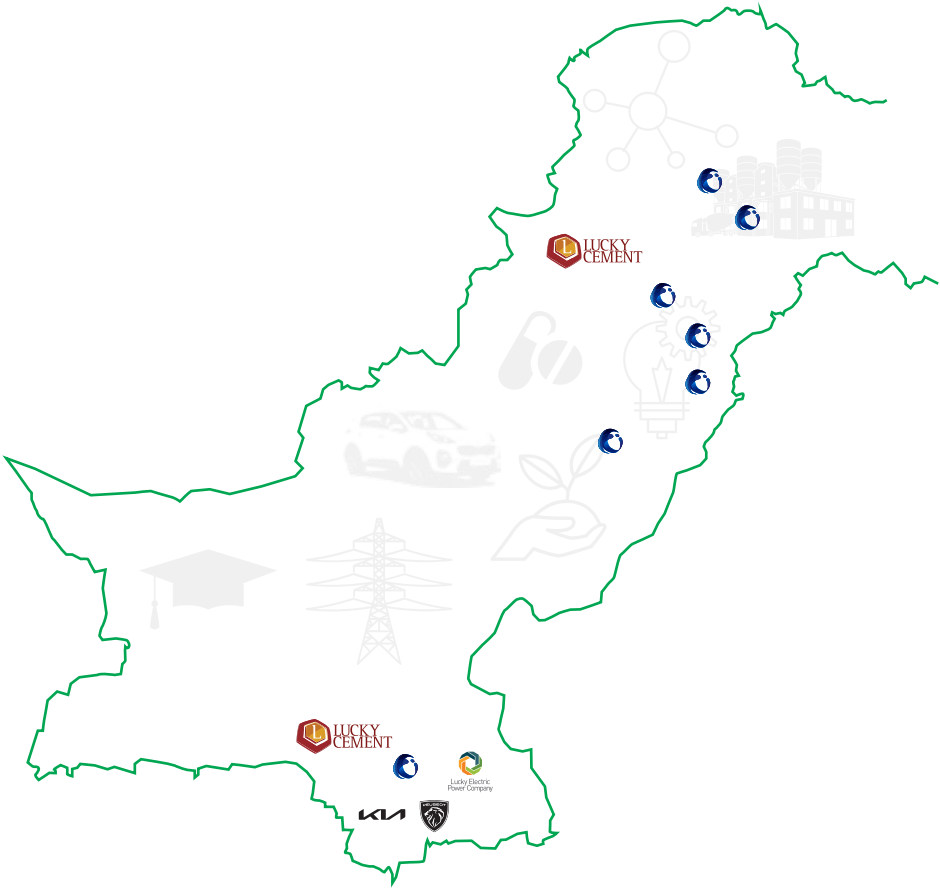




STRENGTHENING PAKISTAN

COMMITTED TO NATIONAL DEVELOPMENT

1ST QUARTERLY
REPORT 2021-22



AUTOMOBILE | AGRICULTURE | CEMENT | CHEMICALS | PHARMACEUTICAL | LIFE SCIENCES | FOOD & NUTRITION | POWER | AUTOMOBILE | AGRICULTURE



STRENGTHENING PAKISTAN

COMMITTED TO NATIONAL DEVELOPMENT

Our diversified business approach and the energetic team have facilitated us to succeed with confidence. In line with the philosophy of "Make in Pakistan", Lucky Cement has been able to transform itself not only as a business leader but diversified into several other industries bringing the latest manufacturing technologies and strengthening the industrial base of the country.

This has further allowed us to explore new markets and export a wide range of products globally as a group. Our phenomenal exports in various sectors including cement, textiles and chemicals have given us the opportunity to significantly contribute to the national exchequer, by becoming the largest exporter of value-added products from Pakistan.

This year we are celebrating 25 years of commencement of commercial production of our plant in Pezu, District Lakki Marwat, Khyber Pakhtunkhwa.

With a team of over 6,000 direct employees and indirect employment to hundreds of thousands of people in the value chain, we are determined to further create opportunities for employment and growth in Pakistan.

Through various international projects and joint ventures, we have been able to develop the skill set of the local workforce for the global markets. Due to our strong international foothold and strategic global partnerships, we have been able to export this skilled manpower from Pakistan, creating a positive contribution towards their immediate families, their communities, and the country.

The ability to stand in tough times is what makes us the industry leader. From record-breaking value-added exports to extensive contributions to the community development programs, from sustainable business operations to a strong international footprint, we are determined to play our role in "Strengthening Pakistan".

TURE | CEMENT | CHEMICALS | PHARMACEUTICAL | LIFE SCIENCES | FOOD & NUTRITION | POWER | AUTOMOBILE | AGRICULTURE | CEMENT | CHEMICALS



ICI PAKISTAN LTD.



CONTENTS

Company Information	05
Directors' Report	07
Unconsolidated Condensed Interim Statement of Financial Position	14
Unconsolidated Condensed Interim Statement of Profit or Loss	15
Unconsolidated Condensed Interim Statement of Comprehensive Income	16
Unconsolidated Condensed Interim Statement of Cash Flows	17
Unconsolidated Condensed Interim Statement of Changes In Equity	18
Notes to the Unconsolidated Condensed Interim Financial Statements	19
Consolidated Condensed Interim Statement of Financial Position	27
Consolidated Condensed Interim Statement of Profit or Loss	28
Consolidated Condensed Interim Statement of Comprehensive Income	29
Consolidated Condensed Interim Statement of Cash Flows	30
Consolidated Condensed Interim Statement of Changes In Equity	31
Notes to the Consolidated Condensed Interim Financial Statements	32

COMPANY INFORMATION

BOARD OF DIRECTORS

Muhammad Yunus Tabba
(Chairman)

Muhammad Ali Tabba
Muhammad Sohail Tabba
Jawed Yunus Tabba
Mariam Tabba Khan
Masood Karim Shaikh
Khawaja Iqbal Hassan

MANAGEMENT TEAM

Muhammad Ali Tabba
(Chief Executive)
Norman Hasan
(Executive Director)
Muhammad Atif Kaludi
(Director Finance & Chief Financial Officer)
Amin Ganny
(Chief Operating Officer)
Adnan Ahmed
(Chief Operating Officer, International Businesses)
Murtaza Abbas
(Chief Strategy Officer & Director Investment)

COMPANY SECRETARY

Faisal Mahmood

HEAD OF INTERNAL AUDIT

Ahmad Waseem Khan

BOARD COMMITTEES

AUDIT COMMITTEE

Masood Karim Shaikh
(Chairman)
Muhammad Sohail Tabba
Jawed Yunus Tabba
Mariam Tabba Khan
Khawaja Iqbal Hassan

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Khawaja Iqbal Hassan
(Chairman)
Muhammad Sohail Tabba
Jawed Yunus Tabba
Mariam Tabba Khan
Masood Karim Shaikh

BUDGET COMMITTEE

Muhammad Sohail Tabba
(Chairman)
Muhammad Ali Tabba
Jawed Yunus Tabba
Mariam Tabba Khan

FINANCIAL INSTITUTIONS

Allied Bank Limited
Allied Bank Limited – Islamic Banking
Askari Bank Limited
Bank Alfalah Limited – Islamic Banking
Bank Al-Habib Limited
Bank Al-Habib Limited – Islamic Banking
BankIslami Pakistan Limited
Citibank N.A.
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited – Islamic Banking
Habib Bank Limited
Habib Bank Limited – Islamic Banking
Habib Metropolitan Bank Limited
Habib Metropolitan Bank Limited – Islamic Banking
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan
National Bank of Pakistan –Aitemaad Islamic Banking
Pakistan Kuwait Investment Company (Private) Limited
Samba Bank Limited
Standard Chartered Bank (Pakistan) Limited
Saudi Pak Industrial & Agricultural Investment Company Limited
United Bank Limited
UBL Ameen Islamic Banking

CREDIT RATING

Medium to Long-term rating: AA+ (Double A Plus)
Short-term rating: A-1+ (A-One Plus)
(by VIS Credit Rating Company Limited)

EXTERNAL AUDITORS

M/s. A.F. Ferguson & Co., Chartered Accountants

COST AUDITORS

M/s. Grant Thornton Anjum Rahman – Chartered Accountants

SHARIAH ADVISOR

M/s. Alhamd Shariah Advisory Services (Pvt). Ltd

REGISTERED OFFICE

📍 Main Indus Highway, Pezu, District Lakki Marwat,
Khyber Pakhtunkhwa, Pakistan

HEAD OFFICE

📍 6-A, Muhammad Ali Housing Society, A. Aziz
Hashim Tabba Street, Karachi – 75350
📞 UAN: (+92-21) 111-786-555
🌐 Website: www.lucky-cement.com
✉ Email: info@lucky-cement.com

PRODUCTION FACILITIES

1. Main Indus Highway, Pezu, District Lakki Marwat,
Khyber Pakhtunkhwa, Pakistan
2. 58 Kilometers on Main M9 Highway, Gadap Town,
Karachi, Pakistan

SHARE REGISTRAR

M/s. CDC Share Registrar Services Limited (CDCSRSL)
CDC House, 99-B, Block-B, S.M.C.H.S Main Shahra-e-
Faisal, Karachi, Pakistan (Toll Free): 0800 23275

Directors' Report

The Directors have the pleasure in presenting to you the financial results of your Company which include both, consolidated and unconsolidated unaudited financial statements for the first quarter ended September 30, 2021.

Overview

Financial Performance – Consolidated

On a consolidated basis, your Company achieved a gross turnover of PKR 69.27 billion which is 19.7% higher as compared to the same period last year's turnover of PKR 57.85 billion.

Moreover, the consolidated Net Profit of the Company was PKR 8.86 billion of which PKR 2.21 billion is attributable to non-controlling interests. The consolidated net profit attributable to owners of the Holding Company translates into an EPS of PKR 20.57 during the first quarter ended September 30, 2021 as compared to PKR 13.45 during the same period last year.

The consolidated financial performance of your Company for the first quarter ended September 30, 2021 as compared to last year is presented below:

Particulars	PKR in million except EPS		
	1st Quarter 2021-22	1st Quarter 2020-21	Change (%)
Gross Revenue	69,269	57,851	19.7%
Net Revenue	54,982	45,114	21.9%
GP	11,662	8,773	32.9%
GP as a percentage of net revenue	21.21%	19.45%	9.07%
OP	7,819	5,298	47.6%
EBITDA	10,269	7,469	37.5%
PAT	8,859	5,132	72.6%
PAT (Attributable to Owners' of the holding company)	6,651	4,349	52.9%
EPS	PKR 20.57	PKR 13.45	52.9%

The increase in Net Profit was mainly attributable to increase in profitability at Lucky Cement Limited on the back of higher local sales during the quarter under review. The increase in consolidated Net Profit was also supported by considerable increase in profitability of Chemicals business due to improved sales volumes of Polyester, Pharma and Animal Health business segments at ICI Pakistan Limited. The net profit of Chemicals business also increased on account of a one-time unrealized accounting gain recognized on acquisition of controlling interest in NutriCo Pakistan (Pvt) Limited amounting to PKR 1.847 billion. Lucky Motor Corporation also posted growth in profitability mainly on account of growth in sales revenue; whereas, profitability of Company's overseas operations increased mainly due to operations of Company's Joint Venture Greenfield cement plant in Samawah, Iraq, which achieved its COD in March 2021.

Cement Industry and Company's Performance – Unconsolidated

The industry-wide local sales volume registered a growth of 4.1% to reach 11.29 million tons during the first quarter under review versus 10.84 million tons during the same period last year. Export sales volumes showed a large decline of 43.8% to reach 1.54 million tons during 1Q 2021-22 compared to 2.74 million tons during the same period last year. As a result the total cement sales of the industry declined by 5.6% to 12.83 million tons during the first quarter ended September 30, 2021 in comparison to 13.60 million tons during the same period last year.

The decline in overall dispatches is mainly attributed to decline in export volumes on the back of increasing coal prices and freight costs internationally, which have adversely impacted the viability of cement exports from Pakistan. Apart from this, some importing countries faced issues with their political and economical conditions, in addition to challenges already being faced due to Covid.

In line with the Cement Industry, your Company's local sales volumes grew by 3.7% to reach 1.73 million tons in comparison to 1.66 million tons during the same period last year. Moreover, the export sales volumes of the Company decreased by 30.4% to 0.53 million tons as compared to 0.77 million tons during the same period last year, resulting in overall sales volumes declining by 7.0% to reach 2.26 million tons during Q1 2021-22.

The increase in Company's local sales volume during the period under review compared to same period last year is mainly due to sustained cement demand as a result of several initiatives taken by the Government to boost construction activities in the country.

Cement Production & Sales Volume Performance – Unconsolidated

The unconsolidated production and sales statistics of your Company for the first quarter ended September 30, 2021 compared to the same period last year are as follows:

Particulars	1st Quarter 2021-22 (Tons in '000')	1st Quarter 2020-21	Growth (Decline) (%)
Clinker Production	2,303	2,210	4.2%
Cement Production	2,112	2,141	(1.4%)
Cement / Clinker Sales	2,260	2,430	(7.0%)

A comparison of the dispatches of the Industry and your Company's unconsolidated business for the first quarter ended September 30, 2021 in comparison with the same period last year is presented below:

Particulars (Tons in '000')	1st Quarter FY 2021-22	1st Quarter FY 2020-21	Growth / (Decline) %	
<u>Cement Industry*</u>				
Local Sales	11,286	10,844	442	4.1%
Export Sales				
- Bagged	675	1,128	(453)	(40.2%)
- Loose	186	123	63	51.2%
- Clinker	681	1,491	(810)	(54.3%)
Total Exports	1,542	2,742	(1,200)	(43.8%)
Grand Total	12,828	13,586	(758)	(5.6%)
<u>Lucky Cement</u>				
Local Sales				
- Cement	1,728	1,666	62	3.7%
- Clinker	-	-	-	0.0%
	1,728	1,666	62	3.7%
Export Sales				
- Bagged	187	364	(177)	(48.6%)
- Loose	186	123	63	51.2%
- Clinker	159	277	(118)	(42.6%)
Total Exports	532	764	(232)	(30.4%)
Grand Total	2,260	2,430	(170)	(7.0%)

* Industry data is based on best available market estimates

Market Share	1st Q FY 2021-22	1st Q FY 2020-21	Growth/ (Decline) %
Local Sales	15.3%	15.4%	(0.6%)
Export Sales			
- Bagged	27.7%	32.3%	(14.2%)
- Loose	100.0%	100.0%	0.0%
- Clinker	23.3%	18.6%	25.3%
Total Export	34.5%	27.9%	23.7%
Grand Total	17.6%	17.9%	(1.7%)

Financial Performance - Standalone

The standalone financial performance of your Company for the first quarter ended September 30, 2021 as compared to the same period last year is presented below:

Particulars	PKR in million except EPS		
	1st Quarter 2021-22	1st Quarter 2020-21	Change (%)
Gross Revenue	22,974	19,731	16.4%
Net Revenue	16,915	14,335	18.0%
GP	4,618	3,995	15.6%
GP as a percentage of net revenue	27.3%	27.9%	(2.04%)
OP	3,271	2,351	39.1%
EBITDA	4,383	3,426	27.9%
PAT	3,284	2,226	47.5%
EPS	PKR 10.15	PKR 6.89	47.5%

Revenue

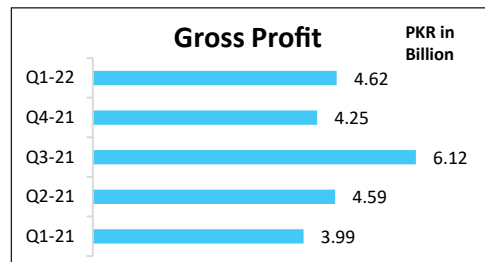
During the first quarter of 2021-22 under review, your Company's overall gross sales revenue increased by 16.4% as compared to the same period last year. Where local sales revenue showed an increase of 30.2% (PKR 19.74 billion vs PKR 15.17 billion), the export sales revenue declined by 29.3% (PKR 3.23 billion vs PKR 4.57 billion) respectively.

Cost of Sales

During the first quarter of 2021-22 under review, per ton cost of sales of your Company increased by 27.8% as compared to the same period last year. This was mainly due to an increase in coal prices along with other input costs.

Gross Profit

The Gross profit margins of the company for the first quarter under review were 27.3% as compared to 27.9% reported during the same period last year. This was due to increase in input costs which was partially offset by increase in prices.



Dividends

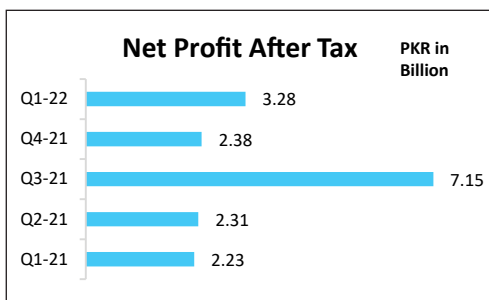
During the first quarter of 2021-22 under review, the dividend income received by your Company from its subsidiary, ICI Pakistan was PKR 1.02 billion.

Subsidiary/ Associate PKR in B	Q1-22	Q4-21	Q3-21	Q2-21	Q1-21
ICI	1.02	-	1.02	-	0.25
LHL	-	0.095	-	-	0.13
YEL	-	-	0.061	-	-
LMC	-	-	2.85	-	-
Total	1.02	0.095	3.93	-	0.38

Net Profit

Your Company achieved a profit before tax of PKR 4.30 billion during the first quarter under review as compared to PKR 2.69 billion reported during the same period last year. This was primarily on account of the increase in sales revenue and dividend income during the first quarter under review.

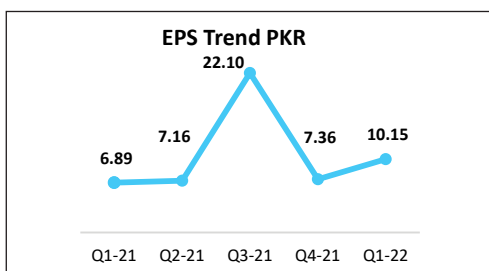
Accordingly, after-tax profit of PKR 3.28 billion was achieved during the first quarter under review as compared to PKR 2.23 billion reported during the same period last year.



Note: The Net Profit in Q-3 was higher than other quarters mainly on account of higher volumes, lower input costs and higher dividends from Subsidiaries/ associated companies

Earnings per share

The earnings per share of your Company for the first quarter ended September 30, 2021 were PKR 10.15 in comparison to PKR 6.89 reported during the same period last year.



Investment Projects – New and Ongoing

Brownfield cement plant expansion in KPK Province of Pakistan – 3.15 million tons per annum

Keeping pace with the increasing demand in the domestic Cement industry, on the back of revival of economic activity and uptick in construction projects including both retail level projects as well as mega infrastructure development projects, your Company decided to enhance its cement production capacity at its Pezu Plant by 3.15 million tons per annum.

Project activities commenced in Q4 of FY 2021 and the project completion is targeted for December, 2022.

Investment in 1 x 660 MW, supercritical, coal-based power project

The construction activity for setting up a 660 MW super critical, lignite coal-based power plant is at an advanced stage of completion with commissioning activities in progress. The project faced delays due to CPPA not timely resolving the right of way issues for the provision of the necessary interconnection facilities as per the PPA. Simultaneously, the CPPA and the EPC Contractor issued Force Majeure notices due to outbreak of Covid-19. The Company has rejected such notices on the basis of its contractual rights under the project documents.

It is matter of pleasure to report that despite all the challenges, the project has achieved completion status of approximately 99% and carried out internal commissioning and testing by using back feed power from 132 kv K-Electric grid. Moreover, with the active support from the Government, the irritants disrupting interconnection work falling under CPPA domain have been removed and the Company is targeting to achieve its COD by end December, 2021 based on the expectation that interconnection facilities will be provided by end October, 2021 by CPPA.

Corporate Social Responsibility

The primary focus of CSR initiatives of your Company remains in the education sector, women empowerment, health, environment conservation, and community development.

Education / Scholarships

In continuation of its long-term objective to provide merit-based support for the deserving and less privileged segments of the society, your Company continued to extend scholarships to various students of leading universities in Pakistan.

To make education accessible and affordable for deserving students especially from the rural areas regardless of their financial background, your Company also launched dedicated scholarships and vocational training programs.

Women Empowerment

To empower women through education has been an ongoing process with the collaboration of Zindagi Trust in which your Company has been supporting two leading Government girls' schools in Karachi. These schools have been transformed into model girls' educational institutions in Pakistan. Further to this Company has collaborated with Million Smiles Foundation for the establishment of school for "Out of School" children in the vicinity of Neelum Valley, Azad Kashmir.

Health Initiatives

Provision of quality healthcare for the society at large continues to remain your Company's priority, especially through financial support of Aziz Tabba Foundation; a prominent philanthropic institution that is running Tabba Heart and Tabba Kidney institutes, which provides vital support in bridging the gap of specialized and modern medical care available in the Country.

Environment Conservation

Your Company always takes responsibility towards the environment seriously and in an effort to highlight the importance of environment conservation your Company continued with its pro-environment initiatives including tree-plantation drives in and around its manufacturing sites.

Outlook

While the outbreak of Covid-19 pandemic has subsided in Pakistan, with the persistent drive of the Government on getting majority of the population vaccinated and easing of Covid related restrictions, it is optimistically expected that the economy will continue to show resilience against adverse impacts of Covid.

The commodity super cycle experienced globally has resulted in an increase in cost of input, such as coal, furnace oil and freight charges which are a major cost component of cement. At the same time, cement prices are increasing due to better demand and are likely to remain on the higher side.

Barring seasonal fluctuations, the demand for cement has sustained in both North and South regions during the first quarter. However, in the short-term, the inflationary impact in the economy along with increase in interest rates may impact consumers' buying power which should normalize in the medium-term.

The package announced by the Federal Government for the construction industry coupled with various initiatives taken by the State Bank of Pakistan has supported the housing sector and the reallocation of liquidity available with local banks has supported the cement demand at retail level. Construction of Dams, hydropower stations, and CPEC projects are expected to support cement demand.

The businesses under our subsidiary ICI Pakistan, which include Polyester, Staple Fiber, Soda Ash, Pharmaceuticals, Animal Health and Agri Sciences are expected to witness a stable to strong demand in the near term. The near-term challenge for these businesses would be rising energy prices and sea freights.

As far as our automotive business is concerned, Lucky Motor will continue increasing its model line up for KIA as well as introducing Peugeot models in the near future. The company is mitigating the shortage of semi-conductors through cost rationalization and is hopeful that their availability will improve from Q3 of FY22.

With LEPCL achieving its targeted COD by end of December 2021, healthy cash flows will be generated which will significantly improve consolidated earnings of the Group.

Your Company's strong financial position and free cash flow generating ability are anticipated to further support its vision to maintain its leadership position in Pakistan and to capitalize on new investment opportunities so as to maximize shareholders' value.

Acknowledgment

The Directors of your Company take pleasure in expressing their sincere gratitude and appreciation for the outstanding commitment and contribution of all the employees and the continued trust and reliance placed in the Company by all the stakeholders.

On behalf of the Board



MUHAMMAD YUNUS TABBA
Chairman / Director



MUHAMMAD ALI TABBA
Chief Executive / Director

Karachi: October 27, 2021

STRIVING FOR EXCELLENCE IN CORPORATE REPORTING

CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended September 30, 2021

Unconsolidated & Consolidated

Unconsolidated Condensed Interim Statement of Financial Position

As at September 30, 2021

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
(PKR in '000')			
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Property, plant and equipment	5	65,794,105	62,389,947
Intangible assets		165	670
		65,794,270	62,390,617
Long-term investments	6	53,944,485	53,194,485
Long-term loans and advances		131,137	98,655
Long-term deposits		7,937	7,937
		119,877,829	115,691,694
CURRENT ASSETS			
Stores and spares		12,523,225	10,526,573
Stock-in-trade		4,515,590	3,105,037
Trade debts		2,561,076	2,710,081
Loans and advances		1,007,689	944,987
Trade deposits and short-term prepayments		81,512	85,403
Accrued return		21,770	22,309
Other receivables		5,060,956	3,690,639
Tax refunds due from the Government		538,812	538,812
Short-term investments	14.2	13,957,688	16,227,103
Cash and bank balances		3,087,515	2,825,424
		43,355,833	40,676,368
TOTAL ASSETS		163,233,662	156,368,062
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid-up share capital		3,233,750	3,233,750
Reserves		113,244,096	109,966,508
		116,477,846	113,200,258
NON-CURRENT LIABILITIES			
Long-term deposits		248,457	243,633
Long-term loans	7	4,378,780	2,934,044
Deferred Government grant		1,443,336	1,107,940
Deferred liabilities			
- Staff gratuity - unfunded		2,435,799	2,337,897
- Deferred tax liability	8	6,224,057	6,157,224
		8,659,856	8,495,121
		14,730,429	12,780,738
CURRENT LIABILITIES			
Trade and other payables		22,127,354	20,789,760
Current maturity of long-term loans		506,908	506,908
Short-term borrowings		7,100,000	7,050,000
Unclaimed dividend		53,312	53,458
Accrued markup		78,518	70,868
Taxation - net		2,159,295	1,916,072
		32,025,387	30,387,066
		46,755,816	43,167,804
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		163,233,662	156,368,062

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.

Muhammad Yunus Tabba
Chairman / Director

Muhammad Ali Tabba
Chief Executive

Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Profit or Loss

For the quarter ended September 30, 2021 (Un-audited)

	Note	Quarter Ended	
		September 30, 2021	September 30, 2020
		(PKR in '000')	
Gross sales	10	22,974,404	19,731,269
Less: Sales tax and federal excise duty		5,775,817	5,083,135
Rebates, incentive and commission		283,354	313,005
		6,059,171	5,396,139
Net sales		16,915,233	14,335,130
Cost of sales		(12,297,667)	(10,340,530)
Gross profit		4,617,566	3,994,600
Distribution cost		(1,006,496)	(1,356,935)
Administrative expenses		(340,316)	(286,476)
Finance cost		(93,289)	(68,104)
Other expenses		(347,176)	(200,110)
Other income	11	1,471,983	602,395
Profit before taxation		4,302,272	2,685,370
Taxation			
-current		(950,683)	(371,360)
-deferred		(67,729)	(87,561)
		(1,018,412)	(458,921)
Profit after taxation		3,283,860	2,226,449
		(PKR)	
Earnings per share - basic and diluted		10.15	6.89

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Comprehensive Income

For the quarter ended September 30, 2021 (Un-audited)

	Note	Quarter Ended	
		September 30, 2021	September 30, 2020
		(PKR in '000')	
Profit after taxation		3,283,860	2,226,449
Other comprehensive income:			
Other comprehensive (loss) / income which will not be reclassified to profit or loss in subsequent periods:			
Unrealized (loss) / gain on remeasurement of equity instrument at fair value through other comprehensive income		(7,168)	11,682
Deferred tax thereon		896	(1,752)
		(6,272)	9,930
Total comprehensive income for the period		3,277,588	2,236,379

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Cash Flows

For the quarter ended September 30, 2021 (Un-audited)

	Note	September 30, 2021	September 30, 2020
(PKR in '000')			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	12	1,927,210	3,795,253
Income tax paid		(707,460)	(145,743)
Gratuity paid		(21,936)	(18,895)
Finance cost paid		(85,639)	(80,104)
Income from deposits with Islamic banks		56,079	133,349
(Increase) / decrease in long-term loans and advances		(32,482)	1,793
Increase in long-term deposits (liabilities)		4,824	2,600
Net cash generated from operating activities		1,140,596	3,688,253
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(4,524,370)	(550,443)
Long-term investments made		(750,000)	(1,850,000)
Sale proceeds on disposal of property, plant and equipment		21,563	45,449
Dividend received on short-term investments		282,070	47,410
Release of placements / balances held as lien		-	1,950,000
Net cash used in investing activities		(4,970,737)	(357,584)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loan obtained - net		1,780,132	506,908
Dividends paid		(146)	(289)
		1,779,986	506,619
Net (decrease) / increase in cash and cash equivalents		(2,050,155)	3,837,288
Cash and cash equivalents at the beginning of the period		11,641,039	888,638
Cash and cash equivalents at the end of the period	12.1	9,590,884	4,725,926

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.

Muhammad Yunus Tabba
Chairman / Director

Muhammad Ali Tabba
Chief Executive

Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Changes in Equity

For the quarter ended September 30, 2021 (Un-audited)

	Issued, subscribed and paid-up capital	Capital reserve Share premium	Revenue reserves		Total reserves	Total equity
			General reserves	Unappropriated profit		
	(PKR in '000')					
Balance as at July 01, 2020	3,233,750	7,343,422	81,639,307	6,967,382	95,950,111	99,183,861
Transfer to general reserves	-	-	3,508,483	(3,508,483)	-	-
Total comprehensive income for the quarter ended September 30, 2020	-	-	-	2,236,379	2,236,379	2,236,379
Balance as at September 30, 2020	<u>3,233,750</u>	<u>7,343,422</u>	<u>85,147,790</u>	<u>5,695,278</u>	<u>98,186,490</u>	<u>101,420,240</u>
Balance as at July 01, 2021	3,233,750	7,343,422	85,147,790	17,475,296	109,966,508	113,200,258
Transfer to general reserves	-	-	14,016,397	(14,016,397)	-	-
Total comprehensive income for the quarter ended September 30, 2021	-	-	-	3,277,588	3,277,588	3,277,588
Balance as at September 30, 2021	<u>3,233,750</u>	<u>7,343,422</u>	<u>99,164,187</u>	<u>6,736,487</u>	<u>113,244,096</u>	<u>116,477,846</u>

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Notes to the Unconsolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

1 THE COMPANY AND ITS OPERATIONS

- 1.1** Lucky Cement Limited (the Company) was incorporated in Pakistan on September 18, 1993 under the Companies Ordinance, 1984 [now Companies Act, 2017] and is listed on the Pakistan Stock Exchange. The Company has also issued Global Depository Receipts (GDRs) which are listed and traded on the Professional Securities Market of the London Stock Exchange. The principal activity of the Company is manufacturing and marketing of cement.

The registered office of the Company is located at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and the head office is situated at Muhammad Ali Housing Society, A. Aziz Hashim Tabba Street in Karachi. The Company has two production facilities at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and at Main Super Highway in Karachi, Sindh. Further, the Company's liaison offices are situated in Islamabad, Quetta, Multan, D.I.Khan, Lahore and Peshawar.

- 1.2** These unconsolidated condensed interim financial statements are separate financial statements of the Company in which investments in subsidiaries and an associated company have been accounted for at cost less accumulated impairment losses, if any.

2 STATEMENT OF COMPLIANCE

- 2.1** These unconsolidated condensed interim financial statements of the Company for the quarter ended September 30, 2021 have been prepared in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 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 or directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

- 2.2** These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the unconsolidated annual audited financial statements, and should be read in conjunction with Company's unconsolidated annual audited financial statements for the year ended June 30, 2021.

3 SIGNIFICANT ACCOUNTING POLICIES

- 3.1** The accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated annual audited financial statements for the year ended June 30, 2021.

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

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

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

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

There were certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2022. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

Judgements and estimates made by the management in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2021.

5 PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
(PKR in '000')			
5.1	Following is the movement in property, plant and equipment during the period / year:		
Operating fixed assets (WDV) - opening balance		58,033,791	59,650,770
Add: Additions during the period / year	5.2	2,174,348	2,711,557
		60,208,139	62,362,327
Less: Disposals during the period / year (WDV)		8,809	29,776
Depreciation charge for the period / year		1,111,403	4,298,760
Operating fixed assets (WDV) - closing balance		59,087,927	58,033,791
Add: Capital work-in-progress	5.3	6,371,195	4,015,044
Add: Capital spares		334,983	341,112
		65,794,105	62,389,947

Notes to the Unconsolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

5.2 Following additions and deletions were made during the period in operating fixed assets:

	(Un-audited)	
	September 30, 2021	
	Additions (Cost)	Deletions (Cost)
	(PKR in '000')	
Operating fixed assets		
Land - freehold	1,000	-
Buildings on freehold land		
- Cement plant	1,575	-
- Power plant	112,799	-
Buildings on leasehold land		
- Cement plant	150,710	-
Machinery	112,134	-
Generators	1,708,331	-
Quarry equipments	7,799	-
Vehicles	64,234	22,690
Furniture and fixtures	2,629	-
Office equipment	5,210	-
Computer and Accessories	4,755	678
Other assets (Laboratory equipment, etc.)	3,172	247
	<u>2,174,348</u>	<u>23,615</u>

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
		(PKR in '000')	

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

Opening balance	4,015,044	334,191
Add: Additions during the period / year	4,530,499	6,392,410
	8,545,543	6,726,601
Less: Transferred to operating fixed assets	2,174,348	2,711,557
Closing balance	<u>6,371,195</u>	<u>4,015,044</u>

6 LONG-TERM INVESTMENTS - at cost

Subsidiaries

Lucky Holdings Limited	6.1	32,145	32,145
LCL Investment Holdings Limited	6.2	4,580,500	4,580,500
Lucky Motor Corporation Limited	6.3	12,876,384	12,876,384
ICI Pakistan Limited	6.4	9,594,091	9,594,091
Lucky Electric Power Company Limited	6.5	26,250,000	25,500,000
		<u>53,333,120</u>	<u>52,583,120</u>

Associate

Yunus Energy Limited	6.6	611,365	611,365
		<u>53,944,485</u>	<u>53,194,485</u>

6.1 Lucky Holdings Limited (LHL) is a public unlisted Company incorporated in Pakistan. As of the reporting date, the Company holds 75 percent shares (643,500 issued, subscribed and paid up shares of PKR 10 each) of Lucky Holdings Limited.

6.2 Represents 100 percent equity investment in LCL Investment Holdings Limited (LCLIHL) comprising of 45,000,002 issued, subscribed and paid up shares of USD 1 each, a wholly owned subsidiary of the Company, incorporated and domiciled in Mauritius. LCLIHL has entered into joint venture agreements with Al Shumookh group to form Lucky Al Shumookh Holdings Limited (LASHL) for operating a cement grinding unit in Basra, Iraq and Al Shumookh Lucky Investment Limited (ASLIL) for operating a fully integrated cement manufacturing unit in Samawah, Iraq. LASHL and ASLIL are companies with limited liability registered in Jebel Ali Free Zone, United Arab Emirates. LCLIHL holds 50 percent ownership in the aforesaid joint ventures.

LCLIHL has also entered into a joint venture agreement with Rawsons Investments Limited (registered in Cayman Islands) for establishing Lucky Rawji Holdings Limited (LRHL), incorporated with limited liability under laws of British Virgin Islands, for operating a fully integrated cement manufacturing unit in the Democratic Republic of Congo. LCLIHL holds 50 percent ownership interest in LRHL.

6.3 Represents equity investment in Lucky Motor Corporation Limited (LMC), a public unlisted company incorporated in Pakistan. LMC is engaged in assembly, marketing, distribution and sale of various types of Kia and Stellantis N.V. branded vehicles, parts, accessories and related services. It has also entered into an agreement with Samsung Gulf Electronic Co. FZE for producing Samsung branded mobile devices in Pakistan. The Company holds 71.14 percent shares of LMC comprising of 1,287,638,359 issued, subscribed and paid-up shares of PKR 10 each.

6.4 ICI Pakistan Limited (ICI) was incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The Holding Company holds 55 percent shares (50,798,000 shares of PKR 10 each) of ICI. ICI is engaged in the manufacture of polyester staple fibre, POY chips, soda ash, specialty chemicals, sodium bicarbonate and polyurethanes, marketing of seeds, toll manufactured and imported pharmaceuticals and animal health products, merchanting of general chemicals, and manufacturing of Masterbatches. It also acts as an indenting agent and toll manufacturer. Its manufacturing facilities are situated in Karachi, Lahore and Khewra and the registered office is situated at 5 West Wharf, Karachi.

6.5 Lucky Electric Power Company Limited (LEPCL) was incorporated in Pakistan on June 13, 2014, as a public unlisted company. The Company holds 100 percent shares comprising of 2,430,000,000 issued, subscribed and paid-up shares of PKR 10 each of LEPCL. The amount of investment includes advance against issuance of shares amounting to PKR 1,950 million (June 30, 2021: PKR 1,200 million). The aforementioned shares held by the Company are pledged under a Shares Pledge Agreement in connection with the lending facilities provided by the lenders.

The commercial operations of LEPCL have not yet started. LEPCL is setting up a 660 MW coal based power project in Karachi. Its registered office is situated at 6-A, Muhammad Ali Society, A. Aziz Hashim Tabba Street, Karachi in the province of Sindh.

6.6 Represents equity investment in Yunus Energy Limited (YEL), a public unlisted company incorporated in Pakistan. As of the statement of financial position date, the Company owns 20 percent shares of YEL comprising of 61,136,500 issued, subscribed and paid-up shares of PKR 10 each.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

7 LONG-TERM LOANS

7.1 There is no material change in the terms and conditions of the long-term loans as disclosed in the unconsolidated annual audited financial statements for the year ended June 30, 2021 except that:

- the Company obtained long-term loan during the period under the Long-Term Financing Facility (LTFF) by the State Bank of Pakistan from Bank Al Habib Limited (BAHL) and Pakistan Kuwait Investment Company (Private) Limited. (PKIC). The loan is repayable in semi-annual installments over a period of ten years which includes a grace period of two years and is secured by way of hypothecation charge over specific plant and machinery of the Company. The facility carries mark-up ranging from 2.75% - 3.00% and is payable in arrears; and
- the Company further obtained loan amounting to PKR 978.371 million under the Islamic Temporary Economic Refinance Facility (ITERF) by the State Bank of Pakistan.

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
		(PKR in '000')	

8 DEFERRED TAX LIABILITY

Deferred tax liability comprises the following :

- Taxable temporary differences arising due to accelerated tax depreciation allowance	7,428,747	7,090,871
- Deductible temporary differences arising in respect of provisions and minimum tax	(1,204,690)	(933,647)
	<u>6,224,057</u>	<u>6,157,224</u>

9 CONTINGENCIES AND COMMITMENTS

9.1 There are no significant changes in the status of contingencies and commitments as reported in note 28 to the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2021, except as disclosed in notes 9.2 and 9.3.

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
		(PKR in '000')	

9.2 Capital Commitments

Machinery under letters of credit	14,234,795	14,952,741
-----------------------------------	------------	------------

9.3 Other Commitments

Stores, spares, packing material and other supplies / services under letters of credit	8,267,826	1,649,345
Bank guarantees issued by the Company on behalf of subsidiary companies	21,446,792	19,114,000
Bank guarantees issued on behalf of the Company	2,268,982	2,231,982
Post dated cheques	978,007	825,010
Commitment on behalf of subsidiary company in respect of cost over-run and PSRA support	23,494,432	21,689,041

	For the quarter ended	
	September 30, 2021	September 30, 2020
	(PKR in '000')	

10 GROSS SALES

Local	19,744,117	15,165,365
Export	3,230,287	4,565,904
	<u>22,974,404</u>	<u>19,731,269</u>

11 OTHER INCOME

It mainly includes dividend income, income from deposits with Islamic banks and net income from supply of surplus electricity to Hyderabad Electric Supply Company.

	For the quarter ended	
	September 30, 2021	September 30, 2020
	(PKR in '000')	

12 CASH GENERATED FROM OPERATIONS

Profit before taxation	4,302,272	2,685,370
Adjustments for non-cash charges and other items		
Depreciation	1,111,403	1,072,327
Amortization of intangible assets	505	2,897
Gain on disposal of property, plant & equipment	(12,754)	(26,577)
Provision for gratuity	119,838	97,176
Dividend income from subsidiaries	(1,015,960)	(382,690)
Dividend income from short-term investments	(282,070)	(47,410)
Income from deposits with islamic banks	(55,540)	(136,586)
Finance cost	93,289	68,104
Profit before working capital changes	<u>4,260,983</u>	<u>3,332,611</u>

Increase in current assets

Stores and spares	(1,996,652)	(512,947)
Stock-in-trade	(1,410,553)	117,325
Trade debts	149,005	541,918
Loans and advances	(62,702)	(520,976)
Trade deposits and short-term prepayments	3,891	17,516
Other receivables	(354,357)	(172,119)
	<u>(3,671,368)</u>	<u>(529,283)</u>

Increase in current liabilities

Trade and other payables	1,337,595	991,925
--------------------------	-----------	---------

Cash generated from operations	<u>1,927,210</u>	<u>3,795,253</u>
--------------------------------	------------------	------------------

12.1 CASH AND CASH EQUIVALENTS

Cash and bank balances	3,087,515	8,282,152
Placements / balances held as lien	(322,000)	-
Short-term borrowings	(7,100,000)	(6,550,000)
Short-term investments	13,925,369	2,993,774
	<u>9,590,884</u>	<u>4,725,926</u>

Notes to the Unconsolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

14 TRANSACTIONS WITH RELATED PARTIES

Related parties include subsidiaries, associated entities, directors, other key management personnel and close family members of directors and other key management personnel. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these unconsolidated financial statements, are as follows:

	For the 1st quarter ended	
	September 30, 2021	September 30, 2020
	(PKR in '000')	
Transactions with Subsidiary Companies		
Reimbursement of expenses to Company	-	16
Sales	28,462	9,211
Purchases	-	6,551
Purchase of vehicles	74,086	12,084
Investment made during the period	750,000	1,850,000
Dividend received	-	382,690
Services received	80	257
Transactions with Directors and their close family members		
Sales	120	-
Meeting fee	375	438
Transactions with Associated Undertakings		
Sales	171,501	67,019
Reimbursement of expenses to Company	11,189	3,569
Reimbursement of expenses from Company	273	3,974
Donation	40,000	20,000
Services received	-	14,163
Transactions with other Key Management Personnel		
Salaries and benefits	72,265	64,192
Post employment benefits	7,168	11,474

14 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

14.1 Financial risk factors

The Company is exposed to market risk (including return rate risk, currency risk and other price risk), credit risk and liquidity risk. The Company's finance and treasury departments oversee the management of these risks.

There have been no changes in the risk management policies during the period, consequently these condensed interim unconsolidated financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

14.2 Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (level 3).

Assets	Level 1	Level 2	Level 3	Total
(PKR in '000')				
Financial assets - fair value through Profit or loss				
- Short-term investment (units of mutual fund)	-	13,925,369	-	13,925,369
Financial assets - fair value through other comprehensive income				
- Short-term investment (shares of PSX)	32,319	-	-	32,319
	32,319	13,925,369	-	13,957,688

15 GENERAL

15.1 Figures have been rounded off to the nearest thousand of PKR, unless otherwise stated.

15.2 Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary, for the purpose of comparison and better presentation the effects of which are not material.

16 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 27, 2021 by the Board of Directors of the Company.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Financial Position

As at September 30, 2021

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
(PKR in '000')			
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Property, plant and equipment	5	226,904,421	215,582,487
Intangible assets		11,731,267	7,024,057
Right-of-use assets	6	214,144	234,202
		238,849,832	222,840,746
Long-term investments	7	29,349,063	26,958,382
Long-term loans and advances		777,758	737,417
Long-term deposits and prepayments		60,606	53,297
		269,037,259	250,589,842
CURRENT ASSETS			
Stores, spares and consumables		14,497,167	12,406,105
Stock-in-trade		47,869,776	36,258,277
Trade debts		6,858,965	5,645,184
Loans and advances		2,873,126	2,189,186
Trade deposits and short-term prepayments		948,156	921,196
Other receivables		15,197,344	12,424,855
Tax refunds due from the Government		538,812	538,812
Taxation receivable		998,504	736,597
Accrued return		22,574	23,440
Short-term investments		13,957,688	26,286,983
Cash and bank balances		12,930,479	13,377,143
		116,692,591	110,807,778
TOTAL ASSETS		385,729,850	361,397,620
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid-up capital		3,233,750	3,233,750
Reserves		140,441,867	132,389,387
Attributable to the owners of the Holding Company		143,675,617	135,623,137
Non-controlling interest		23,924,141	21,403,155
Total equity		167,599,758	157,026,292
NON-CURRENT LIABILITIES			
Long-term loans		101,240,127	93,558,287
Long-term deposits and other liabilities		5,847,945	5,422,053
Lease liabilities		158,166	171,533
Deferred income - Government grant		2,415,056	1,948,977
Deferred liabilities			
- Staff Gratuity - unfunded		2,624,625	2,520,556
- Deferred tax liability	8	9,854,830	9,902,174
		12,479,455	12,422,730
		122,140,749	113,523,580
CURRENT LIABILITIES			
Current portion of long-term finances		3,993,420	5,309,741
Trade and other payables		72,863,886	70,917,677
Provision for taxation		2,530,473	2,275,047
Accrued return		352,184	248,689
Short-term borrowings and running finance		15,511,233	11,949,034
Current portion of lease liabilities		586,871	94,102
Unclaimed dividend		151,274	53,458
		95,989,341	90,847,748
		218,130,090	204,371,328
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		385,729,850	361,397,620

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.

Muhammad Yunus Tabba
Chairman / Director

Muhammad Ali Tabba
Chief Executive

Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Profit or Loss

For the quarter ended September 30, 2021 (Un-audited)

	Note	Quarter Ended	
		September 30, 2021	September 30, 2020
		(PKR in '000')	
Gross revenue	10	69,269,156	57,850,843
Less: Sales tax and excise duty		11,379,101	7,886,485
Rebates, incentives and commission		2,908,522	4,850,591
		14,287,623	12,737,076
Net revenue		54,981,533	45,113,767
Cost of sales		(43,320,001)	(36,340,792)
Gross profit		11,661,532	8,772,975
Distribution cost		(2,211,085)	(2,278,104)
Administrative expenses		(1,631,355)	(1,196,494)
Finance cost		(339,683)	(425,619)
Other expenses		(774,857)	(483,944)
Other income	11	2,636,387	601,300
Share of profit - joint ventures and associates		1,253,909	906,634
Profit before taxation		10,594,848	5,896,748
Taxation			
- current		(1,832,144)	(894,783)
- deferred		96,369	130,270
		(1,735,775)	(764,513)
Profit after taxation		8,859,073	5,132,235
Attributable to:			
Owners of the Holding Company		6,650,691	4,349,491
Non-controlling interest		2,208,382	782,744
		8,859,073	5,132,235
		(PKR)	
Earnings per share - basic and diluted		20.57	13.45

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Comprehensive Income

For the quarter ended September 30, 2021 (Un-audited)

	Note	Quarter Ended	
		September 30, 2021	September 30, 2020
		(PKR in '000')	
Profit after taxation		8,859,073	5,132,235
Other comprehensive income:			
Other comprehensive loss which may be reclassified to profit or loss in subsequent periods:			
Unrealized loss on cash flow hedges		(8,466)	-
Other comprehensive income / (loss) which will not be reclassified to profit or loss in subsequent periods:			
Foreign exchange differences on translation of foreign operations		1,412,717	(201,775)
Unrealized (loss) / gain on remeasurement of equity investment at fair value through other comprehensive income		(7,168)	11,682
Deferred tax thereon		896	(1,752)
		(6,272)	9,930
		1,397,979	(191,845)
Total comprehensive income for the period		10,257,052	4,940,390
Attributable to:			
Owners of the Holding Company		8,052,480	4,157,646
Non-controlling interest		2,204,572	782,744
		10,257,052	4,940,390

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Cash Flows

For the quarter ended September 30, 2021 (Un-audited)

	Note	September 30, 2021	September 30, 2020
(PKR in '000')			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	12	(7,865,633)	16,778,708
Finance cost paid		(2,586,330)	(2,224,509)
Income tax paid		(1,721,633)	(560,491)
Staff retirement benefits paid		(36,837)	(33,314)
Income from deposits with Islamic banks and other financial institutions		396,275	309,877
Increase in long-term loans and advances		(40,340)	(26,590)
(Increase) / decrease in long-term deposits and prepayments		(282)	2,665
Net cash (used in) / generated from operating activities		(11,854,780)	14,246,346
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(8,464,051)	(5,957,327)
Impact of acquisition of NutriCo Pakistan Limited		(481,023)	-
Dividend received from short-term investments		284,290	47,410
Release of placements / balances held as lien		-	1,950,000
Sale proceeds on disposal of property, plant and equipment		37,270	48,292
Net cash used in investing activities		(8,623,514)	(3,911,625)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term finance - net		4,761,502	7,434,077
Payment against finance lease liability		(34,556)	(35,348)
Advance against issuance of shares to non-controlling interest		-	245,000
Dividends paid to owners of the Holding Company		(146)	(43,923)
Dividends paid to Non-controlling interest		(475,507)	-
Net cash generated from financing activities		4,251,293	7,599,806
Net (decrease) / increase in cash and cash equivalents		(16,227,001)	17,934,527
Cash and cash equivalents at the beginning of the period		27,353,607	3,905,170
Effect of foreign currency translation on cash		(103,991)	(53,934)
Cash and cash equivalents at the end of the period		11,022,615	21,785,763
Cash and cash equivalents at September 30 comprise of:			
Cash and bank balances		12,930,479	28,006,281
Short-term finances		(15,511,233)	(9,214,292)
Bank balance marked as lien		(322,000)	-
Short term investments		13,925,369	2,993,774
		11,022,615	21,785,763

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.


Muhammad Yunus Tabba
Chairman / Director


Muhammad Ali Tabba
Chief Executive


Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Changes in Equity

For the quarter ended September 30, 2021 (Un-audited)

	Issued, subscribed and paid-up capital	Capital reserve		Revenue reserves		Total reserves	Non-controlling interest	Total equity
		Share premium	Foreign currency translation reserve	General reserves	Unappropriated profit			
	(PKR in '000')							
Balance as at July 01, 2020	3,233,750	7,343,422	4,625,020	81,639,307	16,935,842	110,543,591	17,709,710	131,487,051
Transfer to general reserves	-	-	-	3,508,483	(3,508,483)	-	-	-
Dividends paid to non-controlling interest of ICI	-	-	-	-	-	-	(207,805)	(207,805)
Dividends paid to non-controlling interest of LHL	-	-	-	-	-	-	(42,900)	(42,900)
Shares issued to non-controlling interest of ICI	-	-	-	-	-	-	245,000	245,000
Profit after taxation	-	-	-	-	4,349,491	4,349,491	782,744	5,132,235
Other comprehensive income	-	-	(201,775)	-	9,930	(191,845)	-	(191,845)
Total comprehensive income for the quarter ended September 30, 2020	-	-	(201,775)	-	4,359,421	4,157,646	782,744	4,940,390
Balance as at September 30, 2020	<u>3,233,750</u>	<u>7,343,422</u>	<u>4,423,245</u>	<u>85,147,790</u>	<u>17,786,780</u>	<u>114,701,237</u>	<u>18,486,749</u>	<u>136,421,736</u>
Balance as at July 01, 2021	3,233,750	7,343,422	3,692,151	85,147,790	36,206,024	132,389,387	21,403,155	157,026,292
Transfer to general reserves	-	-	-	14,016,397	(14,016,397)	-	-	-
Dividends paid to non-controlling interest of ICI	-	-	-	-	-	-	(831,221)	(831,221)
Non-controlling interest recognised on acquisition of NutriCo Pakistan Limited	-	-	-	-	-	-	1,147,635	1,147,635
Profit after taxation	-	-	-	-	6,650,691	6,650,691	2,208,382	8,859,073
Other comprehensive income	-	-	1,412,717	-	(10,928)	1,401,789	(3,810)	1,397,979
Total comprehensive income for the quarter ended September 30, 2021	-	-	1,412,717	-	6,639,763	8,052,480	2,204,572	10,257,052
Balance as at September 30, 2021	<u>3,233,750</u>	<u>7,343,422</u>	<u>5,104,868</u>	<u>99,164,187</u>	<u>28,829,390</u>	<u>140,441,867</u>	<u>23,924,141</u>	<u>167,599,758</u>

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Notes to the Consolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

1 THE GROUP AND ITS OPERATIONS

The Group consists of Lucky Cement Limited (the Holding Company) and its subsidiary companies namely LCL Investment Holdings Limited, Lucky Holdings Limited, Lucky Electric Power Company Limited, ICI Pakistan Limited and Lucky Motor Corporation Limited. Brief profiles of the Holding Company and its subsidiaries are as follows:

1.1 Lucky Cement Limited

The Holding Company was incorporated in Pakistan on September 18, 1993 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The shares of the Holding Company are listed on the Pakistan Stock Exchange (PSX). The Holding Company has also issued Global Depository Receipts (GDRs) which are listed and traded on the Professional Securities Market of the London Stock Exchange. The principal activity of the Holding Company is manufacturing and marketing of cement. The registered office of the Holding Company is located at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa. The Holding Company has two production facilities at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and at Main Super Highway in Karachi, Sindh.

1.2 Lucky Holdings Limited

Lucky Holdings Limited (LHL) was incorporated in Pakistan on September 6, 2012 as a public unlisted Company limited by shares under the Companies Ordinance, 1984. The registered office of LHL is situated at Third Floor, Syed Towers, University Road, Opp: Custom House, Peshawar, Khyber Pakhtunkhwa. As of the statement of financial position date, the Holding Company owns 75 percent shares of Lucky Holdings Limited (LHL).

1.3 LCL Investment Holdings Limited

The Holding Company has made an investment in LCL Investment Holdings Limited (LCLIHL), incorporated and domiciled in Mauritius. LCLIHL has entered into joint venture agreements with Al-Shumookh group to form Lucky Al-Shumookh Holdings Limited (LASHL) for operating a cement grinding unit in Basra, Iraq and Al-Shumookh Lucky Investment Limited (ASLIL) for operating a fully integrated cement manufacturing unit in Samawah, Iraq. LASHL and ASLIL are companies with limited liability registered in Jebel Ali Free Zone, United Arab Emirates. LCLIHL holds 50 percent ownership in the aforesaid joint ventures.

LCLIHL has also entered into a joint venture agreement with Rawsons Investments Limited (registered in Cayman Islands) for establishing Lucky Rawji Holdings Limited (LRHL), incorporated with limited liability under laws of British Virgin Islands, for operating a fully integrated cement manufacturing unit in the Democratic Republic of Congo. LCLIHL holds 50 percent ownership interest in LRHL.

1.4 Lucky Motor Corporation Limited

Lucky Motor Corporation Limited (LMC) was incorporated in Pakistan as a public unlisted company. The Company is engaged in assembly, marketing, distribution and sale of various types of Kia and Stellantis N.V. branded vehicles, parts, accessories and related services. The Company has also entered into an agreement with Samsung Gulf Electronic Co. FZE for producing Samsung branded mobile devices in Pakistan. As of the statement of financial position date, the Holding Company holds 71.14 percent shares of LMC.

1.5 ICI Pakistan Limited

ICI Pakistan Limited (ICI) was incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The Holding Company holds 55 percent shares (50,798,000 shares of PKR 10 each) of ICI. ICI is engaged in the manufacture of polyester staple fibre, POY chips, soda ash, specialty chemicals, sodium bicarbonate and polyurethanes, marketing of seeds, toll manufactured and imported pharmaceuticals and animal health product, merchandising of general chemicals and manufacturing of Masterbatches. It also acts as an indenting agent and toll manufacturer. Its manufacturing facilities are situated in Karachi, Lahore and Khewra and the registered office of ICI is situated at 5 West Wharf, Karachi.

Details of the investments of ICI are as follows:

1.5.1 ICI Pakistan PowerGen Limited

ICI Pakistan PowerGen Limited (ICI PowerGen) was incorporated in Pakistan as an unlisted public company and is a wholly owned subsidiary of ICI. ICI PowerGen is engaged in generating, selling and supplying electricity to ICI.

1.5.2 NutriCo Morinaga (Private) Limited

NutriCo Morinaga (Private) Limited (NutriCo) is a private limited company incorporated in Pakistan. ICI has 51 percent ownership in NutriCo. NutriCo is engaged in manufacturing of infant and grown up formula.

1.5.3 NutriCo Pakistan (Private) Limited

NutriCo Pakistan is incorporated in Pakistan as a private limited company and is engaged in trading of infant milk powder.

On July 01, 2021 (the acquisition date) ICI acquired 55,013 shares at PKR 14,000 each. Consequently, shareholding of the Group in NutriCo Pakistan Limited (NutriCo Pakistan) increased from 40 percent to 51 percent making NutriCo Pakistan a subsidiary as at July 01, 2021. The primary reason for the business combination with NutriCo Pakistan is to achieve business synergies.

IFRS 3 – 'Business Combination', requires that all identifiable assets (including intangible assets) and liabilities assumed in business combination should be carried at their fair values at the date of acquisition and any intangible asset acquired in a business combination should be separately recognized and carried at their fair values.

As such, the Group has recognised all the identifiable assets and liabilities of NutriCo Pakistan and goodwill arising on the acquisition in these consolidated condensed interim financial statements. The Group elected to measure the non-controlling interest in the acquiree at the proportionate share of its interest in the acquiree's identifiable net assets.

The Group recognized a gain of PKR 1,847.321 million in the consolidated condensed interim statement of profit or loss for the quarter ended September 30, 2021 as a result of re-measurement at fair value of its 40 percent equity interest in NutriCo Pakistan held before the business combination.

1.6 Lucky Electric Power Company Limited

Lucky Electric Power Company Limited (LEPCL) was incorporated in Pakistan on June 13, 2014, as a public unlisted company. The Holding Company directly holds 100 percent shares comprising of 2,430,000,000 issued, subscribed and paid-up shares of PKR 10 each of LEPCL. The Holding Company's investment in LEPCL includes advance against issuance of shares amounting to PKR 1,950 million (June 30, 2021: PKR 1,200 million).

The operations of LEPCL have not yet started. LEPCL is investing in setting up a 660 MW coal based power project in Karachi. Its registered office is situated at 6-A, Muhammad Ali Society, A. Aziz Hashim Tabbas Street, Karachi in the province of Sindh.

Notes to the Consolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

2 STATEMENT OF COMPLIANCE

2.1 These consolidated condensed interim financial statements of the Group for the quarter ended September 30, 2021 have been prepared in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 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 or directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

2.2 These consolidated condensed interim financial statements do not include all the information and disclosures required in the consolidated annual audited financial statements, and should be read in conjunction with the Group's consolidated annual audited financial statements for the year ended June 30, 2021.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the consolidated annual audited financial statements for the year ended June 30, 2021.

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

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

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

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

There were certain amendments to the accounting and reporting standards that will be mandatory for the Group's annual accounting periods beginning on or after July 1, 2022. However, these amendments will not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

However, the management believes that the change in outcome of judgements, estimates and assumptions would not have a material impact on the amounts disclosed in these consolidated condensed interim financial statements.

Judgements and estimates made by the management in the preparation of these consolidated condensed interim financial statements are the same as those applied in the Group's consolidated annual audited financial statements for the year ended June 30, 2021.

The Group's financial risk management objectives and policies are consistent with those disclosed in the Group's consolidated annual audited financial statements for the year ended June 30, 2021. Further, there were no transfers in fair value hierarchy levels during the quarter.

5 PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
(PKR in '000')			
5.1	Following is the movement in property, plant and equipment during the period / year:		
Operating fixed assets (WDV) - opening balance		102,227,387	103,464,039
Add: Additions during the period / year	5.2	2,912,217	7,322,088
Add: WDV of fixed assets acquired on acquisition of NutriCo Pakistan	1.5.3	199,927	-
		105,339,531	110,786,127
Less: Disposals during the period / year (WDV)		13,336	72,652
Depreciation charge for the period / year		2,210,334	8,486,088
Operating fixed assets (WDV) - closing balance		103,115,861	102,227,387
Add: Capital work-in-progress	5.3	123,453,577	113,013,988
Add: Capital spares		334,983	341,112
		226,904,421	215,582,487

5.2 Following additions and deletions were made during the period in operating fixed assets:

	(Un-audited) September 30, 2021	
	Additions (Cost)	Deletions (Cost)
(PKR in '000')		
Operating fixed assets		
Land	1,420	-
Buildings on free hold land		
- Cement plant	1,575	-
- Power plant	112,799	-
- Others	3,872	-
Buildings on leasehold land		
- Cement plant	143,789	-
- Others	45,581	100
Limebeds on free hold land		
Machinery	676,911	18,176
Generators	1,708,331	-
Quarry equipments	7,799	-
Vehicles including cement bulkers	50,425	24,896
Furniture and fixtures	53,500	3,720
Office equipments	90,625	23
Computer and accessories	9,879	221
Other assets	5,711	-
	2,912,217	47,136

Notes to the Consolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

	Note	(Un-audited) September 30, 2021 (PKR in '000')	(Audited) June 30, 2021
5.3	Following is the movement in capital work-in-progress during the period / year:		
Opening balance		113,013,988	87,155,233
Add: Additions during the period / year		12,766,631	31,332,715
		<u>125,780,619</u>	<u>118,487,948</u>
Less: Transferred to operating fixed assets		2,327,042	5,473,960
Closing balance		<u>123,453,577</u>	<u>113,013,988</u>
6	RIGHT-OF-USE ASSETS		
Cost		234,202	318,279
Less: Depreciation charged during the period / year		20,058	84,077
Closing net book value		<u>214,144</u>	<u>234,202</u>
7	LONG-TERM INVESTMENTS		
Equity accounted investment			
Joint ventures			
Lucky Al-Shumookh Holdings Limited (LASHL)	7.1	9,156,597	8,133,565
LuckyRawji Holdings Limited (LRHL)	7.2	13,472,381	12,099,843
Al-Shumookh Lucky Investments Limited (ASLIL)	7.3	5,180,086	4,394,448
LR International Trading FZCO (LRIT)	7.4	(3)	1,071
		<u>27,809,061</u>	<u>24,628,927</u>
Associates			
NutriCo Pakistan (Private) Limited	7.5	-	953,341
Yunus Energy Limited	7.6	1,537,502	1,373,614
		<u>1,537,502</u>	<u>2,326,955</u>
		<u>29,346,563</u>	<u>26,955,882</u>
Unquoted - at cost			
Equity security available-for-sale			
Arabian Sea Country Club Limited			
(250,000 ordinary shares of PKR 10 each)		2,500	2,500
		<u>29,349,063</u>	<u>26,958,382</u>
7.1	Lucky Al-Shumookh Holdings Limited		
Investment at cost		1,912,283	1,912,283
Share of cumulative profit at the beginning of the period / year		4,538,114	2,870,544
Share of profit during the period / year		333,747	1,667,570
		<u>4,871,861</u>	<u>4,538,114</u>
Foreign currency translation reserve		2,372,453	1,683,168
		<u>9,156,597</u>	<u>8,133,565</u>
The Group's interest in LASHL's assets and liabilities is as follows:			
Total assets		19,059,518	16,863,674
Total liabilities		(746,324)	(596,545)
Net assets (100%)		<u>18,313,194</u>	<u>16,267,129</u>
Group's share of net assets (50%)		<u>9,156,597</u>	<u>8,133,565</u>
The Group's share in LASHL's profit or loss is as follows:			
Revenue		3,107,542	13,822,326
Net profit (100%)		<u>667,497</u>	<u>3,335,140</u>
Group's share of net profit (50%)		<u>333,748</u>	<u>1,667,570</u>

	Note	(Un-audited) September 30, 2021	(Audited) June 30, 2021
(PKR in '000')			
7.2 Lucky Rawji Holdings Limited			
Investment at cost		6,870,050	6,870,050
Share of cumulative profit at the beginning of the period / year		1,606,586	237,439
Share of profit during the period / year		352,414	1,369,147
		1,959,000	1,606,586
Foreign currency translation reserve		4,643,331	3,623,207
		13,472,381	12,099,843
The Group's interest in LRHL's assets and liabilities is as follows:			
Total assets		43,068,508	37,836,477
Total liabilities		(16,123,747)	(13,636,791)
Net assets (100%)		26,944,761	24,199,686
Group's share of net assets (50%)		13,472,381	12,099,843
The Group's share in LRHL's profit or loss is as follows:			
Revenue		4,673,402	14,503,055
Net profit (100%)		704,827	2,738,294
Group's share of net profit (50%)		352,414	1,369,147
7.3 Al-Shumookh Lucky Investments Limited			
Investment at cost - Opening		3,399,022	2,661,856
Investment made during the period / year		-	737,166
		3,399,022	3,399,022
Share of cumulative profit at the beginning of the period / year		958,736	374,794
Share of profit during the period / year		404,982	583,942
		1,363,718	958,736
Foreign currency translation reserve		417,346	36,690
		5,180,086	4,394,448
The Group's interest in ASLIL's assets and liabilities is as follows:			
Total assets		26,450,981	24,162,096
Total liabilities		(16,090,809)	(15,373,199)
Net assets (100%)		10,360,172	8,788,897
Group's share of net assets (50%)		5,180,086	4,394,448
The Group's share in ASLIL's profit or loss is as follows:			
Revenue		2,145,437	3,170,733
Net profit (100%)		809,963	1,167,885
Group's share of net profit (50%)		404,982	583,942

Notes to the Consolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

(Un-audited)
September 30,
2021
(Audited)
June 30,
2021
(PKR in '000')

7.4 LR International Trading FZCO

Investment at cost	1,107	1,107
Share of cumulative loss at the beginning of the period / year	-	-
Share of loss during the period / year	(1,123)	-
Foreign currency translation reserve	13	-
	(3)	1,107
The Group's interest in LRIT's assets and liabilities is as follows:		
Total assets	4,719	-
Total liabilities	(4,725)	-
Net assets (100%)	(6)	-
Group's share of net assets (50%)	(3)	-
The Group's share in LRIT's profit or loss is as follows:		
Revenue	-	-
Net loss (100%)	(2,246)	-
Group's share of net loss (50%)	(1,123)	-

7.5 NutriCo Pakistan (Private) Limited

Investment at cost	-	960,000
Share of cumulative profit at beginning of the period / year	-	146,787
Share of profit during the period / year	-	526,554
Dividend received during the period / year	-	(680,000)
	-	(6,659)
	-	953,341
The Group's share in NutriCo's profit or loss is as follows:		
Revenue	-	10,420,213
Net profit (100%)	-	1,316,383
Group's share of net profit (40%)	-	526,554

The Group's previously held equity interest of 40 percent in NutriCo Pakistan was increased to 51 percent during the period. The increase has been accounted for under IFRS-3 'Business Combination', as more fully explained in note 1.5.3 to these consolidated condensed interim financial statements. Consequently, the carrying amount of the Group's previously held equity interest in NutriCo Pakistan accounted for on equity method has been de-recognised.

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	(PKR in '000')	

7.6 Yunus Energy Limited

Investment at cost	611,365	611,365
Share of cumulative profit at the beginning of the period / year	762,249	531,739
Share of profit during the period / year	163,888	291,647
Dividend received during the period / year	-	(61,137)
	926,137	762,249
	1,537,502	1,373,614

Represents 20% equity investment comprising of 61,136,500 shares @ PKR 10/- each in Yunus Energy Limited.

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	(PKR in '000')	

8 DEFERRED TAX LIABILITY

This comprises of the following :

- Taxable temporary differences	12,329,539	12,050,503
- Deductible temporary differences	(2,474,709)	(2,148,329)
	9,854,830	9,902,174

9 CONTINGENCIES AND COMMITMENTS

9.1 CONTINGENCIES

There are no major changes in the status of contingencies as reported in the annual audited consolidated financial statements for the year ended June 30, 2021.

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	(PKR in '000')	

9.2 COMMITMENTS

9.2.1 Capital commitments

Plant and machinery under letters of credit and others	33,473,575	23,342,394
--	------------	------------

9.2.2 Other commitments

Stores, spares and packing material under letters of credit	24,989,462	21,445,615
Bank guarantees issued	36,630,448	33,076,579
Standby Letters of Credit	11,092,143	12,967,996
Post dated cheques	1,630,660	1,245,770
Commitment in connection with LEPCL's project's cost over-run and Payment Service Reserve Account (PSRA) support	23,494,432	21,689,041

Notes to the Consolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

	(Un-audited) September 30, 2021	(Audited) June 30, 2021
	(PKR in '000')	
9.3 Claims against the Group not acknowledged as debts are as follows:		
Local bodies	78,800	76,500
Others	8,238	7,238
	<u>87,038</u>	<u>83,738</u>
9.4 Commitments for rentals under operating Ijarah contracts in respect of vehicles are as follows:		
Year		
2021-22	5,808	2,013
2022-23	8,107	6,436
2023-24	8,634	6,608
2024-25	7,320	7,038
2025-26	301	5,621
	<u>30,170</u>	<u>27,716</u>
Payable not later than one year	5,808	2,013
Payable later than one year but not later than five years	24,362	25,703
	<u>30,170</u>	<u>27,716</u>

	For the quarter ended September 30, 2021	September 30, 2020
	(PKR in '000')	

10 SEGMENT REPORTING

GROSS TURNOVER

Cement	22,974,404	19,731,269
Polyester	8,664,084	6,575,685
Soda Ash	6,294,039	4,719,947
Pharma	3,112,469	2,063,581
Animal Health	1,592,109	1,303,461
Chemicals and Agri Sciences	2,826,449	2,493,101
Automobiles	20,436,094	20,473,085
Nutrition	3,456,171	543,268
Others	708,894	427,293
Adjustments and elimination of inter-segment balances	(795,557)	(479,847)
	<u>69,269,156</u>	<u>57,850,843</u>

10.1 OPERATING RESULT

Cement	3,270,754	2,351,189
Polyester	679,080	413,300
Soda Ash	982,711	796,088
Pharma	332,866	128,820
Animal Health	202,786	76,811
Chemicals and Agri Sciences	282,922	198,857
Automobiles	1,383,163	1,542,248
Nutrition	508,737	(185,783)
Power Generation	(43,071)	(34,009)
Others	197,478	51,460
Adjustments and elimination of inter-segment balances	21,666	(40,603)
	<u>7,819,092</u>	<u>5,298,377</u>

10.2 Transactions among the business segments are recorded at arm's length prices using admissible valuation methods.

	For the quarter ended	
	September 30, 2021	September 30, 2020
	(PKR in '000')	

10.3 GROSS REVENUE

Local	65,329,728	53,111,353
Export	3,939,428	4,739,490
	<u>69,269,156</u>	<u>57,850,843</u>

11 OTHER INCOME

It includes a gain of PKR 1,847,321 million recognised on re-measurement of 40 percent equity interest of ICI in NutriCo Pakistan held before the business combination as more fully explained in note 1.5.3 to these consolidated condensed interim financial statements. It also includes income from deposits with Islamic banks and other financial institution and share of gain in equity-accounted investments.

	For the quarter ended	
	September 30, 2021	September 30, 2020
	(PKR in '000')	

12 CASH GENERATED FROM OPERATIONS

Profit before taxation	10,594,848	5,896,748
Adjustments for non-cash charges and other items		
Depreciation and amortization	2,449,966	2,170,141
Provision for slow moving spares	-	31,980
Provision for slow moving and obsolete stock-in-trade	1,668	8,446
Provision for doubtful debts	22,915	2,517
Provisions and accruals no longer required written back	(3,147)	-
Gain on disposal of fixed assets	(23,934)	(27,475)
Provision for staff retirement plan	143,059	117,464
Share of profit from equity accounted investees	(1,253,909)	(1,099,252)
Return from deposits with islamic banks and other financial institutions	(589,395)	(290,286)
Dividend income from short-term investments	-	(47,410)
Unrealised gain on acquisition of shares of NutriCo Pakistan Limited	1.5.3 (1,847,321)	-
Finance cost	362,531	409,688
Profit before working capital changes	<u>9,857,280</u>	<u>7,172,561</u>
Increase in current assets		
Stores, spares and consumables	(1,990,298)	(536,389)
Stock-in-trade	(10,441,058)	896,658
Trade debts	(760,040)	653,786
Loans and advances	(670,413)	(976,094)
Trade deposits and short-term prepayments	(21,112)	(161,222)
Other receivables	(2,269,603)	(188,075)
	<u>(16,152,524)</u>	<u>(311,336)</u>
(Decrease) / Increase in current liabilities		
Trade and other payables	(1,570,389)	9,917,483
Cash (used in) / generated from operations	<u>(7,865,633)</u>	<u>16,778,708</u>

Notes to the Consolidated Condensed Interim Financial Statements

For the quarter ended September 30, 2021 (Un-audited)

13 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated entities, directors, other key management personnel and close family members of directors and other key management personnel. Details of transactions with related parties during the period are as follows:

	For the quarter ended	
Note	September 30, 2021	September 30, 2020
	(PKR in '000')	
Transactions with Associated Undertakings		
Sales	451,905	569,249
Purchase of goods, materials and services	1,796,962	531,731
Reimbursement of expenses to the Group	11,290	5,150
Reimbursement of expenses from the Group	9,633	3,974
Donation	73,057	20,000
Dividends paid	490,246	88,659
Rent paid	4,333	3,785
Services received	35,347	43,584
Loan obtained from Joint Venture	1,406,637	-
Services rendered	44	-
Transactions with Directors and their close family members		
Meeting fee	375	438
Sales	120	
Rent paid	-	1,000
Transactions with other key management personnel		
Salaries and benefits	423,458	165,447
Post employment benefits	17,648	23,885
Dividends paid	51,434	2,369
Staff retirement benefit plan		
Contribution	87,250	85,743

14 GENERAL

14.1 Figures have been rounded off to the nearest thousand of PKR, unless otherwise stated.

14.2 Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary, for the purpose of comparison and better presentation the effects of which are not material.

15 DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on October 27, 2021 by the Board of Directors of the Holding Company.

Muhammad Yunus Tabba
Chairman / Director

Muhammad Ali Tabba
Chief Executive

Atif Kaludi
Chief Financial Officer



www.lucky-cement.com

📍 6 - A Muhammad Ali Housing Society,
A. Aziz Hashim Tabba Street, Karachi - 75350, Pakistan

☎ Tel : +92 21 111 786 555

✉ Email : info@lucky-cement.com