	(923,591)	-	(923,591)
Derecognition due to disposal of subsidiary	-	-	-	-	(5,046,487)	(5,046,487)
Acquisition of subsidiary	-	-	-	-	269,500	269,500
Profit after taxation	-	-	14,535,950	14,535,950	(37,506)	14,498,444
Other comprehensive loss for the period - net of tax	-	-	(23,910)	(23,910)	-	(23,910)
Total comprehensive income for the period	-	-	14,512,040	14,512,040	(37,506)	14,474,534
As at June 30, 2023 (Audited)	923,591	309,643	42,458,096	42,767,739	262,906	43,954,236
Final dividend of Rs. 33.00 per share for the year ended June 30, 2023	-	-	(3,047,849)	(3,047,849)	-	(3,047,849)
Profit after taxation	-	-	5,040,744	5,040,744	(241)	5,040,503
Other comprehensive income for the period - net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	5,040,744	5,040,744	(241)	5,040,503
As at December 31, 2023 (Unaudited)	923,591	309,643	44,450,991	44,760,634	262,665	45,946,890

The annexed notes from 1 to 27 form an integral part of these consolidated condensed interim financial statements.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobakar
Chief Financial Officer

Consolidated Condensed Interim Statement of Cash Flows (Unaudited)

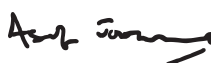
For the Three Months and Six Months Period Ended December 31, 2023

	Note	December 31, 2023	December 31, 2022
------(Rupees in '000)-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	22	14,852,175	2,118,074
Payments for :			
Non-management staff gratuity and eligible retired employees' medical scheme		(15,146)	(14,401)
Staff retirement benefit plan		(35,571)	(27,600)
Taxation		(2,110,407)	(1,670,849)
Interest		(1,980,830)	(829,458)
Discontinued operations		-	442,449
Net cash generated from operating activities		10,710,221	18,215
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(1,604,522)	(2,290,556)
Proceeds from disposal of operating fixed assets		7,769	6,826
Interest received on bank deposits		68,713	6,598
Discontinued operations		-	4,745
Net cash used in investing activities		(1,528,040)	(2,272,387)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained		-	684,343
Long-term loans repaid		(651,557)	(799,259)
Export refinance facility (repaid) / obtained		(300,000)	965,000
Payment against lease liabilities		(31,708)	(49,385)
Discontinued operations		-	(616,414)
Dividends paid		(3,038,996)	(1,378,934)
Net cash used in financing activities		(4,022,261)	(1,194,649)
Net increase / (decrease) in cash and cash equivalents		5,159,920	(3,448,821)
Cash and cash equivalents at the beginning of the period		2,381,314	(12,270,748)
Cash and cash equivalents at the end of the period		7,541,234	(15,719,569)
Cash and cash equivalents at the end of period comprise of:			
Cash and bank balances		1,363,212	870,608
Short term investments	11	13,838,968	-
Short-term running finance		(7,660,946)	(16,590,177)
		7,541,234	(15,719,569)

The annexed notes from 1 to 27 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 and Six Months Period Ended December 31, 2023

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, and merchandising of general chemicals and manufacturing of Masterbatches. It also acts as an indenting agent and toll manufacturer.

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.

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.

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 December 31, 2023 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 of the Group for the year ended June 30, 2023.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The accounting policies adopted 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, 2023.

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 unconsolidated 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, 2023.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - at net book value		24,986,616	24,736,363
Capital work-in-progress - at cost	5.3	2,544,852	2,861,927
Total property, plant and equipment		<u>27,531,468</u>	<u>27,598,290</u>

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

Operating fixed assets (WDV) - opening balance		24,736,363	25,652,445
Add: Additions / transfers during the period / year		1,904,588	7,427,909
		<u>26,640,951</u>	<u>33,080,354</u>
Less: Disposals during the period / year (WDV)		1,929	313
Less: Disposals of subsidiary		-	5,121,364
Less: Depreciation charge for the period / year		1,652,405	3,222,314
Operating fixed assets (WDV) - closing balance		24,986,616	24,736,363
Add: Capital work-in-progress		2,544,852	2,861,927
		<u>27,531,468</u>	<u>27,598,290</u>

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

	Additions / Transfers		Disposals at net book value	
	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----				
Lime beds on freehold land	16,808	76,916	-	-
Buildings on freehold land	9,424	45,932	-	-
Buildings on leasehold land	344,395	669,377	-	-
Plant and machinery	1,514,044	6,549,835	(1,812)	(313)
Rolling stock and vehicles	19,917	275	-	-
Furniture and equipment	-	85,574	(118)	-
	<u>1,904,588</u>	<u>7,427,909</u>	<u>(1,929)</u>	<u>(313)</u>

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

As at December 31, 2023 (Unaudited)						
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total	
------(Rupees in '000)-----						
Opening balance	47,611	1,611,820	121,229	838,283	242,984	2,861,927
Additions during the period	523,613	612,635	102,952	233,784	102,940	1,575,924
Transferred to operating fixed assets during the period	(330,527)	(724,049)	(15,448)	(497,245)	(325,730)	(1,892,999)
Closing balance	<u>240,697</u>	<u>1,500,406</u>	<u>208,733</u>	<u>574,822</u>	<u>20,194</u>	<u>2,544,852</u>

As at June 30, 2023 (Audited)						
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total	
------(Rupees in '000)-----						
Opening balance	126,119	4,958,789	88,902	1,179,323	291,277	6,644,410
Additions during the year	790,427	2,650,637	74,365	156,297	-	3,671,726
Disposal of Subsidiary	-	(21,340)	-	-	-	(21,340)
Transferred to operating fixed assets during the year	(868,935)	(5,976,266)	(42,038)	(497,337)	(48,293)	(7,432,869)
Closing balance	<u>47,611</u>	<u>1,611,820</u>	<u>121,229</u>	<u>838,283</u>	<u>242,984</u>	<u>2,861,927</u>

5.3.1 Majority of the closing balance of plant and machinery pertains to the Soda Ash project.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
------(Rupees in '000)-----			
6 INTANGIBLE ASSETS			
Intangible assets - at net book value	6.1	<u>1,666,485</u>	<u>1,663,883</u>
6.1 Following are the detail of intangible assets:			
Brands		1,437,679	1,437,679
Goodwill		206,374	206,374
Others		22,432	19,830
		<u>1,666,485</u>	<u>1,663,883</u>
6.2 Additions to intangible assets:		<u>7,620</u>	<u>9,402</u>
7 LONG-TERM INVESTMENTS			
Unquoted Associate			
- NutriCo Morinaga (Private) Limited (24.5% holding) 20,121,621 (June 30, 2023: 20,121,621) ordinary shares of face value of Rs. 100/- each		10,913,529	10,992,414
Others			
Equity			
- Arabian Sea Country Club Limited 250,000 (June 30, 2023: 250,000) ordinary shares of Rs. 10 each		2,500	2,500
		<u>10,916,029</u>	<u>10,994,914</u>

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	------(Rupees in '000)-----	
8 STOCK-IN-TRADE		
Raw and packing material includes goods-in-transit amounting to Rs. 2,888.709 million (June 30, 2023: Rs. 2,449.056 million)	9,348,068	10,100,978
Work-in-process	646,812	450,271
Finished goods include goods-in-transit amounting to Rs. 561.580 million (June 30, 2023: Rs. 291.843 million)	6,947,035	8,526,811
	<u>16,941,915</u>	<u>19,078,060</u>
Provision for slow moving and obsolete stock-in-trade		
- Raw material	(96,965)	(173,441)
- Finished goods	(46,882)	(119,382)
Provision for slow moving and obsolete stock-in-trade	<u>(143,847)</u>	<u>(292,823)</u>
	<u>16,798,068</u>	<u>18,785,237</u>

8.1 Stock amounting to Rs. 150.807 million (June 30, 2023: Rs. 350.435 million) is measured at net realisable value and expense amounting to Rs. 10.302 million (June 30, 2023: expense of Rs. 195.195 million) has been recognised in cost of sales.

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	------(Rupees in '000)-----	
9 TRADE DEBTS		
Considered good		
- Secured	2,641,806	2,084,328
- Unsecured		
Due from associated companies	15,178	37,355
Others	4,071,597	3,595,591
	<u>6,728,581</u>	<u>5,717,274</u>
Considered doubtful	136,665	121,640
	<u>6,865,246</u>	<u>5,838,914</u>
- Allowance for ECL	(136,665)	(121,640)
- Provision for price adjustments and discounts	(1,117,673)	(520,247)
	<u>(1,254,338)</u>	<u>(641,887)</u>
	<u>5,610,908</u>	<u>5,197,027</u>

10 OTHER RECEIVABLES		
Considered good		
Sales tax refundable	891,224	1,835,583
Commission and discounts receivable	56,999	44,349
Due from associated companies	17,555	49,508
Interest income receivable	355,282	138,408
Receivable from principal	79,218	103,811
Others	278,855	207,910
	<u>1,679,133</u>	<u>2,379,569</u>
Considered doubtful	70,667	65,506
	<u>1,749,800</u>	<u>2,445,075</u>
Allowance for ECL on receivables	(70,667)	(65,506)
	<u>1,679,133</u>	<u>2,379,569</u>

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		------(Rupees in '000)-----	
11	SHORT TERM INVESTMENT		
	At fair value through profit or loss		
	Investments in mutual funds	<u>13,838,968</u>	<u>12,674,655</u>
	This includes amount received from sale proceeds of disposal of interest in NutriCo Morinaga (Private) Limited including the associated dividend income from investment in mutual funds. The amount is invested in units of Shariah Compliant mutual funds, which are readily encashable.		
12	LONG-TERM LOANS		
	Long-term loans	4,220,199	4,782,831
	Current portion shown under current liabilities	<u>(1,114,402)</u>	<u>(820,080)</u>
		<u>3,105,797</u>	<u>3,962,751</u>
12.1	There is no material change in the terms and conditions of the long-term loans as disclosed in the Group's annual audited consolidated financial statements for the year ended June 30, 2023.		
		Note	
13	DEFERRED TAX LIABILITY - NET		
	Deductible temporary differences		
	Provisions for retirement benefits, doubtful debts and others	(642,011)	(481,249)
	Retirement funds provision	(217,530)	(217,014)
	Taxable temporary differences		
	Property, plant and equipment	3,050,272	3,064,673
	Investment in associate	<u>3,521,501</u>	<u>3,544,378</u>
		<u>5,712,232</u>	<u>5,910,788</u>
14	DEFERRED INCOME - GOVERNMENT GRANT		
	Government grant	1,121,011	1,209,936
	Current portion of Government grant	<u>(212,883)</u>	<u>(207,552)</u>
		<u>908,128</u>	<u>1,002,384</u>
15	SHORT-TERM FINANCING		
	Export Refinance Facility (ERF)	1,579,578	1,879,578
	Money market	1,800,000	1,800,000
	Short-term running finance - secured	<u>7,660,946</u>	<u>11,321,068</u>
		<u>15.1</u>	<u>15,000,646</u>
15.1	There is no material change in the terms and conditions of the short-term borrowings and running finance as disclosed in the annual audited consolidated financial statements as at and for the year ended June 30, 2023.		

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	----- (Rupees in '000) -----	
16 CONTINGENCIES AND COMMITMENTS		
16.1 Contingencies		
16.1.1 Claims against the Group not acknowledged as debts are as follows:		
Local bodies	85,100	84,500
Others	2,064,740	1,317,621
	<u>2,149,840</u>	<u>1,402,121</u>
16.1.2 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, 2023, except for following:		
(a) During the period, the Federal Board of Revenue has issued recovery notice of PKR 969 million in relation to sales tax audit of July 2012 to June 2013 finalised vide order dated September 12, 2014. Since the hearing of main appeal is pending, the Group has obtained stay against the impugned recovery notice from the Tribunal.		
(b) There has been a dispute between the Group and the Collectorate of Customs regarding HS code classification of a consignment relating to 8MW Power Generation Project.		
A petition was filed by the Group before the Sindh High Court against the wrong assessment of the consignment along with the submission of bank guarantees for the differential amount of Rs. 600.739 million with the Nazir of High Court in order to release import shipments. Group is confident that it has strong grounds to defend the case.		
	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	----- (Rupees in '000) -----	
16.2 Commitments		
16.2.1 Commitments in respect of capital expenditure	<u>5,072,581</u>	<u>606,522</u>
16.2.2 Commitments for rentals under Ijarah contracts in respect of vehicles are as follows:		
Year		
2022-23	-	5,004
2023-24	6,756	6,693
2024-25	7,195	7,128
2025-26	7,663	7,591
2026-27	8,161	8,084
	<u>29,775</u>	<u>34,500</u>
Payable not later than one year	6,756	5,004
Payable later than one year but not later than five years	23,019	29,496
	<u>29,775</u>	<u>34,500</u>
16.3 Other commitments		
16.3.1 Outstanding letter of credit - unutilised Rs. 15,319.516 million (June 30, 2023: Rs. 12,866 million)	<u>10,611,620</u>	<u>6,415,837</u>
16.3.2 Outstanding letter of guarantee - unutilised Rs. 145.991 million (June 30, 2023: Rs. 146.07 million)	<u>3,505,325</u>	<u>3,421,355</u>
16.3.3 Commitments in respect of post dated cheques	<u>1,229,252</u>	<u>600,656</u>

17 OPERATING SEGMENT RESULTS

	Unaudited															
	Polyester			Soda Ash			Pharma			Animal Health						
	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022				
Turnover - note 17.1 & 17.2	12,173,038	23,219,899	10,114,305	20,495,634	14,463,380	29,070,407	11,577,874	22,738,480	4,346,415	7,812,222	3,117,563	6,085,223	2,447,531	4,562,070	2,389,463	4,261,880
Sales tax	(1,692,943)	(3,286,279)	(1,415,028)	(2,853,751)	(1,641,861)	(3,381,854)	(1,513,681)	(2,975,216)	(40,231)	(78,253)	(39,090)	(71,909)	(55,107)	(88,433)	(45,390)	(69,417)
Commission and discounts/ price adjustment	(164,367)	(242,035)	(522)	(12,534)	(561,958)	(1,184,018)	(167,414)	(351,046)	(1,225,125)	(1,952,269)	(805,841)	(1,566,958)	(618,177)	(1,144,610)	(490,176)	(909,242)
	(1,857,310)	(3,528,314)	(1,415,550)	(2,866,285)	(2,203,819)	(4,565,872)	(1,681,095)	(3,326,262)	(1,265,356)	(2,030,522)	(844,931)	(1,637,867)	(673,284)	(1,233,043)	(535,566)	(998,659)
Net turnover	10,315,728	19,691,585	8,698,755	17,629,349	12,259,561	24,504,535	9,896,779	19,412,218	3,081,059	5,781,700	2,272,632	4,447,356	1,774,247	3,329,027	1,853,897	3,263,221
Cost of sales - note 17.1 & 18	(9,973,724)	(18,848,753)	(6,487,287)	(16,636,100)	(8,831,100)	(17,744,053)	(7,897,541)	(15,020,128)	(2,005,908)	(3,686,173)	(1,478,374)	(2,906,634)	(1,270,084)	(2,341,182)	(1,372,679)	(2,342,335)
Gross profit	342,004	842,832	211,468	993,249	3,428,461	6,760,482	1,999,238	4,392,090	1,075,151	2,095,527	794,258	1,540,722	504,163	987,845	481,218	920,886
Selling and distribution expenses	(65,991)	(116,501)	(124,225)	(316,699)	(727,765)	(1,300,195)	(283,757)	(546,020)	(455,132)	(916,694)	(396,486)	(795,078)	(219,625)	(424,386)	(218,314)	(419,955)
Administration and general expenses	(33,976)	(72,664)	(32,124)	(64,865)	(325,181)	(639,065)	(300,002)	(550,264)	(118,163)	(211,756)	(110,960)	(181,886)	(30,265)	(62,702)	(28,150)	(62,284)
Operating result	242,037	653,667	55,119	611,785	2,375,515	4,821,222	1,415,479	3,295,806	501,856	967,047	286,812	563,758	254,273	500,757	234,754	448,647

(Rupees in '000)

(Rupees in '000)

	Polyester		Soda Ash		Pharma		Animal Health	
	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
Segment assets	15,340,351	18,331,780	43,988,759	50,438,332	9,794,504	9,717,738	6,191,146	6,388,454
Segment liabilities	15,400,992	16,622,712	5,047,063	11,605,788	6,065,937	5,525,944	945,641	990,891

Unaudited											
Chemicals and Agri Sciences					Others					Group	
For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022

(Rupees in '000)

Turnover - note 17.1 & 17.2	4,585,276	8,732,911	3,024,350	5,732,168	453,015	1,028,733	316,255	915,747	38,023,651	73,294,257	30,347,253	59,575,734
Sales tax	(388,968)	(810,852)	(279,669)	(533,512)	(69,104)	(150,925)	(45,951)	(133,057)	(3,888,214)	(7,802,596)	(3,338,809)	(6,656,862)
Commission and discounts/ price adjustment	(501,959)	(915,166)	(257,846)	(497,685)	-	-	-	-	(3,071,586)	(5,438,118)	(1,721,799)	(3,336,465)
	(890,927)	(1,726,038)	(537,515)	(1,031,197)	(69,104)	(156,925)	(45,951)	(133,057)	(6,959,800)	(13,240,714)	(5,060,608)	(9,993,327)
Net turnover	3,694,349	7,006,873	2,486,835	4,700,971	383,911	871,808	270,304	782,690	31,063,851	60,053,543	25,286,645	49,582,407
Cost of sales - note 17.1 and 18	(2,540,626)	(4,886,994)	(1,903,749)	(3,592,660)	(358,994)	(813,145)	(250,219)	(721,310)	(24,536,661)	(47,186,314)	(21,196,962)	(40,564,569)
Gross profit	1,153,723	2,119,879	583,086	1,108,311	24,917	58,663	20,085	61,380	6,527,190	12,865,229	4,089,683	9,017,838
Selling and distribution expenses	(396,495)	(748,725)	(280,479)	(558,477)	-	-	-	-	(1,865,008)	(3,506,501)	(1,303,261)	(2,636,129)
Administration and general expenses	(152,512)	(235,293)	(91,119)	(173,252)	(91)	(1,865)	71	(243)	(660,188)	(1,223,375)	(562,224)	(1,022,674)
Operating result	604,716	1,135,861	211,488	376,582	24,826	56,798	20,156	61,137	4,001,994	8,135,353	2,224,198	5,359,035

(Rupees in '000)

	Chemicals and Agri Sciences		Others		Group	
	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
Segment assets	14,541,616	15,123,383	1,043,462	1,326,028	90,889,838	101,325,715
Intersegment eliminations					(12,802,529)	(22,084,538)
Unallocated assets					10,916,029	10,994,914
					89,013,338	90,236,091
Segment liabilities						
Intersegment eliminations	3,162,455	3,282,850	467,875	453,403	31,080,163	38,481,568
Unallocated liabilities					(12,802,529)	(22,084,538)
					24,788,814	29,884,825
					43,066,448	46,281,855

	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
	------(Unaudited)-----			
	------(Rupees in '000)-----			
17.1 Turnover and cost of sales				
Inter-segment sales and purchases have been eliminated from the total	445,004	1,131,985	192,557	653,398
17.2 Turnover includes export sales made to various countries amounting to:	3,428,859	6,237,961	1,139,763	2,500,856
18 COST OF SALES				
Opening stock of raw and packing materials	8,693,372	9,927,537	12,297,770	12,157,401
Purchases	15,933,117	26,732,584	13,042,554	26,177,349
	24,626,489	36,660,121	25,340,324	38,334,750
Closing stock of raw and packing materials	(9,251,103)	(9,251,103)	(12,862,323)	(12,862,323)
Raw and packing materials consumed	15,375,386	27,409,018	12,478,001	25,472,427
Manufacturing costs	7,282,096	14,655,579	7,100,585	13,893,216
	22,657,482	42,064,597	19,578,586	39,365,643
Opening stock of work-in-process	608,269	450,271	482,850	329,612
	23,265,751	42,514,868	20,061,436	39,695,255
Closing stock of work-in-process	(646,812)	(646,812)	(702,950)	(702,950)
Cost of goods manufactured	22,618,939	41,868,056	19,358,486	38,992,305
Opening stock of finished goods	7,833,908	8,407,429	6,377,226	4,276,468
Finished goods purchased	983,967	3,812,982	1,575,144	3,409,690
	31,436,814	54,088,467	27,310,856	46,678,463
Closing stock of finished goods	(6,900,153)	(6,900,153)	(6,113,894)	(6,113,894)
	24,536,661	47,188,314	21,196,962	40,564,569
19 OTHER INCOME				
This includes Rs. 1,324.801 million (December 31, 2022: Nil) on account of dividend income from investment in mutual funds.				
	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
	------(Unaudited)-----			
	------(Rupees in '000)-----			
20 TAXATION				
Current expense	1,467,932	2,789,217	613,869	1,246,126
Deferred (income) / expense	(113,809)	(198,556)	(64,542)	36,447
	1,354,123	2,590,661	549,327	1,282,573

	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
	------(Unaudited)-----			
	------(Rupees in '000)-----			
21 BASIC AND DILUTED EARNINGS PER SHARE				
Profit after taxation	2,502,686	5,040,503	1,334,486	3,274,414
	------(Number of shares)-----			
Weighted average number of ordinary shares outstanding during the period	92,359,050	92,359,050	92,359,050	92,359,050
Basic and diluted earnings per share (Rupees)				
- continuing operations	27.10	54.58	12.05	29.96
- discontinued operations	-	-	1.23	2.80
	<u>27.10</u>	<u>54.58</u>	<u>13.28</u>	<u>32.76</u>
		Note	For the 6 months ended December 31, 2023	For the 6 months ended December 31, 2022
22 CASH GENERATED FROM OPERATIONS			------(Rupees in '000)-----	
Profit before taxation			7,631,164	4,049,480
Adjustments for:				
Depreciation and amortisation			1,706,378	1,499,716
Gain on disposal of operating fixed assets			(5,696)	(6,425)
Provision for non-management staff gratuity and eligible retired employees' medical scheme			22,984	19,711
Provision for staff retirement benefit plan			22,413	20,748
Deferred income- Government grant			(88,925)	(95,554)
Share of profit of associate			78,885	-
Interest income			(285,587)	(6,598)
Interest expense			1,988,062	983,017
Allowance for expected credit loss			20,908	17,087
Provision for slow moving and obsolete stock-in-trade			63,134	59,771
Provision for slow moving and obsolete stores, spares and consumables			1,589	46
Provisions and accruals no longer required written back			(58)	(740)
			<u>11,155,251</u>	<u>6,540,259</u>
Movement in:				
Working capital		22.1	3,795,425	(4,356,568)
Long-term loans			(94,283)	(64,106)
Long-term deposits and prepayments			(4,218)	(1,511)
Cash generated from operations			<u>14,852,175</u>	<u>2,118,074</u>
22.1 Movement in working capital				
Decrease / (increase) in current assets				
Stores, spares and consumables			1,355,349	(132,455)
Stock-in-trade			1,924,035	(2,975,457)
Trade debts			(430,600)	(433,985)
Loans and advances			(511,940)	(47,970)
Trade deposits and short-term prepayments			(471,515)	(74,518)
Other receivables			917,310	(241,781)
			<u>2,782,639</u>	<u>(3,906,166)</u>
Increase / (decrease) in current liabilities				
Trade and other payables			1,012,786	(450,402)
			<u>3,795,425</u>	<u>(4,356,568)</u>

23 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the Holding company (Lucky Cement Limited) and related group companies, local associated company, directors of the Group, 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 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 December 31, 2023	For the six months period ended December 31, 2023	For the three months period ended December 31, 2022	For the six months period ended December 31, 2022
------(Rupees in '000)-----					
<i>Parent Company</i>	Dividend	1,676,334	1,676,334	-	761,970
	Sale of goods and materials	10,346	20,367	10,693	18,545
	Purchase of goods, materials and services	10,197	20,060	9,877	25,768
<i>Associated Companies</i>	Royalty	-	-	179,283	372,412
	Purchase of goods, materials and services	89,147	177,522	2,984,749	3,176,763
	Sale of goods and materials	2,903,979	4,075,559	957,200	2,299,625
	Donations paid	9,752	15,246	4,622	36,609
	Reimbursement of expenses	8,700	16,504	-	-
	Dividend	808,905	808,905	-	367,684
<i>Others</i>	Staff retirement benefits	117,429	222,643	106,100	200,995
<i>Key management personnel</i>	Remuneration paid	111,484	408,802	109,676	388,991
	Post employment benefits	12,668	25,605	12,528	24,022
	Director's meeting fee	675	1,894	1,556	2,531
	Dividend	24,243	24,243	-	35,512

24 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, 2023.

25 FAIR VALUE OF FINANCIAL INSTRUMENTS

25.1 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.

25.2 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 December 31, 2023 (Unaudited)			
	Level 1	Level 2	Level 3	Total

------(Rupees in '000)-----

Financial assets - fair value through profit or loss:

- Short-term investments (units of mutual funds)

-	13,838,968	-	13,838,968
-	13,838,968	-	13,838,968

Assets	As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total

------(Rupees in '000)-----

Financial assets - fair value through profit or loss:

- Short-term investments (units of mutual funds)

-	12,674,655	-	12,674,655
-	12,674,655	-	12,674,655

26 DATE OF AUTHORISATION

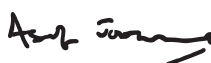
These consolidated condensed interim financial information was authorised for issue in the Board of Directors meeting held on January 24, 2024.

27 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

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