



LUCKY CORE INDUSTRIES

Report for the Six Months Ended
December 31, 2024

Shaping Tomorrow



Contents

Company Information	02
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Unconsolidated Condensed Interim Financial Information

Review of the Directors Unconsolidated (English/اردو)	03
Auditors' Report to Members on Review of Interim Financial Information	19
Statement of Financial Position	20
Statement of Profit or Loss	21
Statement of Comprehensive Income	22
Statement of Changes in Equity	23
Statement of Cash Flows	24
Notes to and Forming Part of the Financial Statements	25

Consolidated Condensed Interim Financial Information

Review of the Directors Consolidated (English/اردو)	39
Statement of Financial Position	41
Statement of Profit or Loss	42
Statement of Comprehensive Income	43
Statement of Changes in Equity	44
Statement of Cash Flows	45
Notes to and Forming Part of the Financial Statements	46

Company Information

Board of Directors

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

Audit Committee

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

HR & Remuneration (HR&R) Committee

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

Banking Committee

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

Executive Management Team (EMT)

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

*Alphabetised as per the last name

Chief Financial Officer

Atif Aboobukar

Company Secretary

Laila Bhatia Bawany

Head of Internal Audit

Khalid Munif Khan

Bankers

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

Registered Office

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

Share Registrar

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

External Auditors

A.F. Ferguson & Co.
 Chartered Accountants

Legal Advisor

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

Review of the Directors (Unconsolidated)

for the six months ended December 31, 2024

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, 2024.

Net Turnover for the quarter at PKR 31,535 million is 1% higher compared to the same period last year (SPLY). Net Turnover of the Pharmaceuticals and Polyester Businesses increased by 104% and 6% respectively as compared to the SPLY, whereas the Soda Ash, Animal Health and Chemical & Agri Business witnessed a decline of 25%, 12% and 2% respectively as compared to the SPLY.

The Operating Result for the quarter at PKR 5,135 million is 29% higher than the SPLY. The Pharmaceuticals, Polyester and Animal Health Businesses delivered higher Operating Results by 216%, 214% and 1% respectively as compared to the SPLY, whereas due to the slowdown in domestic market, the Soda Ash and Chemicals & Agri Businesses posted a decline in Operating Results by 16% and 10% respectively as compared to the SPLY.

Net Turnover for the six month period under review at PKR 62,272 million is 3% higher compared to the SPLY. Net Turnover of the Pharmaceuticals and Polyester Businesses increased by 80% and 13% respectively as compared to the SPLY, whereas the Soda Ash, Animal Health and Chemicals & Agri Business witnessed a decline of 17%, 14% and 6% respectively as compared to the SPLY.

The Operating Result for the six month period under review at PKR 9,340 million is 16% higher than the SPLY. The Pharmaceuticals and Polyester Businesses delivered higher Operating Results by 147% and 89% respectively as compared to the SPLY, whereas the Soda Ash, Animal Health and Chemicals & Agri Businesses posted a decline in Operating Results by 11%, 5%, and 15% respectively as compared to the SPLY.

Growth in the Pharmaceutical Business performance was supported by the seamless integration of the asset acquisition from Pfizer Pakistan Limited and other relevant Pfizer group entities, marking a significant milestone for the Company. The base business performance was driven by recovery in margins benefiting from an improvement and stability in the value of the Pak Rupee, inflation related price adjustments of non-essential medicines, improvement in sales mix, and continued focus on operational efficiencies.

The Polyester Business delivered strong results driven by an increase in domestic volumes, as rising global freight costs made imported PSF more expensive. The Soda Ash Business continued to be impacted by weak demand in the construction and other segments. Additionally, export sales suffered from price and freight rate pressures making export sales economically unviable. The Chemicals & Agri Sciences and Animal Health Businesses faced challenges on the demand front due to a continuous decline in consumer purchasing power.

During the period under review, the Company completed an asset acquisition with Pfizer Pakistan Limited and other relevant Pfizer group entities on September 6, 2024 (Please refer to note 5 of the Financial Statements for the six month ended December 31, 2024). The transaction entailed the sale and purchase of a manufacturing facility, selected pharmaceutical products, and associated trademarks (either through an outright assignment of trademarks or a perpetual license to use the relevant trademarks from relevant Pfizer group entities).

Profit After Tax (PAT) for the six month period under review at PKR 6,218 million is 23% higher than the SPLY primarily on account of higher Operating Results and lower finance cost attributable to a 900 basis points reduction in policy rate compared to the SPLY.

Earnings Per Share (EPS) for the six month period under review at PKR 67.33 is 23% higher than the SPLY.

PKR million	Six Months Ended December, 2024	Six Months Ended December, 2023	Increase/ (Decrease) %
Net Turnover	62,272	60,222	3%
Gross Profit	14,198	12,807	11%
Operating Result	9,340	8,079	16%
Profit Before Taxation	9,938	7,652	30%
Profit After Taxation	6,218	5,040	23%
Earnings Per Share (PKR)	67.33	54.57	23%

Net Turnover (PKR m)



Profit Before Tax (PKR m)



Profit After Tax (PKR m)



Earnings Per Share (PKR)



Polyester Staple Fibre Business (PSF)

Net Turnover (PKR m)



Operating Result (PKR m)



During the half-year under review, global commodity markets continued to face challenges due to slower-than-expected demand recovery in both China and the US. In China, demand remained subdued as households sustained reduced spending, reflecting ongoing cost-cutting measures.

During the period under review, the average crude oil price declined by 10% compared to the SPLY. Consequently, the PX and PTA markets experienced declines of 15% and 13%, respectively. Conversely, the MEG market demonstrated resilience amid declining inventories, achieving an average price increase of 15% compared to the SPLY.

On the cotton front, improved availability kept international cotton prices in check, declining 16% compared to the SPLY. However, domestic cotton prices increased 1% compared to the SPLY mainly due to the shortage of good quality cotton in the market.

During the six months under review, the Net Turnover of the business increased by 13% compared to the SPLY, primarily due to increased sales volume. Operating result, at PKR 1,237 million, increased by 89% compared to the SPLY.

Despite rising energy costs, driven primarily by high reliance on imported RLNG, the business was able to improve its operating profit. This performance was primarily driven by increased sales of specialized fibre variants, including CICLO, Reprieve and Anti-microbial fibre. The sustainable PSF variants are in line with

both the Company's commitment to sustainability and demand from global brands for greener products. Additionally, performance was impacted by high global freight rates allowing better local margins compared to imports, a focus on cost management, and an improvement in volumes compared to the SPLY.

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

Looking ahead, crude oil prices are anticipated to remain under pressure, primarily due to rising global supplies. Similarly, the PX and PTA markets are likely to encounter challenges in 2025 as supply levels continue to rise. Increased production capacities in key regions, coupled with stagnant downstream demand may weigh on market prices. Moreover, China's stimulus package in 2025 is expected to boost domestic consumption and production in China. This may exacerbate existing trade tensions, especially with the United States, where a change in leadership could bring new trade policies and tariffs. These developments may disrupt trade flows, potentially leading to a trade imbalance.

Soda Ash Business

Net Turnover (PKR m)



The global soda ash market remained subdued, mainly due to weakened demand and oversupply conditions, particularly in China. Producers in China responded to high inventory levels by lowering operating rates, yet the market remained well-supplied due to stagnant demand from key sectors amid a slowdown in construction activity.

During the six month period under review, the Soda Ash Business delivered a Net Turnover of PKR 20,221 million and Operating Result of PKR 4,269 million, which are 17% and 11% lower than the SPLY respectively.

During the period under review, the domestic soda ash market remained under stress. Domestic sales declined by 11% compared to the SPLY, owing to a slowdown in downstream demand amid reduced purchasing power. Export sales were 36% lower than the SPLY as declining commodity prices resulted in reduced margins and export volumes. Imports particularly from Turkey at dumped prices, further impacted domestic manufacturers sales. The Company continues to make appropriate representations for corrective measures by the National Tariff Commission and Ministry

Operating Result (PKR m)



of Commerce failing which there is likely to be irreparable damage to the local manufacturers.

Furthermore, on the exports front, rising Soda Ash inventory levels in China, along with reduced demand, have led Chinese suppliers to offer significantly lower prices. Consequently, many exporters of synthetic soda ash have adjusted their pricing to maintain market competitiveness. However, prices from China are expected to remain under pressure despite Chinese government plans to stimulate the domestic economy through policy interventions. The extent of price recovery will largely depend on the overall global demand, which is expected to remain sluggish.

On the domestic front, the overall economic landscape remained challenging, with the domestic market continuing to operate below capacity due to subdued demand and persistent macroeconomic pressures. Additionally, the IMF's USD 7 billion Extended Fund Facility (EFF) agreement, while necessary to stabilise the fiscal position, has introduced stringent austerity measures, further straining consumers' already weakened purchasing power.

Pharmaceuticals Business

Net Turnover (PKR m)



Operating Result (PKR m)



The Net turnover of the Pharmaceutical Business at PKR 10,429 million for the six months under review is 80% higher compared to the SPLY, and the Operating Result at PKR 2,392 million, is 147% higher than SPLY. During the six months under review, a major achievement for the Pharmaceutical Business was the seamless integration of the portfolio acquired from Pfizer entities, marking a significant milestone for growth. This acquisition has enriched the existing product portfolio, expanded the business's market reach, and will continue to drive sustained growth through increased operational synergies and improved access to products in key therapeutic areas. Furthermore, price adjustments for non-essential medicines have allowed market dynamics to drive pricing, providing manufacturers greater flexibility to manage rising costs. The sector, however, continues to encounter challenges, particularly with respect to the economic sustainability of many essential life-saving drugs due to rising costs and inadequate price adjustments.

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

Looking ahead, the Pharmaceutical Business is well-positioned to sustain its growth momentum, leveraging its strong market presence and a forward-looking approach. However, there remains an urgent need for a more sustainable regulatory framework for essential medicines. The imposition of higher taxes on exports and duties on essential raw materials has increased cost pressures. A more balanced regulatory approach is crucial to ensure the continued supply and affordability of these essential medicines.

Animal Health Business

Net Turnover (PKR m)



The Net Turnover of the Animal Health Business at PKR 2,879 million for the half year under review is 14% lower compared to the SPLY and the Operating Result at PKR 478 million is 5% lower compared to the SPLY.

The Animal Health industry in Pakistan is adapting to an evolving business environment, marked by escalating farm management costs due to the imposition of sales tax on feed, rising maize prices, higher costs for day-old chicks, and increased energy costs limiting the farmer's ability to invest in essential animal feed and medicines.

The poultry sector has struggled to meet the winter demand due to a shortage of broiler breeders, despite recent breeder placements. However, the Federal Government's removal of a two-year ban on GMO soybean imports has improved protein feed availability and farm economics. Moreover, the onset of cold weather has increased the risk of infections, which may lead to an increase in the demand for flu vaccinations.

Operating Result (PKR m)



The sales tax on feed items continues to impact the livestock feed market, benefiting unregistered vendors. Frozen meat exports to GCC countries have spurred a shift to feedlot fattening, increasing demand for calves. The peak breeding season has boosted demand for bovine genetics, with farmers adopting artificial insemination to enhance herd quality, supporting long-term livestock growth for local and export markets.

Despite a 25% decline in poultry and a 20% drop in livestock markets compared to the SPLY, the business demonstrated resilience through product optimisation, efficiency gains, and cost control. Looking ahead, cold weather and the post-calving season are expected to drive demand for antibiotics, restoratives, and health-supporting products.

The business continues to prioritise sustainable growth through portfolio rationalisation, margin optimisation, and the establishment of a new greenfield medicine manufacturing facility, which is underway to expand its locally manufactured medicine portfolio.

Chemicals & Agri Sciences Business

Net Turnover (PKR m)



Operating Result (PKR m)



The Net Turnover and Operating Result for the six-month period under review at PKR 6,616 million and PKR 964 million, are lower by 6% and 15% compared to the SPLY, respectively.

During the half year under review, the Chemicals and Masterbatches segments experienced improved demand compared to the SPLY, recording volumetric growth of 14% and 18% respectively. However, margins were impacted due to eased import restrictions, intensified competition, PKR appreciation, pressure on commodity prices and declining consumer purchasing power.

The Agri Sciences Business faced challenges during the half year owing to temperature volatility affecting crops, continuous rains, market liquidity constraints, a shift in farmers cropping preference,

and the financial strain on farmers mainly after the decline in the support price of last year's wheat production. With the expectation of low produce prices and high input costs, farmers are reluctant to spend their limited resources on high-cost solutions, mainly pesticides, which placed the Agri Sciences Business under strain. Although the provincial government has taken some steps to improve liquidity amongst farmers in the form of access to subsidised loans, its impact will be seen from the Kharif season.

While government measures to stabilise the economy are gradually showing results, improvements in the overall business environment and demand may take time. In the short term, the business will face ongoing challenges in demand and profitability. However, the focus will remain on operational excellence and cost optimisation to mitigate these impacts.

Future Outlook

According to the International Monetary Fund (IMF), the global economic growth is projected at 3.2% in 2025, reflecting a resilient outlook despite challenges such as supply chain disruptions from the Middle Eastern conflicts, the continuing impact of Russia's war on Ukraine, global energy and food crises, and persistent inflationary pressures. Policy rates are now on a downward trajectory, with headline inflation expected to decline from an average of 5.9% in 2024 to 4.5% in 2025.

Recent US interest rate cuts, stabilising economic activity in China, fluctuating commodity prices, and ongoing geopolitical tensions will remain key influences. While uncertainties persist, the outlook for fiscal year 2025 is cautiously optimistic, supported by lower inflation, accommodative monetary policies, and resilient global economic performance.

The UN's World Economic Situation and Prospects report for 2025 presents a mixed economic outlook for Pakistan, projecting a modest GDP growth of 3.4% amid persistent challenges such as inflationary pressures, currency volatility, and elevated sovereign debt levels. According to the IMF, Pakistan's economic outlook for FY 2024-25 indicates signs of recovery, with a projected growth rate of 3.2% and an average inflation rate of 9.5%. The reforms under the USD 7 billion Extended Fund Facility (EFF) remain critical to this recovery. While the agreement has created fiscal space, structural reforms are essential for sustainable growth, including broadening the tax base, privatising loss-making state enterprises, and addressing energy sector inefficiencies. Recent rate cuts, driven by improved inflation figures, provide some relief; however, restoring consumer confidence and achieving robust economic stability will take time.

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

Composition of the Board

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

The current composition of the Board is as follows:

Total number of Directors:

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

Composition:

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



Muhammad Sohail Tabba
Chairman

Date: January 27, 2025
Karachi



Asif Jooma
Chief Executive

مستقبل کا منظر نامہ

موجودہ چیلنجز کے باوجود کمپنی اپنی مضبوط بیلنس شیٹ اور متنوع پورٹ فولیو کی وجہ سے مستقبل کی غیر یقینی صورتحال سے نمٹنے کے لیے اچھی طرح سے تیار ہے جو پاکستان کی بنیادی معیشت سے مطابقت رکھتا ہے۔ کمپنی نامیاتی اور غیر نامیاتی توسیع دونوں کے لئے سرمائے کی تقسیم کو بہتر بناتے ہوئے اسٹریٹجک ترقی کے اقدامات کو جاری رکھے ہوئے ہے۔ کمپنی خطرات کو کم کرنے کے لئے فعال حکمت عملی کا جائزہ لینے اور تیار کرنے کے لئے باقاعدگی سے اسٹریٹجک جائزے کرتی ہے۔ مستقبل کو دیکھتے ہوئے، یہ آمدنی کے نئے ذرائع کی نشاندہی کرنے، آپریٹنگ اخراجات کو بہتر بنانے، اور پیکڈ اور پائیدار مستقبل کو یقینی بنانے کے لئے شیئر ہولڈرز کے منافع کو زیادہ سے زیادہ کرنے پر توجہ مرکوز کرنا جاری رکھے گا۔

بورڈ کی تشکیل

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

بورڈ کی موجودہ تشکیل درج ذیل ہے

ڈائریکٹرز کی کل تعداد

(الف) مرد 7

(ب) خواتین 1

ساخت

(i) آزاد ڈائریکٹرز 3

(ii) نان ایگزیکٹو ڈائریکٹرز 4

(iii) ایگزیکٹو ڈائریکٹرز 3

بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) کے مطابق، 2025 میں عالمی اقتصادی ترقی کا تخمینہ 3.2 فیصد لگایا گیا ہے، جو مشرق وسطیٰ کے تنازعات سے سپلائی چین میں خلل، یوکرین پر روس کی جنگ کے مسلسل اثرات، توانائی اور خوراک کے بحران، اور مسلسل افراط زر کے دباؤ جیسے چیلنجوں کے باوجود پیکڈ اور نقطہ نظر کی عکاسی کرتا ہے۔ پالیسی ریٹ سست روی کا شکار ہیں اور توقع ہے کہ افراط زر کی شرح 2024 میں اوسطاً 5.9 فیصد سے کم ہو کر 2025 میں 4.5 فیصد ہو جائے گی۔

امریکی شرح سود میں حالیہ کٹوتی، چین میں معاشی سرگرمیوں میں استحکام، اجناس کی قیمتوں میں اتار چڑھاؤ اور جاری جغرافیائی سیاسی تناؤ اہم اثرات رہیں گے۔ اگرچہ غیر یقینی صورتحال برقرار ہے، لیکن مالی سال 2025 کے لئے نقطہ نظر محتاط طور پر پر امید ہے، جس میں کم افراط زر، نرم مانیٹری پالیسیوں اور پیکڈ اور عالمی معاشی کارکردگی کی حمایت حاصل ہے۔ اقوام متحدہ کی 2025ء کی عالمی اقتصادی صورتحال اور امکانات کی رپورٹ میں پاکستان کے لیے مخلوط معاشی نقطہ نظر پیش کیا گیا ہے، جس میں افراط زر کے دباؤ، کرنسی کے اتار چڑھاؤ اور خود مختار قرضوں کی بلند سطح جیسے مستقل چیلنجوں کے درمیان 3.4 فیصد کی معمولی جی ڈی پی نمو کی پیش گوئی کی گئی ہے۔ آئی ایم ایف کے مطابق مالی سال 2024-25 کے لیے پاکستان کا معاشی منظر نامہ بحالی کے اشارے دیتا ہے جس میں شرح نمو 3.2 فیصد اور اوسط افراط زر کی شرح 9.5 فیصد ہے۔ 7 ارب ڈالر کی توسیعی فنڈ سہولت (ای ایف ایف) کے تحت اصلاحات اس بحالی کے لئے اہم ہیں۔ اگرچہ معاہدے نے مالی گنجائش پیدا کی ہے، لیکن پائیدار ترقی کے لئے ڈھانچے جاتی اصلاحات ضروری ہیں، جن میں ٹیکس بیس کو وسیع کرنا، خسارے میں چلنے والے سرکاری اداروں کی نجکاری اور توانائی کے شعبے کی نالیوں کو دور کرنا شامل ہے۔ افراط زر کے بہتر اعداد و شمار کی وجہ سے شرح سود میں حالیہ کٹوتی سے کچھ راحت ملی ہے۔ تاہم، صارفین کے اعتماد کو بحال کرنے اور مضبوط معاشی استحکام حاصل کرنے میں وقت لگے گا۔



محمد سہیل ثناء
چیئر مین

تاریخ: 27 جنوری، 2025
کراچی



آصف جمعہ
چیف ایگزیکٹو

کیمیکلز اینڈ ایگری سائنسز بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



زیر جائزہ 6 ماہ کی مدت کے لیے خالص مجموعی فروخت اور آپریٹنگ نتائج 6,616 ملین روپے اور 964 ملین روپے رہے جو SPLY کے مقابلے میں بالترتیب 6 فیصد اور 15 فیصد کم ہیں۔

جائزہ کے تحت ششماہی کے دوران کیمیکلز اور ماسٹر بیچرز کے شعبوں میں SPLY کے مقابلے میں بہتر طلب کا سامنا کرنا پڑا، جس میں بالترتیب 14 فیصد اور 18 فیصد کی حجم میں اضافہ ریکارڈ کیا گیا۔ تاہم درآمدی پابندیوں میں نرمی، سخت مسابقت، روپے کی قدر میں اضافے، اجناس کی قیمتوں پر دباؤ اور صارفین کی قوت خرید میں کمی کی وجہ سے مارجن متاثر ہوا۔

زرعی سائنسز کے کاروبار کو نصف سال کے دوران فصلوں کو متاثر کرنے والے درجہ حرارت کے اتار چڑھاؤ، مسلسل بارشوں، مارکیٹ میں لیکویڈیٹی کی رکاوٹوں، کسانوں کی

فصلوں کی ترجیحات میں تبدیلی اور بنیادی طور پر گزشتہ سال گندم کی پیداوار کی امدادی قیمت میں کمی کے بعد کسانوں پر مالی دباؤ کی وجہ سے چیلنجز کا سامنا کرنا پڑا۔ پیداوار کی کم قیمتوں اور زیادہ ان پیٹ لاگت کی توقع کے ساتھ، کسان اپنے محدود وسائل کو زیادہ لاگت والے حل، خاص طور پر حشرہ کش دواؤں پر خرچ کرنے سے بچکچا رہے ہیں، جس نے ایگری سائنسز کے کاروبار کو دباؤ میں ڈال دیا ہے۔ اگرچہ صوبائی حکومت نے سبسڈی والے قرضوں تک رسائی کی شکل میں کاشتکاروں میں لیکویڈیٹی کو بہتر بنانے کے لئے کچھ اقدامات کیے ہیں، لیکن اس کے اثرات خریف سیزن سے نظر آئیں گے۔

اگرچہ معیشت کے استحکام کے لئے حکومتی اقدامات آہستہ آہستہ نتائج دکھا رہے ہیں، مجموعی کاروباری ماحول اور طلب میں بہتری میں وقت لگ سکتا ہے۔ قلیل مدت میں، کاروبار کو طلب اور منافع میں جاری چیلنجز کا سامنا کرنا پڑے گا۔ تاہم، ان اثرات کو کم کرنے کے لئے آپریٹنگ بہترین کارکردگی اور لاگت کو بہتر بنانے پر توجہ مرکوز رہے گی۔

انیمیل ہیلتھ بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



وجہ سے لائیوسٹاک فیڈ مارکیٹ متاثر ہو رہی ہے جس سے غیر رجسٹرڈ کانداروں کو فائدہ ہو رہا ہے۔ جی سی سی ممالک کو منجمد گوشت کی برآمدات نے فیڈ لوٹ موٹاپے کی طرف منتقلی کو فروغ دیا ہے، جس سے ٹیچٹروں کی مانگ میں اضافہ ہوا ہے۔ افزائش نسل کے عروج کے موسم نے گائے کی جینیات کی مانگ میں اضافہ کیا ہے، کسانوں نے مویشیوں کے معیار کو بڑھانے کے لئے مصنوعی حمل کو اپنایا ہے، جس سے مقامی اور برآمدی منڈیوں کے لئے طویل مدتی مویشیوں کی ترقی میں مدد ملتی ہے۔ ایس پی ایل وائی کے مقابلے میں پولٹری میں 25 فیصد کمی اور مویشی منڈیوں میں 20 فیصد کمی کے باوجود، کاروبار نے مصنوعات کو بہتر بنانے، کارکردگی میں اضافے اور لاگت کنٹرول کے ذریعے چیک کا مظاہرہ کیا۔ مستقبل کو دیکھتے ہوئے، سرد موسم اور کیلون کے بعد کے موسم میں اینٹی بائیوٹکس، بحالی اور صحت کو سہارا دینے والی مصنوعات کی مانگ میں اضافہ ہونے کی توقع ہے۔

کاروبار پورٹ فولیو ریشٹلائزیشن، مارجن آپٹمائزیشن اور ایک نئی گرین فیلڈ میڈیسن مینوفیکچرنگ سہولت کے قیام کے ذریعے پائیدار ترقی کو ترجیح دیتا ہے، جو مقامی طور پر تیار کردہ ادویات کے پورٹ فولیو کو وسعت دینے کے لئے جاری ہے۔

گزشتہ ششماہی کے دوران انیمیل ہیلتھ بزنس کا خالص مجموعی فروخت 2,879 ملین روپے رہی جو SPLY کے مقابلے میں 14 فیصد کم ہے اور 478 ملین روپے کا آپریٹنگ نتیجہ SPLY کے مقابلے میں 5 فیصد کم ہے۔

پاکستان میں جانوروں کی صحت کی صنعت ایک بدلتے ہوئے کاروباری ماحول کے مطابق ڈھل رہی ہے، جس کی وجہ فیڈ پریسیلر ٹیکس کے نفاذ، ملکی کی بڑھتی ہوئی قیمتوں، دن بھر کے چوزوں کے لئے زیادہ لاگت، اور توانائی کے بڑھتے ہوئے اخراجات کی وجہ سے کسان کی ضروری جانوروں کے چارے اور ادویات میں سرمایہ کاری کرنے کی صلاحیت کو محدود کرنا ہے۔

پولٹری کا شعبہ حالیہ بریڈر کی تعیناتی کے باوجود براکٹر بریڈرز کی کمی کی وجہ سے موسم سرما کی طلب کو پورا کرنے کے لئے جدوجہد کر رہا ہے۔ تاہم وفاقی حکومت کی جانب سے جی ایم او سویا بین کی درآمدات پر دو سال کی پابندی ختم کرنے سے پروٹین فیڈ کی دستیابی اور زرعی معاشیات میں بہتری آئی ہے۔ اس کے علاوہ، سرد موسم کے آغاز نے انفیکشن کے خطرے کو بڑھا دیا ہے، جس سے فلوویکسین کی مانگ میں اضافہ ہو سکتا ہے۔ فیڈ آئٹمز پر سیلز ٹیکس کی

فارماسیو ٹیکلز بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



چیلنجز کے باوجود، ایل سی آئی کے فارماسیو ٹیکلز بزنس نے مارکیٹ کی نامکمل ضروریات کو پورا کرنے، مینوفیکچرنگ کی کارکردگی کو بڑھانے اور ورکنگ کیسٹبل کو بہتر بنانے کے لئے نئی مصنوعات لانچ کر کے لاگت میں اضافے کو کم کیا ہے۔

مستقبل کو دیکھتے ہوئے، فارماسیو ٹیکلز بزنس اپنی ترقی کی رفتار کو برقرار رکھنے کے لیے اچھی طرح سے پوزیشن میں ہے، اپنی مضبوط مارکیٹ موجودگی اور ایک دور رس نقطہ نظر سے فائدہ اٹھاتا ہے۔ تاہم، ضروری ادویات کے لئے زیادہ پائیدار ریگولیٹری فریم ورک کی فوری ضرورت ہے۔ برآمدات پر زیادہ ٹیکس اور ضروری خام مال پر ڈیوٹیوں کے نفاذ نے لاگت کے دباؤ میں اضافہ کیا ہے۔ ان ضروری ادویات کی مسلسل فراہمی اور استطاعت کو یقینی بنانے کے لئے ایک زیادہ متوازن ریگولیٹری نقطہ نظر ضروری ہے۔

چھ ماہ کے دوران فارماسیو ٹیکلز بزنس کا خالص مجموعی فروخت 10,429 ملین روپے رہی جو SPLY کے مقابلے میں 80 فیصد زیادہ ہے اور 2,392 ملین روپے کا آپریٹنگ نتیجہ SPLY کے مقابلے میں 147 فیصد زیادہ ہے۔ زیر جائزہ چھ ماہ کے دوران فارماسیو ٹیکلز بزنس کے لئے ایک بڑی کامیابی فائزر اداروں سے حاصل کردہ پورٹ فولیو کا بلا تعطل انضمام تھا، جو ترقی کے لئے ایک اہم سنگ میل کی حیثیت رکھتا ہے۔ اس حصول نے موجودہ پروڈکٹ پورٹ فولیو کو مالا مال کیا ہے، کاروبار کی مارکیٹ تک رسائی میں توسیع کی ہے، اور اہم طبی شعبوں میں مصنوعات تک بہتر رسائی اور آپریشنل ہم آہنگی میں اضافے کے ذریعے پائیدار ترقی کو جاری رکھے گا۔ مزید برآں، غیر ضروری ادویات کی قیمتوں کی ایڈجسٹمنٹ نے مارکیٹ کی حرکیات کو قیمتوں کو بڑھانے کی اجازت دی ہے، جس سے مینوفیکچررز کو بڑھتی ہوئی لاگت کا انتظام کرنے کے لئے زیادہ پیک فراہم ہوئی ہے۔ تاہم اس شعبے کو، خاص طور پر بڑھتی ہوئی لاگت اور ناکافی قیمت ایڈجسٹمنٹ کی وجہ سے زندگی بچانے والی بہت سی ضروری ادویات کی معاشی پائیداری کے حوالے سے چیلنجز کا سامنا ہے۔

سوڈا ایش بزنس

خالص مجموعی فروخت (ملین پاکستانی روپے)

دسمبر 2023 24,505

دسمبر 2024 20,221

آپریٹنگ نتیجہ (ملین پاکستانی روپے)

دسمبر 2023 4,821

دسمبر 2024 4,269

عالمی سوڈا ایش مارکیٹ میں مندی رہی، جس کی بنیادی وجہ خاص طور پر چین میں کمزور طلب اور ضرورت سے زیادہ رسد کی صورت حال ہے۔ چین میں پروڈیوسرز نے آپریٹنگ ریٹس کو کم کر کے انویسٹری کی اعلیٰ سطح کا جواب دیا، لیکن تعمیراتی سرگرمیوں میں سست روی کے درمیان اہم شعبوں کی جانب سے جمود کی طلب کی وجہ سے مارکیٹ اچھی طرح سے فراہم کی گئی۔

چھ ماہ کے دوران سوڈا ایش بزنس نے 20,221 ملین روپے کا خالص کاروبار اور 4,269 ملین روپے کا آپریٹنگ رزلٹ فراہم کیا جو SPLY کے مقابلے میں بالترتیب 17 فیصد اور 11 فیصد کم ہے۔

زیر غور مدت کے دوران، گھریلو سوڈا ایش مارکیٹ دباؤ میں رہی۔ SPLY کے مقابلے میں گھریلو فروخت میں 11 فیصد کمی واقع ہوئی، جس کی وجہ قوت خرید میں کمی کے ساتھ ڈاؤن اسٹریم طلب میں سست روی ہے۔ برآمدی فروخت SPLY کے مقابلے میں 36 فیصد کم رہی کیونکہ اجناس کی قیمتوں میں کمی کے نتیجے میں مارجن اور برآمدی حجم میں کمی واقع ہوئی۔ خاص طور پر ترکی سے ڈمپ شدہ قیمتوں پر درآمدات نے گھریلو مینوفیکچررز کی فروخت کو مزید متاثر کیا۔ کمپنی نیشنل ٹیرف کمیشن اور وزارت تجارت کی جانب سے اصلاحی اقدامات کے لیے مناسب نمائندگی جاری رکھے ہوئے ہے جس میں ناکامی سے مقامی مینوفیکچررز کو ناقابل تلافی نقصان پہنچنے کا امکان ہے۔

مزید برآں، برآمدات کے محاذ پر، چین میں سوڈا ایش انویسٹری کی بڑھتی ہوئی سطح، اور کم طلب نے چینی سپلائرز کو نمایاں طور پر کم قیمتوں کی پیش کش کرنے پر مجبور کیا ہے۔ نتیجہ، مصنوعی سوڈا ایش کے بہت سے برآمد کنندگان نے مارکیٹ مسابقت کو برقرار رکھنے کے لیے اپنی قیمتوں کو ایڈجسٹ کیا ہے۔ تاہم چینی حکومت کی جانب سے پالیسی مداخلت کے ذریعے ملکی معیشت کو متحرک کرنے کے منصوبوں کے باوجود چین کی جانب سے قیمتیں دباؤ میں رہنے کی توقع ہے۔ قیمتوں کی بحالی کی حد بڑی حد تک مجموعی عالمی طلب پر منحصر ہوگی، جس کے سست رہنے کی توقع ہے۔

گھریلو محاذ پر مجموعی طور پر معاشی منظر نامہ چیلنجنگ رہا اور گھریلو مارکیٹ کم طلب اور مسلسل میکرو اکنامک دباؤ کی وجہ سے صلاحیت سے کم کام کر رہی ہے۔ مزید برآں، آئی ایم ایف کے 7 ارب ڈالر کے توسیعی فنڈ سہولت (ای ایف ایف) معاہدے، اگرچہ مالی پوزیشن کو مستحکم کرنے کے لیے ضروری ہے، نے کفایت شعاری کے سخت اقدامات متعارف کرائے ہیں، جس سے صارفین کی پہلے سے کمزور قوت خرید کو مزید تقویت ملی ہے۔

پولیسٹر اسٹیل فائبر بزنس (PSF)

خالص مجموعی فروخت (ملین پاکستانی روپے)



آپریٹنگ نتیجہ (ملین پاکستانی روپے)



عالمی سطح پر مال برداری کے بلند نرخوں کی وجہ سے کارکردگی پر اثر پڑا، جس سے درآمدات کے مقابلے میں بہتر مقامی مارجن کی گنجائش پیدا ہوئی، کاسٹ مینجمنٹ پر توجہ مرکوز کرنے اور SPLY کے مقابلے میں حجم میں بہتری لانے میں مدد ملی۔

امریکی ڈالر کے مقابلے میں روپے کی قدر میں اضافے کے باوجود سمندری مال برداری کے نرخوں میں SPLY کے مقابلے میں دگنے سے زائد اضافہ ہوا، جس کے نتیجے میں مقامی پی ایس ایف انڈسٹری کے لیے درآمدی خام مال کی قیمتوں میں اضافہ ہوا۔ ایکسپورٹ فیسیلیٹیشن اسکیموں (ای ایف ایس) کے ذریعے مقامی مارکیٹ میں پی ایس ایف کی درآمدات میں اضافہ دیکھا گیا۔ ای ایف ایس اپنی موجودہ شکل میں مختلف صنعتوں میں غلط استعمال کے باعث مقامی مینوفیکچررز کو نقصان پہنچانے کا ذمہ دار ہے، جس کا فوری جائزہ لینے کی ضرورت ہے۔ پی ایس ایف کی درآمد نے مقامی پی ایس ایف مینوفیکچررز کے لئے دستیاب مارکیٹ کو منفی طور پر متاثر کیا ہے۔

مستقبل کو دیکھتے ہوئے، خام تیل کی قیمتوں کے دباؤ میں رہنے کی توقع ہے، جس کی بنیادی وجہ بڑھتی ہوئی عالمی رسد ہے۔ اسی طرح PX اور PTA مارکیٹوں کو 2025 میں چینلجز کا سامنا کرنا پڑ سکتا ہے کیونکہ سپلائی کی سطح میں مسلسل اضافہ ہو رہا ہے۔ اہم خطوں میں پیداواری صلاحیت میں اضافے کے ساتھ ساتھ نئی سطح پر طلب میں جمود مارکیٹ کی قیمتوں پر اثر انداز ہو سکتا ہے۔ مزید برآں، 2025 میں چین کے Stimulus پیکج سے چین میں گھریلو کھپت اور پیداوار میں اضافہ متوقع ہے۔ اس سے موجودہ تجارتی تناؤ میں اضافہ ہو سکتا ہے، خاص طور پر امریکا کے ساتھ، جہاں قیادت میں تبدیلی نئی تجارتی پالیسیاں اور محصولات لاسکتی ہے۔ یہ پیش رفت تجارتی بہاؤ میں خلل ڈال سکتی ہے، جو ممکنہ طور پر تجارتی عدم توازن کی طرف لے جاسکتا ہے۔

زیر جائزہ شمشاہی کے دوران اجناس کی عالمی منڈیوں کو چین اور امریکہ دونوں میں توقع سے کم طلب کی بحالی کی وجہ سے چینلجز کا سامنا کرنا پڑا۔ چین میں طلب کم رہی کیونکہ گھرانوں نے اخراجات میں کمی کو برقرار رکھا، جو اخراجات میں کمی کے جاری اقدامات کی عکاسی کرتا ہے۔

زیر جائزہ مدت کے دوران، SPLY کے مقابلے میں خام تیل کی اوسط قیمت میں 10 فیصد کمی کی توقع ہوئی۔ جس کے نتیجے میں PX اور PTA مارکیٹوں میں بالترتیب 15 فیصد اور 13 فیصد کی گراؤٹ دیکھی گئی۔ اس کے برعکس، MEG مارکیٹ نے انویسٹرز میں کمی کے باوجود پلک کا مظاہرہ کیا اور SPLY کے مقابلے میں اوسط قیمت میں 15 فیصد اضافہ حاصل کیا۔

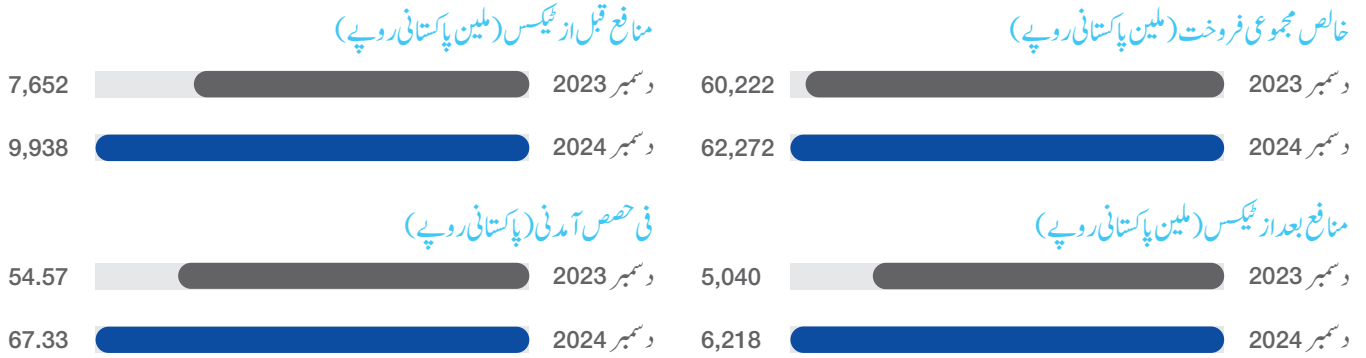
کپاس کے محاذ پر بہتر دستیابی نے بین الاقوامی سطح پر کپاس کے نرخوں کو قابو میں رکھا، جو SPLY کے مقابلے میں 16 فیصد کم ہوئے۔ تاہم SPLY کے مقابلے میں روٹی کی مقامی قیمتوں میں 1 فیصد اضافہ ہوا جس کی بنیادی وجہ مارکیٹ میں اچھے معیار کی روٹی کی قلت تھی۔

زیر جائزہ شمشاہی کے دوران، اس بزنس کی خالص مجموعی فروخت میں SPLY کے مقابلے میں 13 فیصد اضافہ ہوا، جس کی بنیادی وجہ فروخت کے حجم میں اضافہ ہے۔ 1,237 ملین روپے کا آپریٹنگ منافع SPLY کے مقابلے میں 89 فیصد زائد ہے۔

توانائی کی بڑھتی ہوئی لاگت کے باوجود، بنیادی طور پر درآمد شدہ آریل این جی پر زیادہ انحصار کی وجہ سے یہ بزنس اپنے آپریٹنگ منافع کو بہتر بنانے میں کامیاب رہا۔ یہ کارکردگی بنیادی طور پر CICLO: Reprieve اور اینٹی مائکرو بائل فائبر سمیت خصوصی فائبر ویرینٹس کی زائد فروخت کے سبب ہوئی۔ پائیدار PSF ویرینٹس، کمپنی کے استحکام کے عزم اور ”گرین“ مصنوعات کے لئے عالمی برانڈز کی مانگ، دونوں کے مطابق ہیں۔ مزید برآں،

زیر جائزہ ششماہی کے دوران فی حصص آمدنی (EPS) 67.33 روپے رہی جو SPLY کے مقابلے میں 23 فیصد زیادہ ہے۔

اضافہ / (کمی) %	دسمبر 23 میں ختم ہونے والی ششماہی	دسمبر 24 میں ختم ہونے والی ششماہی	(ملین پاکستانی روپے)
3%	60,222	62,272	خالص مجموعی فروخت
11%	12,807	14,198	کل منافع
16%	8,079	9,340	آپریٹنگ نتیجہ
30%	7,652	9,938	منافع قبل از ٹیکس
23%	5,040	6,218	منافع بعد از ٹیکس
23%	54.57	67.33	فی حصص آمدنی (پاکستانی روپے)



ڈائریکٹرز کا جائزہ

31 دسمبر، 2024 کو ختم ہونے والی ششماہی کے لیے۔ ان کنسولڈیٹڈ

ڈائریکٹرز 31 دسمبر، 2024ء 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 31,535 ملین روپے کی خالص مجموعی فروخت گزشتہ سال کے اسی عرصے (SPLY) کے مقابلے میں 1 فیصد زیادہ ہے۔ فارماسیو ٹیکلز اور پولیسٹرز بزنس کی خالص مجموعی فروخت، SPLY کے مقابلے میں بالترتیب 104 فیصد اور 6 فیصد زیادہ رہی جبکہ سوڈا ایش، اینیمیل ہیلتھ اور کیمیکلز اینڈ ایگری بزنس میں SPLY کے مقابلے میں بالترتیب 25 فیصد، 12 فیصد اور 2 فیصد کمی دیکھی گئی۔

زیر جائزہ سہ ماہی کے دوران آپریشنز سے منافع 5,135 ملین روپے رہا، جو گزشتہ سال کے اسی عرصے (SPLY) سے 29 فیصد زیادہ ہے۔ فارماسیو ٹیکلز، پولیسٹرز اور اینیمیل ہیلتھ بزنس نے گزشتہ سال کے اسی عرصے (SPLY) کے مقابلے میں بالترتیب 216 فیصد، 214 فیصد اور 1 فیصد زائد آپریٹنگ منافع فراہم کیا جبکہ ملکی مارکیٹ میں مندی کی وجہ سے سوڈا ایش اور کیمیکلز اینڈ ایگری بزنس کا آپریشنز سے منافع گزشتہ سال کے اسی عرصے (SPLY) کے مقابلے میں بالترتیب 16 فیصد اور 10 فیصد کم رہا۔

زیر جائزہ ششماہی کے دوران 62,272 ملین روپے کی خالص مجموعی فروخت SPLY کے مقابلے میں 3 فیصد زیادہ ہے۔ فارماسیو ٹیکلز اور پولیسٹرز بزنس کی خالص مجموعی فروخت میں SPLY کے مقابلے میں بالترتیب 80 فیصد اور 13 فیصد اضافہ ہوا، جبکہ سوڈا ایش، اینیمیل ہیلتھ اور کیمیکلز اینڈ ایگری بزنس میں SPLY کے مقابلے میں بالترتیب 17 فیصد، 14 فیصد اور 6 فیصد کمی دیکھی گئی۔

زیر جائزہ ششماہی کے لئے آپریشنز سے منافع 9,340 ملین روپے ہیں جو SPLY کے مقابلے میں 16 فیصد زیادہ ہے۔ فارماسیو ٹیکلز اور پولیسٹرز بزنس نے SPLY کے مقابلے میں بالترتیب 147 فیصد اور 89 فیصد زیادہ آپریٹنگ منافع فراہم کیا جبکہ سوڈا ایش، اینیمیل ہیلتھ اور کیمیکلز اینڈ ایگری بزنس کے آپریٹنگ منافع میں SPLY کے مقابلے میں بالترتیب 11 فیصد، 5 فیصد اور 15 فیصد کمی ریکارڈ کی گئی۔

فائزر پاکستان لمیٹڈ اور فائزر گروپ کے دیگر متعلقہ اداروں سے حاصل کردہ اثاثوں کے بلا تعطل انضمام کی وجہ سے فارماسیو ٹیکلز بزنس کی کارکردگی میں اضافہ ہوا جو کمپنی کے لئے ایک اہم سنگ میل ہے۔ بنیادی کاروباری کارکردگی کی وجہ پاکستانی روپے کی قدر میں بہتری اور استحکام کے سبب مارجن کی بحالی، غیر لازم ادویات کی قیمتوں میں افراط زر کے حوالے سے ایڈجسٹمنٹ، سیلز مکس میں بہتری اور آپریشنل کارکردگی پر مسلسل توجہ ہے۔

پولیسٹرز بزنس نے ملکی حجم میں اضافے کی وجہ سے اچھے نتائج فراہم کیے کیونکہ مال برداری کی بڑھتی ہوئی عالمی لاگت نے درآمد شدہ PSF کو مزید مہنگا بنا دیا۔ تعمیراتی اور دیگر شعبوں میں کمزور طلب کی وجہ سے سوڈا ایش بزنس متاثر ہوتا رہا۔ مزید برآں، بیرون ملک فروخت کو قیمت اور مال برداری کے نرخ کے دباؤ کا سامنا کرنا پڑا جس نے برآمدی فروخت کو معاشی طور پر ناقابل عمل بنا دیا۔ کیمیکلز اینڈ ایگری سائنسز اور اینیمیل ہیلتھ بزنس کو صارفین کی قوت خرید میں مسلسل کمی کی وجہ سے طلب کے محاذ پر چیلنجز کا سامنا کرنا پڑا۔

زیر جائزہ مدت کے دوران کمپنی نے فائزر پاکستان لمیٹڈ اور فائزر گروپ کے دیگر متعلقہ اداروں کے ساتھ 6 ستمبر 2024 کو اثاثوں کا حصول مکمل کیا (براہ مہربانی 31 دسمبر 2024 کو ختم ہونے والی ششماہی کے مالیاتی گوشواروں کا نوٹ 5 ملاحظہ کریں)۔ اس سودے میں مینوفیکچرنگ کی سہولت، منتخب فارماسیو ٹیکل مصنوعات اور متعلقہ ٹریڈ مارکس (ٹریڈ مارک کی مکمل تفویض کے ذریعے فائزر گروپ کے متعلقہ اداروں سے متعلقہ ٹریڈ مارک استعمال کرنے کے لئے مستقل لائسنس کے ذریعے) کی خرید و فروخت شامل تھی۔

زیر جائزہ ششماہی کے دوران 6,218 ملین روپے کا بعد از ٹیکس منافع SPLY کے مقابلے میں 23 فیصد زیادہ ہے جس کی بنیادی وجہ زائد آپریٹنگ منافع اور SPLY کے مقابلے میں شرح سود میں 900 بیسی پوائنٹس کی کمی کے سبب قرضہ جاتی لاگت میں تخفیف ہے۔

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, 2024 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 interim financial statements based on our review.

The figures of the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and relevant notes thereto for the three months period ended December 31, 2024 and December 31, 2023, 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.

The engagement partner on the review resulting in this independent auditor's report is Waqas Aftab Sheikh.



A. F. Ferguson & Co.

Chartered Accountants

Karachi

Date: February 13, 2025

UDIN: RR202410069NOofxQ5v6

Unconsolidated Condensed Interim Statement of Financial Position

As at December 31, 2024

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
ASSETS			
Non-current assets			
Property, plant and equipment	6	37,377,178	29,766,513
Intangible assets	7	2,982,389	1,682,954
Right-of-use assets		296,507	182,457
		<u>40,656,074</u>	<u>31,631,924</u>
Long-term investments	8	2,412,491	2,412,491
Long-term loans		831,628	803,868
Long-term deposits and other assets		959,705	287,883
		<u>4,203,824</u>	<u>3,504,242</u>
		<u>44,859,898</u>	<u>35,136,166</u>
Current assets			
Stores, spares and consumables		5,817,668	5,919,026
Stock-in-trade	9	19,161,836	15,395,391
Trade debts	10	4,127,473	5,575,305
Loans and advances		1,515,436	1,028,988
Short-term deposits and prepayments		788,231	1,051,790
Other receivables	11	1,915,966	2,209,662
Short-term investments	12	20,108,566	15,688,484
Cash and bank balances		1,138,173	1,560,922
		<u>54,573,349</u>	<u>48,429,568</u>
Total assets		<u>99,433,247</u>	<u>83,565,734</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
1,500,000,000 (June 30, 2024: 1,500,000,000) ordinary shares of PKR 10 each		<u>15,000,000</u>	<u>15,000,000</u>
Issued, subscribed and paid-up capital			
92,359,050 (June 30, 2024: 92,359,050) ordinary shares of PKR 10 each		923,591	923,591
Capital reserves		18,309,643	18,309,643
Revenue reserve - unappropriated profit		27,513,256	24,342,772
Total equity		<u>46,746,490</u>	<u>43,576,006</u>
Non-current liabilities			
Staff retirement benefits		124,366	113,984
Long-term loans	13	10,380,258	3,986,348
Lease liabilities		206,766	157,478
Deferred tax liability - net	14	2,186,724	2,117,931
Deferred income - government grant	15	565,357	658,955
		<u>13,463,471</u>	<u>7,034,696</u>
Current liabilities			
Trade and other payables		18,137,032	14,878,140
Accrued mark-up		598,281	576,227
Short-term financing	16	13,318,014	11,734,504
Current portion of long-term loans	13	906,654	909,446
Current portion of lease liabilities		103,521	38,547
Current portion of deferred income - government grant	15	193,030	204,473
Taxation - net		5,817,683	4,476,868
Unclaimed dividend		149,071	136,827
		<u>39,223,286</u>	<u>32,955,032</u>
Total equity and liabilities		<u>99,433,247</u>	<u>83,565,734</u>
Contingencies and Commitments			
	17		

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 Aboobakar
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Profit or Loss (Unaudited)

For the Three Months and Six Months Period Ended December 31, 2024

	Note	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
------(PKR in '000)-----					
Net turnover	18	31,534,917	62,272,279	31,121,616	60,221,982
Cost of sales	18 & 19	(24,096,656)	(48,073,976)	(24,618,114)	(47,415,417)
Gross profit		7,438,261	14,198,303	6,503,502	12,806,565
Selling and distribution expenses	18	(1,674,916)	(3,701,278)	(1,865,008)	(3,506,501)
Administration and general expenses	18	(628,232)	(1,156,963)	(660,097)	(1,221,510)
	18	5,135,113	9,340,062	3,978,397	8,078,554
Finance costs		(671,519)	(1,300,478)	(891,259)	(1,988,062)
Exchange (loss) / gain		(13,809)	(10,522)	100,395	122,572
Workers' profit participation fund		(156,200)	(261,935)	(101,922)	(204,404)
Workers' welfare fund		(118,309)	(187,295)	(57,560)	(116,200)
Other charges		(61,762)	(91,146)	(23,188)	(46,487)
		(1,021,599)	(1,851,376)	(973,534)	(2,232,581)
Gain on bargain purchase	5	172,183	172,183	-	-
Other income	20	1,456,654	2,277,035	894,413	1,806,274
Profit before final taxes and income tax		5,742,351	9,937,904	3,899,276	7,652,247
Taxation - Final taxes		-	(12,536)	(215,085)	(415,475)
Profit before income tax		5,742,351	9,925,368	3,684,191	7,236,772
Taxation - Income tax					
Current		(2,227,898)	(3,638,243)	(1,252,015)	(2,372,621)
Deferred		108,423	(68,792)	94,290	175,679
		(2,119,475)	(3,707,035)	(1,157,725)	(2,196,942)
Profit for the period		3,622,876	6,218,333	2,526,466	5,039,830
------(PKR)-----					
Basic and diluted earnings per share	21	39.23	67.33	27.35	54.57

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





Unconsolidated Condensed Interim Statement of Comprehensive Income (Unaudited)

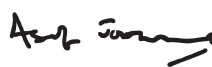
For the Three Months and Six Months Period Ended December 31, 2024

	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
	------(PKR in '000)-----			
Profit for the period	3,622,876	6,218,333	2,526,466	5,039,830
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>3,622,876</u>	<u>6,218,333</u>	<u>2,526,466</u>	<u>5,039,830</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 Aboobakar
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Changes in Equity

For the Six Months Period Ended December 31, 2024

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserve - unappropriated profit	Total
	(PKR in '000)			
Balance as at July 1, 2023 (Audited)	923,591	309,643	36,597,410	37,830,644
Profit for the period	-	-	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
Transaction with owners:				
Final dividend for the year ended June 30, 2023 @ PKR 33 per share	-	-	(3,047,848)	(3,047,848)
Balance as at December 31, 2023 (Unaudited)	923,591	309,643	38,589,392	39,822,626
Transfer to capital reserves	-	18,000,000	(18,000,000)	-
Profit for the period	-	-	6,100,387	6,100,387
Other comprehensive income for the period - net of tax	-	-	146,688	146,688
Total comprehensive income for the period	-	-	6,247,075	6,247,075
Transaction with owners:				
Interim dividend for the year ended June 30, 2024 @ PKR 27 per share	-	-	(2,493,695)	(2,493,695)
Balance as at June 30, 2024 (Audited)	923,591	18,309,643	24,342,772	43,576,006
Profit for the period	-	-	6,218,333	6,218,333
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income for the period	-	-	6,218,333	6,218,333
Transaction with owners:				
Final dividend for the year ended June 30, 2024 @ PKR 33 per share	-	-	(3,047,849)	(3,047,849)
Balance as at December 31, 2024 (Unaudited)	923,591	18,309,643	27,513,256	46,746,490

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





Unconsolidated Condensed Interim Statement of Cash Flows (Unaudited)

For the Six Months Period Ended December 31, 2024

	Note	December 31, 2024	December 31, 2023
------(PKR in '000)-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	22	14,345,800	13,444,153
Payments for :			
Non-management staff gratuity and eligible retired employees' medical scheme		(12,957)	(15,146)
Staff retirement benefit plans		(22,944)	(35,433)
Income taxes and final taxes		(2,309,963)	(2,110,335)
Interest		(1,140,358)	(1,985,395)
Net cash generated from operating activities		10,859,578	9,297,844
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(5,823,400)	(1,598,418)
Payment for acquisition of business	5	(6,311,649)	-
Proceeds from disposal of operating fixed assets		221,400	7,769
Interest income received		41,042	70,008
Short-term investments made		(265,000)	-
Dividend received on short-term investments		270,010	1,323,505
Net cash used in investing activities		(11,867,597)	(197,136)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained		6,975,633	-
Long-term loans repaid		(689,556)	(651,557)
Export refinance facility obtained / (repaid)		2,109,000	(300,000)
Foreign exchange loan obtained		3,323,998	-
Payment of lease liabilities		(93,630)	(31,708)
Dividends paid		(3,035,605)	(3,038,996)
Net cash generated from / (used in) financing activities		8,589,840	(4,022,261)
Net increase in cash and cash equivalents		7,581,821	5,078,447
Cash and cash equivalents at the beginning of the period		7,905,480	2,253,842
Cash and cash equivalents at the end of the period		15,487,301	7,332,289
Cash and cash equivalents at the end of the period comprise of:			
Cash and bank balances		1,138,173	1,193,368
Short term investments	12	19,716,566	13,799,867
Short-term running financing	16	(5,367,438)	(7,660,946)
		15,487,301	7,332,289

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 Aboobakar
Chief Financial Officer

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

For the Six Months Period Ended December 31, 2024

1. STATUS AND NATURE OF BUSINESS

- 1.1 Lucky Core Industries Limited (the Company) was incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) (the Act) 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 and polyurethanes; marketing of seeds, toll manufactured and imported pharmaceuticals and animal health products; merchandising of general chemicals and manufacturing of masterbatch. It also acts as an indenting agent and toll manufacturer. The Company's registered office is situated at 5 West Wharf, Karachi.
- 1.2 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.
- 1.3 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

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

3. MATERIAL ACCOUNTING POLICY INFORMATION

- 3.1 The material accounting policies applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual audited unconsolidated financial statements for the year ended June 30, 2024.
- 3.2 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to the expected total annual profit or loss.

3.3 NEW STANDARDS, AMENDMENTS TO ACCOUNTING AND REPORTING STANDARDS AND NEW INTERPRETATIONS

3.3.1 Amendments and interpretations to accounting and reporting standards that are effective in the current period

There are certain new amendments and interpretations to the accounting and reporting standards which are mandatory for the Company during the current period. However, these do not have any significant impact on the Company's financial statements and therefore are not disclosed in these unconsolidated condensed interim financial statements.

3.3.2 Standards, amendments and interpretations to accounting and reporting standards that are not yet effective

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after July 1, 2025 but are considered not to be relevant or will not have any significant effect on the Company's operations and therefore are not disclosed in these unconsolidated condensed interim financial statements except for the following:

- The new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit or Loss' with certain additional disclosures in the financial statements;

- The new standards - IFRS S1 'General Requirements for Disclosure of Sustainability-related Financial Information' (IFRS S1) (published in June 2023) and IFRS S2 'Climate-related Disclosures' (IFRS S2) (published in June 2023) with applicability dates of July 1, 2025 by the Securities Exchange Commission of Pakistan. IFRS S1 and IFRS S2 when adopted and applicable shall require disclosure of information about sustainability-related risks and opportunities and climate related risks and opportunities, respectively; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

The management is in the process of assessing the impacts of the new standards and amendments on the financial statements of the Company.

4. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

In the preparation of the unconsolidated 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 unconsolidated 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 were applied to the unconsolidated financial statements as at and for the year ended June 30, 2024.

5. BUSINESS ACQUISITION

- 5.1 In line with the Company's growth aspirations and strategic priorities, during the period the Company acquired a manufacturing facility, selected pharmaceutical products, brands and associated trademarks of Pfizer Pakistan Limited, for a total consideration of PKR 5,000 million. In addition to this the Company also acquired relevant working capital along with inventory for a consideration of PKR 2,437 million out of which PKR 1,125 million relates to deferred consideration which is payable after one year from the acquisition date. The transaction was successfully completed on September 6, 2024 (acquisition date).

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

The Company has recorded the identifiable assets at provisional values, as allowed under IFRS 3, because the necessary valuations and calculations are not finalised as at the reporting date. Any adjustment in the provisional values of identifiable assets will be adjusted in the financial statements of the Company retrospectively from the acquisition date.

- 5.2 Details of the provisional fair values of the assets acquired are as follows:

	Fair value recognised on acquisition
	(PKR in '000)
Indicative value of tangible assets:	
Leasehold land	1,500,800
Building on leasehold land	385,013
Plant, machinery and equipment	1,728,549
Vehicles - net	115,255
Total non-current assets	3,729,617
Stores and spares	153,519
	3,883,136
Indicative value of intangible assets:	
Brands	1,289,047
	5,172,183
Working capital including inventory	2,436,970
Total assets	7,609,153

- 5.3 Details of the carrying values of the net assets acquired, purchase consideration and gain on bargain purchase are as follows:

	September 06, 2024
	(PKR in '000)
Fair value of net assets acquired	5,172,183
Purchase consideration - paid in cash	(5,000,000)
Gain on bargain purchase	172,183

- 5.4 Net turnover and operating profit from the acquired business during the period ended December 31, 2024 are as follows:

	(PKR in '000)
Net turnover	3,156,098
Operating profit	761,003

The aforementioned results have been reported under the Pharma segment of the Company based on the accounting policies of the Company as disclosed in the unconsolidated annual financial statements for the year ended June 30, 2024.

	Note	December 31, 2024	June 30, 2024
		(Unaudited)	(Audited)
------(PKR in '000)-----			
6. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - at net book value		26,955,007	24,280,117
Capital work-in-progress - at cost	6.3	10,422,171	5,486,396
Total property, plant and equipment		37,377,178	29,766,513

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

Operating fixed assets (WDV) - opening balance		24,280,117	24,673,221
Add: Additions / transfers during the period / year	6.2	870,187	2,937,422
Add: Business acquisition during the period / year	5.2	3,729,617	-
		28,879,921	27,610,643
Less: Disposals during the period / year (WDV)	6.2	(151,238)	(19,695)
Less: Depreciation charge for the period / year		(1,773,676)	(3,310,831)
Operating fixed assets (WDV) - closing balance		26,955,007	24,280,117
Add: Capital work-in-progress	6.3	10,422,171	5,486,396
		37,377,178	29,766,513

- 6.2 Following are the details of operating fixed assets that have been added / transferred and disposed off during the period / year:

	Additions / Transfers		Disposals at net book value	
	For the period ended December 31, 2024 (Unaudited)	For the year ended June 30, 2024 (Audited)	For the period ended December 31, 2024 (Unaudited)	For the year ended June 30, 2024 (Audited)
------(PKR in '000)-----				
Leasehold land	877	-	-	-
Lime beds on freehold land	-	265,112	-	-
Buildings on freehold land	88,686	103,406	-	-
Buildings on leasehold land	30,761	529,996	143	1,502
Plant and machinery	623,065	1,784,866	40,867	14,827
Rolling stock and vehicles	-	20,235	110,146	-
Furniture and equipment	126,798	233,806	82	3,365
	870,187	2,937,422	151,238	19,695

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

Period ended December 31, 2024 (Unaudited)						
Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	Total	
------(PKR in '000)-----						
Opening balance	377,622	1,817,208	611,430	1,999,814	680,322	5,486,396
Additions during the period	775,729	2,831,146	212,895	1,315,719	537,091	5,672,580
Transferred to operating fixed assets during the period	(110,064)	(486,196)	(103,550)	(17,932)	(19,063)	(736,805)
Transfers between categories	59,805	1,915,957	2,081	(1,978,367)	524	-
Closing balance - note 6.3.1	<u>1,103,092</u>	<u>6,078,115</u>	<u>722,856</u>	<u>1,319,234</u>	<u>1,198,874</u>	<u>10,422,171</u>

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

6.3.1 Majority of the closing balance of capital work-in-progress pertains to projects relating to Soda Ash business.

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
7. INTANGIBLE ASSETS			
Intangible assets - at net book value	7.1	<u>2,982,389</u>	<u>1,682,954</u>
7.1 Following are the details of intangible assets:			
Brands		2,726,726	1,437,679
Goodwill		206,374	206,374
Others		49,289	38,901
		<u>2,982,389</u>	<u>1,682,954</u>
7.2 Addition to intangible assets	7.3	<u>1,306,429</u>	<u>31,066</u>
7.3 This mainly includes additions as a result of business acquisition as disclosed in note 5.2 of these unconsolidated condensed interim financial statements.			
	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
8. LONG-TERM INVESTMENTS			
Unquoted - at cost			
Subsidiaries			
- Lucky Core PowerGen Limited (wholly owned)			
7,100,000 (June 30, 2024: 7,100,000) ordinary shares of PKR 100 each		710,000	710,000
Provision for impairment		(209,524)	(209,524)
		<u>500,476</u>	<u>500,476</u>
- Lucky Core Ventures (Private) Limited (wholly owned)			
10,000 (June 30, 2024: 10,000) ordinary shares of face value of PKR 10 each		100	100
- Lucky TG (Private) Limited [51% owned (June 30, 2024: 51% owned)]			
510,000 (June 30, 2024: 510,000) ordinary shares of face value of PKR 10 each		5,100	5,100
Associate			
- NutriCo Morinaga (Private) Limited [22.2% holding (June 30, 2024: 24.5% holding)] 20,121,621 (June 30, 2024: 20,121,621) ordinary shares of face value of PKR 100 each	8.1	1,904,315	1,904,315
Others			
Equity			
- Arabian Sea Country Club Limited			
250,000 (June 30, 2024: 250,000) ordinary shares of PKR 10 each		2,500	2,500
		<u>2,412,491</u>	<u>2,412,491</u>

8.1 During the period, NutriCo Morinaga (Private) Limited (NutriCo) issued right shares which were not subscribed / declined by the Company which consequently reduced the shareholding percentage of the Company in NutriCo from 24.5% to 22.2%.

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

Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
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9. STOCK-IN-TRADE

Raw and packing material includes goods-in-transit amounting to PKR 1,869.600 million (June 30, 2024: PKR 1,917.291 million)	8,663,834	7,890,203
Work-in-process	716,198	483,585
Finished goods include goods-in-transit amounting to PKR 162.562 million (June 30, 2024: PKR 485.710 million)	9,957,370	7,253,716
	19,337,402	15,627,504
Provision for slow moving and obsolete stock-in-trade	(175,566)	(232,113)
	19,161,836	15,395,391

9.1 Stock at cost amounting to PKR 94.686 million (June 30, 2024: PKR 18.538 million) is measured at net realisable value. The related expense amounting to PKR 17.988 million (June 30, 2024: PKR 7.620 million) has been recognised in cost of sales.

Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
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10. TRADE DEBTS

Considered good

- Secured	907,859	2,076,145
- Unsecured		
Due from associated companies	30,294	38,551
Others	4,349,798	4,459,102
	5,287,951	6,573,798

Considered doubtful

- Allowance for expected credit losses (ECL)	(213,139)	(170,820)
- Provision for price adjustments, discounts and sales returns	(1,160,478)	(998,493)
	(1,373,617)	(1,169,313)
	4,127,473	5,575,305

10.1 During the period, the Company has recognised allowance for ECL amounting to PKR 42.319 million (June 30, 2024: PKR 51.039 million).

Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
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11. OTHER RECEIVABLES

Considered good

Sales tax	1,491,005	1,815,805
Commission and discounts receivable	5,122	3,185
Due from subsidiaries	1,875	680
Due from associated companies	19,224	-
Accrued interest income	13,004	6,814
Receivable from principal	112,990	125,407
Others	272,746	257,771
	1,915,966	2,209,662

Considered doubtful

	31,685	32,466
Allowance for ECL	(31,685)	(32,466)
	1,947,651	2,242,128
	1,915,966	2,209,662

11.1 During the period, the Company has recognised reversal for ECL amounting to PKR 0.781 million (June 30, 2024: expense of PKR 19.224 million).

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		------(PKR in '000)-----	
12. SHORT TERM INVESTMENTS			
At fair value through profit or loss			
Investment in mutual funds	12.1	19,716,566	15,561,484
At amortised cost			
Term deposits receipts		392,000	127,000
		<u>20,108,566</u>	<u>15,688,484</u>
12.1	This includes unrealised revaluation gain of PKR 1,119.952 million (June 30, 2024: Nil) arising on remeasurement of investment in mutual funds.		
		<u>December 31, 2024 (Unaudited)</u>	<u>June 30, 2024 (Audited)</u>
		------(PKR in '000)-----	
13. LONG-TERM LOANS			
Long-term loans		11,286,912	4,895,794
Current portion shown under current liabilities		(906,654)	(909,446)
		<u>10,380,258</u>	<u>3,986,348</u>
13.1	There is no material change in the terms and conditions of the long-term loans as disclosed in the Company's annual audited unconsolidated financial statements for the year ended June 30, 2024. During the period, the Company has obtained Diminishing Musharakah of PKR 6,867.40 million from various banks to finance acquisition of certain assets of Pfizer Pakistan Limited as explained in note 5 and to manage capital expenditure requirements of its Soda Ash business. Repayment of these loans is to be made in quarterly installments in 7 years including 1 to 2 years of grace period. The mark-up on these loans is charged at KIBOR plus 0.05% to KIBOR plus 0.2% per annum. The loans are secured against fixed assets of the Company.		
		<u>December 31, 2024 (Unaudited)</u>	<u>June 30, 2024 (Audited)</u>
		------(PKR in '000)-----	
14. DEFERRED TAX LIABILITY - NET			
Deductible temporary differences			
Provisions for allowance for ECL and others		(674,545)	(636,120)
Retirement benefit fund provisions		(137,839)	(140,301)
Taxable temporary differences			
Property, plant and equipment and intangibles		2,719,120	2,894,352
Investments in mutual funds		279,988	-
		<u>2,186,724</u>	<u>2,117,931</u>
15. DEFERRED INCOME - GOVERNMENT GRANT			
Government grant		758,387	863,428
Current portion of government grant		(193,030)	(204,473)
		<u>565,357</u>	<u>658,955</u>
16. SHORT-TERM FINANCING			
Export refinance facility (ERF)		4,626,578	2,517,578
Foreign exchange loan (FE-25)		3,323,998	-
Short-term running finance - secured		5,367,438	9,216,926
		<u>13,318,014</u>	<u>11,734,504</u>
16.1	There is no material change in the terms and conditions of short-term borrowings and running finances as disclosed in the Company's annual audited unconsolidated financial statements for the year ended June 30, 2024 except for the following:		
(a)	During the period, the Company has obtained FE-25 loans amounting to PKR 3,324 million to finance its working capital needs from different banks which are denominated in the foreign currency and are repayable upon maturity which is typically one month. FE-25 loans are secured against charge on current assets of the Company and carries mark-up at the rate of 5% to 7.75% per annum.		
(b)	During the period, the Company has transferred facility limit amounting to PKR 1,000 million from letter of guarantees to short-term running finance.		

	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	------(PKR in '000)-----	
17. CONTINGENCIES AND COMMITMENTS		
17.1 Contingencies		
17.1.1 Claims against the Company not acknowledged as debt are as follows:		
Local bodies	84,500	84,500
Others	<u>1,611,431</u>	<u>2,095,740</u>
	<u>1,695,931</u>	<u>2,180,240</u>

17.1.2 There are no material changes in the status of contingencies as reported in the annual audited unconsolidated financial statements for the year ended June 30, 2024, except for the following:

- (a) The Federal Board of Revenue (FBR) finalised sales tax proceedings vide order dated July 29, 2024, whereby, input tax of PKR 90.86 million was disallowed. Being aggrieved by the order, the Company filed an appeal before the Tribunal which vide appellate order dated December 11, 2024 has remanded back the case to FBR.
- (b) Sales tax audit for July 2018 to June 2019 has been finalised by the FBR vide order dated October 22, 2024 raising sales tax demand of PKR 23.295 million on various issues including adjustment of inadmissible input tax and non-payment of sales tax on sale of fixed assets. The Company has filed an appeal before the Tribunal which is pending adjudication, however, the sales tax demand has been paid under protest.
- (c) There has been a dispute between the Company and the Collectorate of Customs regarding HS code classification of various consignments relating to Power Generation Projects. 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 PKR 1,095.290 million with the Nazir of the Sindh High Court in order to release import shipments. Subsequently, the Sindh High Court has disposed off the petition vide order dated January 13, 2025 whereby the case has been remanded back to the Classification Centre for deciding the correct classification of consignment relating to Power Generation Projects.

The Company based on the opinion of advisors is confident that the above cases would be decided in Company's favor. Accordingly, no provision in respect of these matters has been made in these unconsolidated condensed interim financial statements.

	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
	------(PKR in '000)-----	
17.2 Commitments		
17.2.1 Commitments in respect of capital expenditure	<u>3,118,518</u>	<u>4,928,711</u>
17.2.2 Commitments for rentals under ljarah contracts in respect of vehicles are as follows:		
Year		
2023-24	-	6,756
2024-25	3,378	7,195
2025-26	7,195	7,663
2026-27	7,663	8,161
2027-28	8,161	8,691
2028-29	8,691	-
	<u>35,088</u>	<u>38,466</u>
Payable not later than one year	3,378	6,756
Payable later than one year but not later than five years	<u>31,710</u>	<u>31,710</u>
	<u>35,088</u>	<u>38,466</u>
17.3 Other commitments		
17.3.1 Outstanding letter of credit - unutilised PKR 17,131.164 million (June 30, 2024: PKR 17,288 million)	<u>9,318,836</u>	<u>11,662,337</u>
17.3.2 Outstanding letter of guarantee - unutilised PKR 316.614 million (June 30, 2024: PKR 220.02 million)	<u>4,600,755</u>	<u>4,357,696</u>
17.3.3 Commitments in respect of post dated cheques	<u>1,071,696</u>	<u>1,081,752</u>

18. OPERATING SEGMENT RESULTS

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

	Unaudited											
	Polyester			Soda Ash			Pharma			Pharma		
	For the three months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2024	For the three months period ended December 31, 2024	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, 2024	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, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
Turnover - note 18.1, 18.2 & 18.3	13,056,413	12,173,038	23,219,899	11,115,541	14,463,380	29,070,407	7,712,860	4,346,415	12,940,114	4,346,415	7,812,222	
Sales tax	(1,960,102)	(1,692,943)	(3,286,279)	(1,531,869)	(1,641,861)	(3,381,854)	(43,756)	(40,231)	(93,114)	(40,231)	(78,253)	
Commission and discounts / price adjustment	(179,755)	(164,367)	(242,035)	(423,367)	(561,958)	(1,184,018)	(1,385,944)	(1,225,125)	(2,417,622)	(1,225,125)	(1,952,269)	
	(2,139,857)	(1,857,310)	(3,528,314)	(1,955,236)	(2,203,819)	(4,565,872)	(1,429,700)	(1,265,356)	(2,510,736)	(1,265,356)	(2,030,522)	
Net turnover	10,916,556	10,315,728	19,691,585	9,160,305	12,259,561	24,504,535	6,283,160	3,081,059	10,429,378	3,081,059	5,781,700	
Cost of sales - note 18.1 & 19	(10,022,728)	(9,973,724)	(18,848,753)	(6,597,589)	(8,831,100)	(17,744,053)	(3,777,226)	(2,005,908)	(6,418,165)	(2,005,908)	(3,686,173)	
Gross profit	893,828	342,004	842,832	2,562,716	3,428,461	6,760,482	2,505,934	1,075,151	4,011,213	1,075,151	2,095,527	
Selling and distribution expenses	(77,402)	(65,991)	(116,501)	(317,560)	(727,765)	(1,300,195)	(733,941)	(455,132)	(1,316,836)	(455,132)	(916,694)	
Administration and general expenses	(56,933)	(33,976)	(72,664)	(256,783)	(325,181)	(639,065)	(184,660)	(118,163)	(301,991)	(118,163)	(211,786)	
Operating results	759,493	242,037	653,667	1,988,373	2,375,515	4,821,222	1,587,333	501,856	2,392,386	501,856	967,047	

	Polyester		Soda Ash		Pharma	
	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)

Segment assets	16,505,609	16,212,254	56,762,351	51,179,871	18,807,560	10,285,630
Segment liabilities	13,114,626	14,717,302	10,315,602	10,409,001	11,648,807	5,558,027

(PKR in '000)

	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
	------(Unaudited)-----			
18.1 Turnover and cost of sales	------(PKR in '000)-----			
Inter-segment sales and purchases have been eliminated from the total	-	41,903	3,328	91,738
18.2 Turnover includes export sales made to various countries amounting to:	<u>1,249,438</u>	<u>4,410,573</u>	<u>3,428,859</u>	<u>6,237,961</u>
18.3 Turnover includes commission / toll income amounting to:	<u>12,559</u>	<u>56,040</u>	<u>13,119</u>	<u>18,475</u>
19. COST OF SALES				
Opening stock of raw and packing materials - note 9	9,596,556	7,890,203	8,607,901	9,873,842
Purchases	14,120,227	30,431,120	16,086,698	26,957,366
	<u>23,716,783</u>	<u>38,321,323</u>	<u>24,694,599</u>	<u>36,831,208</u>
Closing stock of raw and packing materials - note 9	(8,663,834)	(8,663,834)	(9,189,286)	(9,189,286)
Raw and packing materials consumed	15,052,949	29,657,489	15,505,313	27,641,922
Manufacturing costs	7,955,555	15,258,286	7,391,057	14,739,158
	<u>23,008,504</u>	<u>44,915,775</u>	<u>22,896,370</u>	<u>42,381,080</u>
Opening stock of work-in-process - note 9	474,868	483,585	608,269	450,271
	<u>23,483,372</u>	<u>45,399,360</u>	<u>23,504,639</u>	<u>42,831,351</u>
Closing stock of work-in-process - note 9	(716,198)	(716,198)	(646,812)	(646,812)
Cost of goods manufactured	22,767,174	44,683,162	22,857,827	42,184,539
Opening stock of finished goods - note 9	7,726,730	7,253,716	7,833,908	8,407,430
Finished goods purchased	3,560,122	6,094,468	920,296	3,817,365
	<u>34,054,026</u>	<u>58,031,346</u>	<u>31,612,031</u>	<u>54,409,334</u>
Closing stock of finished goods - note 9	(9,957,370)	(9,957,370)	(6,993,917)	(6,993,917)
	<u>24,096,656</u>	<u>48,073,976</u>	<u>24,618,114</u>	<u>47,415,417</u>
20. OTHER INCOME				
This includes PKR 1,389.962 million (December 31, 2023: 1,323.505 million) on account of income from investment in mutual funds.				
	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
	------(Unaudited)-----			
21. BASIC AND DILUTED EARNINGS PER SHARE	------(PKR in '000)-----			
Profit for the period	<u>3,622,876</u>	<u>6,218,333</u>	<u>2,526,466</u>	<u>5,039,830</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>
	------(PKR)-----			
Basic and diluted earnings per share	<u>39.23</u>	<u>67.33</u>	<u>27.35</u>	<u>54.57</u>

	Note	For the six months period ended December 31, 2024	For the six months period ended December 31, 2023
		------(Unaudited)-----	
		------(PKR in '000)-----	
22. CASH GENERATED FROM OPERATIONS			
Profit before final taxes and income tax		9,937,904	7,652,247
Adjustments for:			
Depreciation and amortisation		1,833,288	1,691,115
Gain on disposal of operating fixed assets		(70,162)	(5,696)
Gain on bargain purchase		(172,183)	-
Provision for non-management staff gratuity and eligible retired employees' medical scheme		21,644	22,984
Provision for staff retirement benefit plan		26,929	22,275
Interest income		(47,231)	(286,882)
Interest expense		1,300,478	1,988,062
Dividend income from mutual funds		(270,010)	(1,323,505)
Provision no longer required written-back		-	(58)
Provision for slow moving and obsolete stock-in-trade		40,844	63,134
Allowance for expected credit losses		42,319	20,908
Unwinding of staff loans cost		(550,760)	(107,843)
Deferred income - Government grant		(105,041)	(88,925)
Provision for slow moving and obsolete stores, spares and consumables		708	1,589
		<u>11,988,727</u>	<u>9,649,405</u>
Movement in:			
Working capital	22.1	2,488,375	3,783,560
Long-term loans		(27,760)	15,406
Long-term deposits and other assets		(103,542)	(4,218)
Cash generated from operations		<u><u>14,345,800</u></u>	<u><u>13,444,153</u></u>

22.1 Movement in working capital

(Increase) / Decrease in current assets

Stores, spares and consumables	254,169	1,405,948
Stock-in-trade	(2,513,160)	1,932,157
Trade debts	1,405,513	(417,472)
Loans and advances	(486,448)	(510,300)
Trade deposits and short-term prepayments	267,827	(471,043)
Other receivables	299,886	893,156
	<u>(772,213)</u>	<u>2,832,446</u>

Increase in current liabilities

Trade and other payables	3,260,588	951,114
	<u><u>2,488,375</u></u>	<u><u>3,783,560</u></u>

23. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the Holding company and related group companies, associated companies, 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 unconsolidated condensed interim financial statements are as follows:

Relationship with the Company	Nature of transaction	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
		------(Unaudited)-----			
		------(PKR in '000)-----			
<i>Holding Company</i>	Dividend paid	1,676,334	1,676,334	1,676,334	1,676,334
	Sale of goods and materials	6,111	16,422	10,346	20,367
	Purchase of goods, materials and services	46,464	105,149	10,197	20,060

Relationship with the Company	Nature of transaction	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
		(Unaudited) (PKR in '000)			
<i>Subsidiary Companies</i>	Purchase of goods, materials and services	394,692	866,590	425,319	944,254
	Sale of goods, materials and assets	73,525	73,855	41,266	90,602
	Reimbursement of expenses	543	543	680	680
<i>Associated Companies</i>	Purchase of goods, materials and services	151,068	234,289	89,147	177,522
	Sale of goods and materials	1,649,651	2,721,756	2,903,979	4,075,559
	Reimbursement of expenses	9,012	25,764	8,700	16,504
	Dividend paid	808,905	808,905	808,905	808,905
	Donations paid	3,271	5,345	9,752	15,246
<i>Others</i>	Staff retirement benefits - contribution	136,854	252,309	117,094	222,008
<i>Key management personnel</i>	Remuneration paid	112,386	420,293	111,484	408,802
	Post employment benefits	13,373	25,661	12,668	25,605
	Director's meeting fee	1,543	3,299	675	1,894
	Dividend paid	24,243	24,243	24,243	24,243

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, 2024.

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 financial 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 except for lease liabilities.

25.2 The Company classifies financial 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) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

(ii) Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

(iii) Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As of the reporting date, except for the Company's investment in mutual funds (which is valued under level 2), none of the financial instruments are carried at fair value in these unconsolidated condensed interim financial statements. There were no transfers between level 1, 2 or 3 of the fair value hierarchy during the year.

Assets	As at December 31, 2024 (Unaudited)			
	Level 1	Level 2	Level 3	Total
Financial assets - fair value through profit or loss:				
- Short-term investments (units of mutual fund)	-	19,716,566	-	19,716,566
				(PKR in '000)
Assets	As at June 30, 2024 (Audited)			
	Level 1	Level 2	Level 3	Total
Financial assets - fair value through profit or loss:				
- Short-term investments (units of mutual fund)	-	15,561,484	-	15,561,484
				(PKR in '000)

26. DATE OF AUTHORISATION

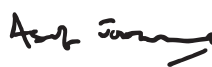
These unconsolidated condensed interim financial statements were authorised for issue in the Board of Directors meeting held on January 27, 2025.

27. GENERAL

- 27.1** The Directors in their meeting held on January 27, 2025 have recommended and approved an interim cash dividend of PKR 34 per share for the year ending June 30, 2025. These unconsolidated condensed interim financial statements do not include the effect of the above interim dividend which will be accounted for in the period in which it is approved.
- 27.2** Figures have been rounded off to the nearest thousand PKR except as stated otherwise.
- 27.3** Wherever considered necessary, corresponding figures have been reclassified for the purpose of comparison and improved presentation. However, the impacts are not material.
- 27.4** Non-cash investing and financing activities include additions of right-of-use assets



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobakar
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, 2024

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, 2024. The Lucky Core Industries group comprises Lucky Core Industries Limited, its subsidiaries: Lucky Core PowerGen Limited (PowerGen), Lucky TG (Private) Limited (Lucky TG), Lucky Core Ventures (Private) Limited (LCV) and its associated concern; NutriCo Morinaga (Private) Limited (NMPL).

The Director's report, which provides a commentary on the performance of Lucky Core Industries Limited for the six months ended December 31, 2024, has been presented separately.

The Net Turnover of PowerGen for the six months at PKR 799 million is 8% lower as compared to the SPLY. Decrease in net revenue was primarily attributed to suppressed HFO price by 17% on the back of decrease in crude oil prices as compared to the SPLY. The Operating Result at PKR 60 million was higher by 3% against the SPLY.

On a consolidated basis, Net Turnover for the six months at PKR 62,246 million is higher by 4% compared to the SPLY. Whereas the Operating Result at PKR 9,400 million is higher by 16% compared to the SPLY. PAT for the six months at PKR 6,301 million is 25% higher than the SPLY, whereas EPS attributed to the owners of the holding company at PKR 68.23 is 25% higher than the SPLY owing to improved operating performance.



Muhammad Sohail Tabba
Chairman

Date: January 27, 2025
Karachi



Asif Jooma
Chief Executive

ڈائریکٹرز کا جائزہ

31 دسمبر، 2024 کو ختم ہونے والی ششماہی کے لیے کنسولیدیشن

چھ ماہ کے دوران پاور چین کی خالص مجموعی فروخت اور 799 ملین روپے رہی جو SPLY کے مقابلے میں 8 فیصد کم ہے۔ خالص آمدنی میں کمی کی بنیادی وجہ SPLY کے مقابلے میں خام تیل کی قیمتوں میں کمی کی وجہ سے اینجائیو کی قیمت میں 17 فیصد کمی تھی۔ 60 ملین روپے کے آپریٹنگ نتائج SPLY کے مقابلے میں 3 فیصد زیادہ تھے۔

مجموعی بنیادوں پر چھ ماہ کے دوران 62,246 ملین روپے کی خالص مجموعی فروخت SPLY کے مقابلے میں 4 فیصد زیادہ ہے۔ جبکہ 9,400 ملین روپے کا آپریٹنگ نتیجہ SPLY کے مقابلے میں 16 فیصد زیادہ ہے۔ چھ ماہ کے لیے 6,301 ملین روپے پر پی اے ٹی SPLY کے مقابلے میں 25 فیصد زیادہ ہے، جبکہ ہولڈنگ کمپنی کے مالکان کو 68.23 روپے کا ای پی ایس بہتر آپریٹنگ کارکردگی کی وجہ سے SPLY کے مقابلے میں 25 فیصد زیادہ ہے۔

ڈائریکٹرز 31 دسمبر 2024 کو ختم ہونے والے چھ ماہ کے لیے کئی کور انڈسٹریز لمیٹڈ کے غیر آڈٹ شدہ گروپ کے نتائج کے ساتھ اپنا جائزہ پیش کرنے پر خوش ہیں۔ کئی کور انڈسٹریز گروپ میں کئی کور انڈسٹریز لمیٹڈ، اس کے ماتحت ادارے: کئی کور پاور چین لمیٹڈ (پاور چین)، کئی ٹی جی (پرائیویٹ) لمیٹڈ (کئی ٹی جی)، کئی کور وینچرز (پرائیویٹ) لمیٹڈ (ایل سی وی) اور اس سے وابستہ ادارے شامل ہیں۔ نیوٹرکیو موریناگا (پرائیویٹ) لمیٹڈ (این ایم پی ایل)۔

ڈائریکٹرز رپورٹ، جس میں 31 دسمبر 2024 کو ختم ہونے والے چھ ماہ کے لیے کئی کور انڈسٹریز لمیٹڈ کی کارکردگی پر تبصرہ فراہم کیا گیا ہے، کو الگ سے پیش کیا گیا ہے۔



آصف جمعہ
چیف ایگزیکٹو



محمد سہیل ثناء
چیئر مین / ڈائریکٹر

تاریخ: 27 جنوری، 2025
کراچی

Consolidated Condensed Interim Statement of Financial Position

As at December 31, 2024

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
ASSETS			
Non-current assets			
Property, plant and equipment	6	37,530,474	29,929,796
Intangible assets	7	2,982,389	1,682,954
Right-of-use assets		296,507	182,457
		<u>40,809,370</u>	<u>31,795,207</u>
Long-term investments	8	10,859,507	10,827,265
Long-term loans		835,192	807,512
Long-term deposits and other assets		963,108	287,883
		<u>12,657,807</u>	<u>11,922,660</u>
		<u>53,467,177</u>	<u>43,717,867</u>
Current assets			
Stores, spares and consumables		5,889,788	5,994,851
Stock-in-trade	9	19,246,320	15,466,376
Trade debts	10	4,141,096	5,593,143
Loans and advances		1,516,993	1,043,727
Short-term deposits and prepayments		788,811	1,051,893
Other receivables	11	1,961,872	2,220,907
Short-term investments	12	20,129,859	15,709,822
Cash and bank balances		1,305,352	1,576,667
		<u>54,980,091</u>	<u>48,657,386</u>
Total assets		<u>108,447,268</u>	<u>92,375,253</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
1,500,000,000 (June 30, 2024: 1,500,000,000) ordinary shares of PKR 10 each		<u>15,000,000</u>	<u>15,000,000</u>
Issued, subscribed and paid-up capital			
92,359,050 (June 30, 2024: 92,359,050) ordinary shares of PKR 10 each		923,591	923,591
Capital reserves		18,309,643	18,309,643
Revenue reserve - unappropriated profit		33,467,291	30,213,786
Attributable to the equity holders of the holding company		<u>52,700,525</u>	<u>49,447,020</u>
Non-controlling interests		10,838	10,725
Total equity		<u>52,711,363</u>	<u>49,457,745</u>
Non-current liabilities			
Staff retirement benefits		125,932	115,549
Long-term loans	13	10,380,258	3,986,348
Lease liabilities		206,766	157,478
Deferred tax liability - net	14	5,675,316	5,596,926
Deferred income - government grant	15	565,357	658,955
		<u>16,953,629</u>	<u>10,515,256</u>
Current liabilities			
Trade and other payables		17,681,881	14,311,951
Accrued mark-up		598,281	576,227
Short-term financing	16	13,318,014	11,734,504
Current portion of long-term loans		906,654	909,446
Current portion of lease liabilities		103,521	38,547
Current portion of deferred income - government grant		193,030	204,473
Taxation - net		5,831,824	4,490,277
Unclaimed dividend		149,071	136,827
		<u>38,782,276</u>	<u>32,402,252</u>
Total equity and liabilities		<u>108,447,268</u>	<u>92,375,253</u>
Contingencies and commitments			
	17		

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 Profit or Loss (Unaudited)

For the Three Months and Six Months Period Ended December 31, 2024

	Note	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
------(PKR in '000)-----					
Net turnover	18	31,517,064	62,245,694	31,063,851	60,053,543
Cost of sales	18 & 19	(24,051,063)	(47,985,909)	(24,536,661)	(47,188,314)
Gross profit		7,466,001	14,259,785	6,527,190	12,865,229
Selling and distribution expenses	18	(1,674,915)	(3,701,277)	(1,865,008)	(3,506,501)
Administration and general expenses	18	(628,807)	(1,158,697)	(660,188)	(1,223,375)
Operating result	18	5,162,279	9,399,811	4,001,994	8,135,353
Finance costs		(671,519)	(1,300,478)	(891,582)	(1,988,734)
Exchange (loss) / gain		(13,753)	(8,167)	98,884	121,751
Workers' profit participation fund		(157,596)	(265,132)	(101,924)	(206,116)
Workers' welfare fund		(118,351)	(187,347)	(57,632)	(116,274)
Other charges		(62,637)	(92,021)	(23,891)	(47,190)
		(1,023,856)	(1,853,145)	(976,145)	(2,236,563)
Gain on bargain purchase	5	172,183	172,183	-	-
Other income	20	1,458,834	2,280,278	898,265	1,811,259
Share of profit / (loss) from associate		39,888	32,242	(67,305)	(78,885)
Profit before final taxes and income tax		5,809,328	10,031,369	3,856,809	7,631,164
Taxation - Final taxes		-	(12,536)	(200,584)	(415,669)
Profit before income tax		5,809,328	10,018,833	3,656,225	7,215,495
Taxation - Income tax					
Current		(2,228,490)	(3,638,975)	(1,267,348)	(2,373,548)
Deferred		96,833	(78,391)	113,809	198,556
		(2,131,657)	(3,717,366)	(1,153,539)	(2,174,992)
Profit for the period		3,677,671	6,301,467	2,502,686	5,040,503
Attributable to:					
Owners of the Holding Company		3,677,403	6,301,354	2,502,686	5,040,744
Non-controlling interests		268	113	-	(241)
		3,677,671	6,301,467	2,502,686	5,040,503
------(PKR)-----					
Basic and diluted earnings per share	21	39.82	68.23	27.10	54.58

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 Comprehensive Income (Unaudited)

For the Three Months and Six Months Period Ended December 31, 2024

	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
	------(PKR in '000)-----			
Profit for the period	3,677,671	6,301,467	2,502,686	5,040,503
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>3,677,671</u>	<u>6,301,467</u>	<u>2,502,686</u>	<u>5,040,503</u>
Attributable to:				
Owners of the Holding Company	3,677,403	6,301,354	2,502,686	5,040,744
Non-controlling interests	268	113	-	(241)
	<u>3,677,671</u>	<u>6,301,467</u>	<u>2,502,686</u>	<u>5,040,503</u>

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





Consolidated Condensed Interim Statement of Changes in Equity

For the Six Months Period Ended December 31, 2024

	Issued, subscribed and paid-up capital	Capital reserves	Revenue reserve - Unappropriated profit	Total Reserves	Non-controlling interests	Total
(PKR in '000)						
Balance as at July 1, 2023 (Audited)	923,591	309,643	42,458,096	42,767,739	262,906	43,954,236
Profit for the period	-	-	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
Transaction with owners:						
Final dividend for the year ended June 30, 2023 @ PKR 33 per share	-	-	(3,047,849)	(3,047,849)	-	(3,047,849)
Balance as at December 31, 2023 (Unaudited)	923,591	309,643	44,450,991	44,760,634	262,665	45,946,890
Transfer to Capital reserves	-	18,000,000	(18,000,000)	-	-	-
Buy back of shares	-	-	-	-	(264,600)	(264,600)
Profit for the period	-	-	6,109,801	6,109,801	12,660	6,122,461
Other comprehensive income for the period - net of tax	-	-	146,689	146,689	-	146,689
Total comprehensive income for the period	-	-	6,256,490	6,256,490	12,660	6,269,150
Transaction with owners:						
Interim dividend for the year ended June 30, 2024 @ PKR 27 per share	-	-	(2,493,695)	(2,493,695)	-	(2,493,695)
Balance as at June 30, 2024 (Audited)	923,591	18,309,643	30,213,786	48,523,429	10,725	49,457,745
Profit for the period	-	-	6,301,354	6,301,354	113	6,301,467
Other comprehensive income for the period - net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	6,301,354	6,301,354	113	6,301,467
Transaction with owners:						
Final dividend for the year ended June 30, 2024 @ PKR 33 per share	-	-	(3,047,849)	(3,047,849)	-	(3,047,849)
As at December 31, 2024 (Unaudited)	923,591	18,309,643	33,467,291	51,776,934	10,838	52,711,363

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 Six Months Period Ended December 31, 2024

	Note	December 31, 2024	December 31, 2023
------(PKR in '000)-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	22	14,512,431	13,528,670
Payments for :			
Non-management staff gratuity and eligible retired employees' medical scheme		(12,957)	(15,146)
Staff retirement benefit plan		(22,944)	(35,571)
Income taxes and final taxes		(2,309,965)	(2,110,407)
Interest		(1,140,356)	(1,980,830)
Net cash generated from operating activities		11,026,209	9,386,716
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(5,838,648)	(1,604,522)
Payment for acquisition of business	5	(6,311,649)	-
Proceeds from disposal of operating fixed assets		221,400	7,769
Interest income received		41,042	68,713
Short-term investments made		(265,000)	-
Dividend received on short term investments		270,016	1,323,505
Net cash used in investing activities		(11,882,839)	(204,535)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained		6,975,633	-
Long-term loans repaid		(689,556)	(651,557)
Export refinance facility obtained / (repaid)		2,109,000	(300,000)
Foreign exchange loan obtained		3,323,998	-
Payment of lease liabilities		(93,630)	(31,708)
Dividends paid		(3,035,605)	(3,038,996)
Net cash generated from / (used in) financing activities		8,589,840	(4,022,261)
Net increase in cash and cash equivalents		7,733,210	5,159,920
Cash and cash equivalents at the beginning of the period		7,942,563	2,381,314
Cash and cash equivalents at the end of the period		15,675,773	7,541,234
Cash and cash equivalents at the end of period comprise of:			
Cash and bank balances		1,305,352	1,363,212
Short term investments	12	19,737,859	13,838,968
Short-term running finance	16	(5,367,438)	(7,660,946)
		15,675,773	7,541,234

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

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

For the Six Months Period Ended December 31, 2024

1. STATUS AND NATURE OF BUSINESS

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

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

The Holding Company was incorporated in Pakistan and is listed on the Pakistan Stock Exchange Limited. The Holding Company's registered office is situated at 5 West Wharf, Karachi. The Holding Company is engaged in the manufacturing 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 merchanting of general chemicals and manufacturing of Masterbatches. It also acts as an indenting agent and toll manufacturer. The Holding Company is the subsidiary of Lucky Cement Limited.

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

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

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

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

The consolidated condensed interim financial statements comprise the consolidated statement of financial position of Lucky Core Industries Limited and its subsidiary companies, Lucky Core PowerGen Limited, Lucky TG (Private) Limited and Lucky Core Venture (Private) Limited, as at December 31, 2024 and the related consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flow together with the notes forming part thereof.

2. STATEMENT OF COMPLIANCE

- 2.1** 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 Act. 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.
- 2.2** These consolidated condensed interim financial statements are unaudited and are being submitted to the shareholders as required under section 237 of the Act. 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, 2024.

3. MATERIAL ACCOUNTING POLICY INFORMATION

- 3.1** The material accounting policies applied in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Group's annual audited consolidated financial statements for the year ended June 30, 2024.
- 3.2** Taxes on income in the interim periods are accrued using the tax rate that would be applicable to the expected total annual profit or loss.

3.3 NEW STANDARDS, AMENDMENTS TO ACCOUNTING AND REPORTING STANDARDS AND NEW INTERPRETATIONS

3.3.1 Amendments and interpretations to accounting and reporting standards that are effective in the current period

There are certain new amendments and interpretations to the accounting and reporting standards which are mandatory for the Group during the current period. However, these do not have any significant impact on the Group's financial statements and therefore are not disclosed in these consolidated condensed interim financial statements.

3.3.2 Standards, amendments and interpretations to accounting and reporting standards that are not yet effective

There are certain new and amended standards, interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after July 1, 2025 but are considered not to be relevant or will not have any significant effect on the Group's operations and therefore are not disclosed in these consolidated condensed interim financial statements except for the following:

- The new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (IFRS 18) (published in April 2024 with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit or Loss' with certain additional disclosures in the financial statements;

- The new standards - IFRS S1 'General Requirements for Disclosure of Sustainability-related Financial Information' (IFRS S1) (published in June 2023) and IFRS S2 'Climate-related Disclosures' (IFRS S2) (published in June 2023) with applicability dates of July 1, 2025 by Securities Exchange Commission of Pakistan. IFRS S1 and IFRS S2 when adopted and applicable shall require discloses of information about sustainability-related risks and opportunities and climate-related risks and opportunities respectively; and

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

The management is in the process of accessing the impacts of the new standards and the amendments on the financial statements of the Group.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

In the preparation of consolidated 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 consolidated 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 consolidated financial statements as at and for the year ended June 30, 2024.

5. BUSINESS ACQUISITION

5.1 In line with the Group's growth aspirations and strategic priorities, the Holding Company acquired a manufacturing facility, selected pharmaceutical products, brands and associated trademarks of Pfizer Pakistan Limited, for a total consideration of PKR 5,000 million. In addition to this the Holding Company also acquired relevant working capital along with inventory for a consideration of PKR 2,437 million out of which PKR 1,125 million relates to deferred consideration which is payable after one year from the acquisition date. The transaction was successfully completed on September 6, 2024 (acquisition date).

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

The Holding Company has recorded the identifiable assets at provisional values, as allowed under IFRS 3, because the necessary valuations and calculations not finalised as at the reporting date. Any adjustment in the provisional values of identifiable assets will be adjusted in the financial statements of the Holding Company retrospectively from the acquisition date.

5.2 Details of the provisional fair values of the assets acquired are as follows:

	<u>Fair value recognised on acquisition</u> (PKR in '000)
Indicative value of tangible assets:	
Leasehold land	1,500,800
Building on leasehold land	385,013
Plant, machinery and equipment	1,728,549
Vehicles - net	115,255
Total non-current assets	<u>3,729,617</u>
Current assets	153,519
	<u>3,883,136</u>
Indicative value of intangible assets:	
Brands	1,289,047
	<u>5,172,183</u>
Working capital including inventory	2,436,970
Total assets	<u><u>7,609,153</u></u>

5.3 Details of the carrying values of the net assets acquired, purchase consideration and gain on bargain purchase are as follows:

	<u>September 06, 2024</u> (PKR in '000)
Fair value of net assets acquired	5,172,183
Purchase consideration - paid in cash	(5,000,000)
Gain on bargain purchase	<u><u>172,183</u></u>

5.4 Net turnover and operating profit from the acquired business during the period ended December 31, 2024 are as follows:

	(PKR in '000)
Net turnover	3,156,098
Operating profit	761,003

The aforementioned results have been reported under the Pharma segment of the Holding Company based on the accounting policies of the Holding Company as disclosed in the consolidated annual financial statements for the year ended June 30, 2024.

	Note	<u>December 31, 2024</u> (Unaudited)	<u>June 30, 2024</u> (Audited)
		----- (PKR in '000) -----	
6. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - at net book value		27,082,922	24,391,563
Capital work-in-progress - at cost	6.3	10,447,552	5,538,233
Total property, plant and equipment		<u>37,530,474</u>	<u>29,929,796</u>

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

Operating fixed assets (WDV) - opening balance		24,391,563	24,736,363
Add: Additions / transfers during the period / year	6.2	911,888	3,020,627
Add: Business acquisition during the period / year	5.2	3,729,617	-
		<u>29,033,068</u>	27,756,990
Less: Disposals during the period / year (WDV)	6.2	(151,238)	(19,695)
Less: Depreciation charge for the period / year		(1,798,908)	(3,345,732)
Operating fixed assets (WDV) - closing balance		<u>27,082,922</u>	24,391,563
Add: Capital work-in-progress	6.3	10,447,552	5,538,233
		<u>37,530,474</u>	<u>29,929,796</u>

6.2 Following are the details of operating fixed assets that have been added / transferred and disposed off during the period / year:

	Additions / Transfers		Disposals at net book value	
	For the period ended December 31, 2024 (Unaudited)	For the year ended June 30, 2024 (Audited)	For the period ended December 31, 2024 (Unaudited)	For the year ended June 30, 2024 (Audited)
	------(PKR in '000)-----			
Leasehold land	877	-	-	-
Lime beds on freehold land	-	265,112	-	-
Buildings on freehold land	88,686	103,406	-	-
Buildings on leasehold land	30,761	529,996	143	1,502
Plant and machinery	664,766	1,868,072	40,867	14,827
Rolling stock and vehicles	-	20,235	110,146	-
Furniture and equipment	126,798	233,806	82	3,365
	911,888	3,020,627	151,238	19,695

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

	Period ended December 31, 2024 (Unaudited)					Total
	Civil works and buildings	Plant and machinery	Furniture and equipment	Advances to suppliers / contractors	Designing, consultancy and engineering fee	
	------(PKR in '000)-----					
Opening balance	377,622	1,869,046	611,430	1,999,813	680,322	5,538,233
Additions during the period	775,729	2,846,394	212,895	1,315,719	537,091	5,687,828
Transferred to operating fixed assets during the period	(110,064)	(527,900)	(103,550)	(17,932)	(19,063)	(778,509)
Transfers between categories	59,805	1,915,957	2,081	(1,978,367)	524	-
Closing balance - note 6.3.1	1,043,287	4,187,540	720,775	3,297,600	1,198,350	10,447,552
	------(PKR in '000)-----					
	Year ended June 30, 2024 (Audited)					Total
	------(PKR in '000)-----					
Opening balance	47,611	1,611,820	121,229	838,283	242,984	2,861,927
Additions during the year	1,104,866	1,739,434	618,717	1,489,623	648,330	5,600,970
Transferred to operating fixed assets during the year	(774,855)	(1,482,208)	(128,516)	(328,093)	(210,992)	(2,924,664)
Closing balance	377,622	1,869,046	611,430	1,999,813	680,322	5,538,233

6.3.1 Majority of the closing balance of capital work-in-progress pertains to projects relating to Soda Ash business.

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
		------(PKR in '000)-----	
7. INTANGIBLE ASSETS			
Intangible assets - at net book value	7.1	2,982,389	1,682,954
7.1 Following are the details of intangible assets:			
Brands		2,726,726	1,437,679
Goodwill		206,374	206,374
Others		49,289	38,901
		2,982,389	1,682,954
7.2 Additions to intangible assets	7.3	1,306,429	31,066

7.3 This mainly includes additions as a result of business acquisition as disclosed in note 5.2 of these consolidated condensed interim financial statements.

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
8. LONG-TERM INVESTMENTS			
Unquoted - at cost			
Associate			
- NutriCo Morinaga (Private) Limited [22.2% holding (June 30, 2024: 24.5% holding)] 20,121,621 (June 30, 2024: 20,121,621) ordinary shares face value of PKR 100 each	8.1	10,857,007	10,824,765
Others			
Equity			
- Arabian Sea Country Club Limited 250,000 (June 30, 2024: 250,000) ordinary shares of PKR 10 each		2,500	2,500
		<u>10,859,507</u>	<u>10,827,265</u>
8.1			
During the period, NutriCo Morinaga (Private) Limited (NutriCo) issued right shares which were not subscribed / declined by the Holding Company which consequently reduced the shareholding percentage of the Holding Company in NutriCo from 24.5% to 22.2%.			
	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
9. STOCK-IN-TRADE			
Raw and packing material includes goods-in-transit amounting to PKR 1,869.600 million (June 30, 2024: PKR 1,917.291 million)		8,748,317	7,959,181
Work-in-process		716,198	483,585
Finished goods include goods-in-transit amounting to PKR 162.562 million (June 30, 2024: PKR 485.710 million)	9.1	9,957,371	7,253,716
		<u>19,421,886</u>	15,696,482
Provision for slow moving and obsolete stock-in-trade		<u>(175,566)</u>	(230,106)
		<u>19,246,320</u>	<u>15,466,376</u>
9.1			
Stock amounting to PKR 94.686 million (June 30, 2024: PKR 18.538 million) is measured at net realisable value. The related expense amounting to PKR 17.988 million (June 30, 2024: PKR 7.620 million) has been recognised in cost of sales.			
	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
10. TRADE DEBTS			
Considered good			
- Secured		388,627	2,076,145
- Unsecured			
Due from associated companies		30,294	56,389
Others		4,882,653	4,459,102
		<u>5,301,574</u>	6,591,636
Considered doubtful		<u>213,139</u>	170,820
		5,514,713	6,762,456
- Allowance for expected credit loss (ECL)	10.1	<u>(213,139)</u>	(170,820)
- Provision for price adjustments, discounts and sales returns		<u>(1,160,477)</u>	(998,493)
		<u>(1,373,617)</u>	(1,169,313)
		<u>4,141,096</u>	5,593,143
10.1			
During the period, the Group has recognised allowance for ECL amounting to PKR 42.319 million (June 30, 2024: PKR 51.039 million).			
	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
11. OTHER RECEIVABLES			
Considered good			
Sales tax		1,585,539	1,827,731
Commission and discounts receivable		5,122	3,185
Due from associated companies		19,826	-
Accrued interest income		13,004	6,814
Receivable from principal		112,990	125,407
Others		225,391	257,770
		<u>1,961,872</u>	2,220,907
Considered doubtful		<u>78,918</u>	79,699
Allowance for ECL	11.1	<u>2,040,790</u>	2,300,606
		<u>(78,918)</u>	(79,699)
		<u>1,961,872</u>	<u>2,220,907</u>

11.1 During the period, the Group has recognised reversal for ECL amounting to PKR 0.781 million (June 30, 2024: expense of PKR 19.224 million).

	Note	December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
12. SHORT TERM INVESTMENTS			
At fair value through profit or loss			
Investments in mutual funds	12.1	19,737,859	15,582,822
At amortised cost			
Term deposits receipts		392,000	127,000
		<u>20,129,859</u>	<u>15,709,822</u>
12.1	This includes unrealised revaluation gain of PKR 1,121.602 million (June 30, 2024: Nil) arising on remeasurement of investment in mutual funds.		
		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
13. LONG-TERM LOANS			
Long-term loans		11,286,912	4,895,794
Current portion shown under current liabilities		(906,654)	(909,446)
		<u>10,380,258</u>	<u>3,986,348</u>
13.1	There is no material change in the terms and conditions of the long-term loans as disclosed in the Holding Company's annual audited consolidated financial statements for the year ended June 30, 2024. During the period, the Holding Company has obtained Diminishing Musharakah of PKR 6,867.40 million from various banks to finance acquisition of certain assets of Pfizer Pakistan Limited as explained in note 5 and to manage capital expenditure requirements of its Soda Ash business. Repayment of these loan is to be made in quarterly installments in 7 years including 1 to 2 years of grace period. The mark-up on these loans is charged at KIBOR plus 0.05% to KIBOR plus 0.2% per annum. The loans are secured against fixed assets of the Holding Company.		
		December 31, 2024 (Unaudited)	June 30, 2024 (Audited)
------(PKR in '000)-----			
14. DEFERRED TAX LIABILITY - NET			
Deductible temporary differences			
Provisions for allowance for ECL and others		(674,545)	(636,120)
Retirement benefit fund provisions		(137,839)	(140,301)
Taxable temporary differences			
Property, plant and equipment and intangibles		2,719,120	2,894,352
Investment in associate		3,488,345	3,478,995
Investments in mutual funds		280,235	-
		<u>5,675,316</u>	<u>5,596,926</u>
15. DEFERRED INCOME - GOVERNMENT GRANT			
Government grant		758,387	863,428
Current portion of government grant		(193,030)	(204,473)
		<u>565,357</u>	<u>658,955</u>
16. SHORT-TERM FINANCING			
Export refinance facility (ERF)		4,626,578	2,517,578
Foreign exchange loan (FE-25)		3,323,998	-
Short-term running finance - secured		5,367,438	9,216,926
		<u>13,318,014</u>	<u>11,734,504</u>

16.1 There is no material change in the terms and conditions of short-term borrowings and running finances as disclosed in the Group's annual audited consolidated financial statements for the year ended June 30, 2024 except for the following:

- (a) During the period, the Holding Company has obtained FE-25 loans amounting to PKR 3,324 million to finance its working capital needs from different banks which are denominated in the foreign currency and are repayable upon maturity which is typically one month. FE-25 loans are secured against charge on current assets of the Holding Company and carries mark-up at the rate of 5% to 7.75% per annum.
- (b) During the period, the Holding Company has transferred facility limit amounting to PKR 1,000 million from letter of guarantees to short-term running finance.

17. CONTINGENCIES AND COMMITMENTS

17.1 Contingencies

17.1.1 Claims against the Group not acknowledged as debt are as follows:

	<u>December 31, 2024</u> <u>(Unaudited)</u>	<u>June 30, 2024</u> <u>(Audited)</u>
	------(PKR in '000)-----	
Local bodies	84,500	84,500
Others	<u>1,611,431</u>	<u>2,095,740</u>
	<u><u>1,695,931</u></u>	<u><u>2,180,240</u></u>

17.1.2 There are no material changes in the status of contingencies as reported in the annual audited consolidated financial statements for the year ended June 30, 2024, except for the following:

- (a) The Federal Board of Revenue (FBR) finalised sales tax proceedings vide order dated July 29, 2024, whereby, input tax of PKR 90.86 million was disallowed. Being aggrieved by the order, the Holding Company filed an appeal before the Tribunal which vide appellate order dated December 11, 2024 has remanded back the case to FBR.
- (b) Sales tax audit for July 2018 to June 2019 has been finalised by the FBR vide order dated October 22, 2024 raising sales tax demand of PKR 23.295 million on various issues including adjustment of inadmissible input tax and non-payment of sales tax on sale of fixed assets. The Holding Company has filed an appeal before the Tribunal which is pending adjudication, however, the sales tax demand has been paid under protest.
- (c) There has been a dispute between the Holding Company and the Collectorate of Customs regarding HS code classification of various consignments relating to Power Generation Projects. A petition was filed by the Holding 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 PKR 1,095.290 million with the Nazir of the Sindh High Court in order to release import shipments. Subsequently, the Sindh High Court has disposed off the petition vide order dated January 13, 2025 whereby the case has been remanded back to the Classification Centre for deciding the correct classification of consignment relating to Power Generation Projects.

The Holding Company based on the opinion of advisors is confident that the above cases would be decided in Group's favor. Accordingly, no provision in respect of these matters has been made in these consolidated condensed interim financial statements.

17.2 Commitments

17.2.1 Commitments in respect of capital expenditure

17.2.2 Commitments for rentals under Ijarah contracts in respect of vehicles are as follows:

<u>Year</u>	<u>December 31, 2024</u> <u>(Unaudited)</u>	<u>June 30, 2024</u> <u>(Audited)</u>
	------(PKR in '000)-----	
2023-24	-	6,756
2024-25	3,378	7,195
2025-26	7,195	7,663
2026-27	7,663	8,161
2027-28	8,161	8,691
2028-29	8,691	-
	<u>35,088</u>	<u>38,466</u>
Payable not later than one year	3,378	6,756
Payable later than one year but not later than five years	<u>31,710</u>	<u>31,710</u>
	<u><u>35,088</u></u>	<u><u>38,466</u></u>

17.3 Other commitments

17.3.1 Outstanding letter of credit - unutilised PKR 17,181.164 million
(June 30, 2024: PKR 17,332 million)

17.3.2 Outstanding letter of guarantee - unutilised PKR 316.614 million
(June 30, 2024: PKR 220.02 million)

17.3.3 Commitments in respect of post dated cheques

	<u>9,365,006</u>	<u>9,958,727</u>
	<u>4,650,755</u>	<u>4,407,696</u>
	<u>1,071,696</u>	<u>1,081,752</u>

	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
	------(Unaudited)-----			
	-----PKR in '000-----			
18.1 Turnover and cost of sales				
Inter-segment sales and purchases have been eliminated from the total	<u>375,936</u>	<u>867,317</u>	445,004	<u>1,131,985</u>
18.2 Turnover includes export sales made to various countries amounting to:	<u>1,249,438</u>	<u>4,410,573</u>	3,428,859	<u>6,237,961</u>
18.3 Turnover includes commission / toll income amounting to:	<u>12,559</u>	<u>56,040</u>	13,119	<u>18,475</u>
19. COST OF SALES				
Opening stock of raw and packing materials - note 9	<u>9,667,002</u>	<u>7,959,181</u>	8,693,372	9,927,537
Purchases	<u>14,195,103</u>	<u>30,281,693</u>	15,933,117	26,732,584
	<u>23,862,105</u>	<u>38,240,874</u>	24,626,489	36,660,121
Closing stock of raw and packing materials - note 9	<u>(8,748,317)</u>	<u>(8,748,317)</u>	(9,251,103)	(9,251,103)
Raw and packing materials consumed	<u>15,113,788</u>	<u>29,492,557</u>	15,375,386	27,409,018
Manufacturing costs	<u>7,850,916</u>	<u>15,332,561</u>	7,282,096	14,655,579
	<u>22,964,704</u>	<u>44,825,118</u>	22,657,482	42,064,597
Opening stock of work-in-process - note 9	<u>474,868</u>	<u>483,585</u>	608,269	450,271
	<u>23,439,572</u>	<u>45,308,703</u>	23,265,751	42,514,868
Closing stock of work-in-process - note 9	<u>(716,198)</u>	<u>(716,198)</u>	(646,812)	(646,812)
Cost of goods manufactured	<u>22,723,374</u>	<u>44,592,505</u>	22,618,939	41,868,056
Opening stock of finished goods - note 9	<u>7,726,730</u>	<u>7,253,716</u>	7,833,908	8,407,429
Finished goods purchased	<u>3,558,330</u>	<u>6,097,059</u>	983,967	3,812,982
	<u>34,008,434</u>	<u>57,943,280</u>	31,436,814	54,088,467
Closing stock of finished goods - note 9	<u>(9,957,371)</u>	<u>(9,957,371)</u>	(6,900,153)	(6,900,153)
	<u>24,051,063</u>	<u>47,985,909</u>	24,536,661	47,188,314
20. OTHER INCOME				
This includes PKR 1,391.618 million (December 31, 2023: 1,324.801 million) on account of income from investment in mutual funds.				
	------(Unaudited)-----			
	-----PKR in '000-----			
21. BASIC AND DILUTED EARNINGS PER SHARE				
Profit attributable to the owners of the Holding Company	<u>3,677,403</u>	<u>6,301,354</u>	2,502,686	<u>5,040,744</u>
	------(Number of shares)-----			
Weighted average number of ordinary shares outstanding during the period	<u>92,359,050</u>	<u>92,359,050</u>	92,359,050	<u>92,359,050</u>
	------(PKR)-----			
Basic and diluted earnings per share	<u>39.82</u>	<u>68.23</u>	27.10	<u>54.58</u>

	Note	For the six months ended December 31, 2024	For the six months ended December 31, 2023
22. CASH GENERATED FROM OPERATIONS			
		------(Unaudited)-----	
		------(PKR in '000)-----	
Profit before final taxes and income tax		10,031,369	7,631,164
Adjustments for:			
Depreciation and amortisation		1,858,523	1,706,378
Gain on disposal of operating fixed assets		(70,162)	(5,696)
Gain on bargain purchase		(172,183)	-
Provision for non-management staff gratuity and eligible retired employees' medical scheme		21,644	22,984
Provision for staff retirement benefit plans		26,929	22,413
Interest income		(47,231)	(285,587)
Interest expense		1,300,478	1,988,062
Dividend income from mutual funds		(270,016)	(1,323,505)
Provisions no longer required written-back		-	(58)
Provision for slow moving and obsolete stock-in-trade		40,844	63,134
Allowance for expected credit losses		42,319	20,908
Unwinding of staff loans cost		(552,454)	107,843
Deferred income - Government grant		(105,041)	(88,925)
Share of (profit) / loss from associate		(32,242)	78,885
Provision for slow moving and obsolete stores, spares and consumables		708	1,589
		<u>12,073,485</u>	<u>9,939,589</u>
Movement in:			
Working capital	22.1	2,571,877	3,795,425
Long-term loans		(27,680)	(202,126)
Long-term deposits and other assets		(105,251)	(4,218)
Cash generated from operations		<u>14,512,431</u>	<u>13,528,670</u>
22.1 Movement in working capital			
(Increase) / decrease in current assets			
Stores, spares and consumables		257,874	1,355,349
Stock-in-trade		(2,526,659)	1,924,035
Trade debts		1,409,728	(430,600)
Loans and advances		(473,266)	(511,940)
Trade deposits and short-term prepayments		267,350	(471,515)
Other receivables		265,225	917,310
		(799,748)	2,782,639
Increase in current liabilities			
Trade and other payables		3,371,626	1,012,786
		<u>2,571,877</u>	<u>3,795,425</u>

23. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the ultimate Holding company (Lucky Cement Limited) and related group companies, associated companies, 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 condensed interim financial statements are as follows:

Relationship with the Group	Nature of Transaction	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
		------(Unaudited)-----			
		------(PKR in '000)-----			
<i>Parent Company</i>	Dividend paid	1,676,334	1,676,334	1,676,334	1,676,334
	Sale of goods and materials	6,111	16,422	10,346	20,367
	Purchase of goods, materials and services	46,464	105,149	10,197	20,060

Relationship with the Group	Nature of Transaction	For the three months period ended December 31, 2024	For the six months period ended December 31, 2024	For the three months period ended December 31, 2023	For the six months period ended December 31, 2023
		(Unaudited)			
(PKR in '000)					
<i>Associated Companies</i>	Purchase of goods, materials and services	151,068	234,289	89,147	177,522
	Sale of goods and materials	1,772,718	2,844,823	2,903,979	4,075,559
	Reimbursement of expenses	9,012	25,764	8,700	16,504
	Dividend paid	808,905	808,905	808,905	808,905
	Donations paid	3,271	5,345	9,752	15,246
<i>Others</i>	Staff retirement benefits - contribution	137,431	252,886	117,429	222,643
<i>Key management personnel</i>	Remuneration paid	112,386	420,293	111,484	408,802
	Post employment benefits	13,373	25,661	12,668	25,605
	Director's meeting fee	1,543	3,299	675	1,894
	Dividend paid	24,243	24,243	24,243	24,243

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, 2024.

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 financial 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 except for lease liabilities.

25.2 The Group classifies financial 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) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- (ii) Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- (iii) Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As of the reporting date, except for the Group's investment in mutual funds (which is valued under level 2), none of the financial instruments are carried at fair value in these consolidated condensed interim financial statements. There were no transfers between level 1, 2 or 3 of the fair value hierarchy during the year.

Assets	As at December 31, 2024 (Unaudited)			
	Level 1	Level 2	Level 3	Total
(PKR in '000)				
Financial assets - fair value through profit or loss:				
- Short-term investments (units of mutual funds)	-	19,737,859	-	19,737,859

Assets	As at June 30, 2024 (Audited)			
	Level 1	Level 2	Level 3	Total
	----- (PKR in '000) -----			
Financial assets - fair value through profit or loss:				
- Short-term investments (units of mutual funds)	-	15,582,822	-	15,582,822

26. DATE OF AUTHORISATION

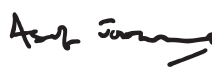
These consolidated condensed interim financial statements were authorised for issue in the Board of Directors meeting held on January 27, 2025.

27. GENERAL

- 27.1** The Directors in their meeting held on January 27, 2025 have recommended and approved an interim cash dividend of PKR 34 per share for the year ending June 30, 2025. These consolidated condensed interim financial statements do not include the effect of the above interim dividend which will be accounted for in the period in which it is approved.
- 27.2** Figures have been rounded off to the nearest thousand PKR except as stated otherwise.
- 27.3** Wherever considered necessary, corresponding figures have been reclassified for the purpose of comparison and improved presentation. However, the impacts are not material.
- 27.4** Non-cash investing and financing activities include additions of right-of-use assets.



Muhammad Sohail Tabba
Chairman / Director



Asif Jooma
Chief Executive



Atif Aboobakar
Chief Financial Officer

A publication of the
Corporate Communications & Public Affairs Function

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