

POTENTIAL FOSTERING GROWTH

1ST QUARTERLY REPORT SEPTEMBER 30, 2023











UNLEASHING POTENTIAL, FOSTERING GROWTH

Our journey stands as a remarkable testament to the power of realizing potential and nurturing sustainable growth with the idea of "Unleashing Potential, Fostering Growth".

Our vision extends beyond financial success, focusing on holistic growth, empowering our workforce, engaging communities, and ensuring sustainability.

Demonstrating our dedication to sustainability, our investment in renewable energy projects positions the company as a forward-thinking and growth-oriented industry leader.

We prioritize stakeholder value through partnerships, governance, and resource efficiency. Our commitment to ESG protocols underscores our responsibility to society, bolstering long-term business resilience while safeguarding the environment.

As we look forward, we are determined to strengthen important partnerships.

Our growth shows how strong we are when we work together as a team.

Pakistan has enormous resources and human potential. Let's unleash potential







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Company Information

Board of Directors

Muhammad Sohail Tabba (Chairman)

Muhammad Ali Tabba Jawed Yunus Tabba Mariam Tabba Khan Masood Karim Shaikh Khawaja Iqbal Hassan Shabbir Hamza Khandwala

Management Team

Muhammad Ali Tabba (Chief Executive)

Noman Hasan (Executive Director)

Muhammad Atif Kaludi (Executive Director Finance and **Chief Financial Officer**)

Amin Ganny (Chief Operating Officer)

Murtaza Abbas (CEO International Busin Chief Strategy Officer & Director Investment)

Company Secretary

Faisal Mahmood

Head of Internal Audit

Ahmad Waseem Khan

Board Committees Audit Committee

Masood Karim Shaikh (Chairman)

Jawed Yunus Tabba Mariam Tabba Khan Khwaja Igbal Hassan Shabbir Hamza Khandwala

Human Resource and Remuneration Committee

Khawaja Igbal Hassan

Muhammad Ali Tabba Jawed Yunus Tabba Mariam Tabba Khan Masood Karim Shaikh Shabbir Hamza Khandwala

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 Pakistani Limited

Dubai Islamic Bank Pakistan Limited

Favsal Bank Limited 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 (Pvt) Limited

Saudi Pak Industrial & Agricultural Investment Company Limited

Soneri Bank Limited

Standard Chartered Bank (Pakistan) Limited

Standard Chartered Bank (Pakistan) Limited-Sadig-Islamic Banking

United Bank limited

UBL Ameen Islamic Banking

CREDIT RATING

Medium to Long-tem 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 Anium 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

CORPORATE 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 Shahrah-e-Faisal, Karachi, Pakistan (Toll Free): 0800 23275

Director's Report

The Directors take pleasure in presenting to you the financial results of your Company which include both, unaudited consolidated and unconsolidated financial statements for the first guarter ended September 30, 2023.

Overview of Economy & Consolidated Financial Performance

Throughout the first quarter of FY24, Pakistan's economy continued to face persistent challenges that have affected it for over a year. These challenges encompass soaring inflation driven by escalating fuel and food prices, the depreciation of the Pakistani Rupee (PKR) against the US Dollar, and the mounting circular debt in the energy sector. In response to these pressing issues and in an effort to reduce the fiscal deficit, the government, as part of its commitment to the IMF program, has embarked on implementing recommended measures. These measures include incrementally raising utility prices and gradually phasing out subsidies. The overarching objective of these steps is to guide the economy toward a sustainable path to recovery.

On the other hand, after the completion of five-year term of the outgoing collation government setup, the interim caretaker government took charge with a mandate to hold fresh elections. This new interim setup promptly initiated various administrative measures to bolster the fiscal economy. These measures include taking stringent actions against the undocumented economy, broadening the tax base by curbing smuggling, controlling the outflow of foreign exchange through illegal channels and the Afghan border. These steps have gradually begun to strengthen the PKR's parity against foreign currencies. Additionally, several other strategic measures including the rationalization of subsidies in the power sector to manage the energy circular debt are nearing implementation. These comprehensive actions are aimed to enhance economic stability and resilience in the face of multifaceted challenges.

On a consolidated basis, your Company achieved gross revenue of PKR 124.9 billion which is 16.5% higher as compared to the Same Period Last Year's (SPLY)'s revenue of PKR 107.2 billion. The increase in gross revenue is primarily attributable to the increase in gross revenue of Lucky Cement's domestic sale and higher revenue from its subsidiaries, LEPCL and LCI.

Furthermore, the Company's consolidated net profit stands at PKR 19.4 billion with PKR 1.7 billion attributable to non-controlling interests. The consolidated net profit attributable to the owners of the Holding Company translates into an EPS of PKR 57.80 during the current guarter ended September 30, 2023, as compared to PKR 16.85 during the SPLY.

The consolidated financial performance of your Company for the guarter ended September 30, 2023, as compared to SPLY is presented below:

PKR	in million	except EPS
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PKR million except EPS	1QFY24	1QFY23	Change (%)
Gross Revenue	124,932	107,222	16.5%
Net Revenue	104,075	90,633	14.8%
Gross Profit	31,457	18,131	73.5%
GP as % of Net Revenue	30.2%	20.0%	51.0%
Operating Profit	25,783	13,941	84.9%
EBITDA	30,220	17,786	69.9%
Net Profit	19,357	6,933	179.2%
NP (Attributable to Owners of the holding company)	17,706	5,449	224.9%
Earnings Per Share (PKR)	57.80	16.85	243.0%

The company's net profit for the current quarter has seen a substantial increase compared to the same period last year (SPLY). This noteworthy growth can be attributed to increased profitability across all group companies, as well as improved performance in both local and foreign cement operations.

Local Cement Operations

During the quarter under review, the company achieved an impressive 55% increase in total gross sales revenue compared to the same period last year (SPLY). This growth was driven by higher sales volumes in both domestic and export markets. Unprecedented rains and floods adversely affected the corresponding quarter last year. While domestic sales volumes climbed by 40%, export volumes saw a 25% increase.

A successful milestone was achieved during this quarter with the commencement of operations of a 25 MW solar power project at Karachi Plant on August 21, 2023. Aligned with our objectives this investment aims to promote renewable energy, reduce the country's reliance on imported fuel, and make the Company more cost-efficient.

Foreign Cement Operations

The cement production facilities in Iraq and Congo, operated under joint venture agreements, continued to bolster the Group's profitability. Iraq's cement demand remained stable. Additionally, the full capacity utilization at Najmat-Al-Samawah, Iraq, and the conversion of the Kiln from HFO to Gas further enhanced the company's profitability.

Polyester, Soda Ash, & Chemicals

Net Turnover of Lucky Core Industries Limited for the quarter at PKR 29.0 billion is 19% higher compared to the same period last year (SPLY) primarily resulting from additional volumes and cost-push price adjustments across all businesses due to inflationary increases on account of devaluation of Pak Rupee. Net Turnover for the Soda Ash business was higher by 29% compared to the SPLY on the back of additional export volumes owing to the successful commissioning of the 60,000 tons per annum (TPA) Soda Ash expansion project in the prior fiscal year. Net Turnover of the Chemical & Agri Sciences, Pharmaceuticals, Animal Health and Polyester businesses also witnessed an increase of 50%, 24%, 10% and 5% respectively versus the SPLY.

The Operating Result for the quarter at PKR 4.1 billion is 32% above the SPLY. All business segments contributed to this robust performance. Chemicals & Agri Sciences, Pharmaceuticals, Soda Ash and Animal Health businesses delivered higher Operating Results by 222%, 68%, 30% and 15% respectively as compared to the SPLY. Operating result for the Polyester business was lower by 26% compared to the SPLY as volumes were negatively impacted on account of slow-down in textile exports and sluggish domestic market conditions, increase in energy cost and volatile commodity prices throughout the quarter.

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

Automobiles & Mobile Phones

Since the beginning of July 2023, the automobile sector has experienced a sharp decline in volumes. This downturn can be attributed to several factors: currency fluctuations between the PKR and USD, the introduction of a 1% CVT on cars with engine capacities 1300 CC, increased Sales Tax rates from 17% to 25% on cars with engine capacities of 1400 CC and above, and for SUVs irrespective of their engine capacities. Moreover, challenges have been compounded by high-interest rates, stricter auto financing regulations by the State Bank of Pakistan (SBP), and rising inflation and fuel prices. In 1Q FY24, the automobile sector saw an overall decline of approximately 40% in volumes compared to SPLY.

Likewise, the mobile phone market has seen an approximate 40% decline in volumes compared to SPLY. This decline can be attributed to the volatility of the PKR against the USD.

LEPCL is a 660 MW Supercritical Coal-Fired Power Plant at Bin Qasim, Karachi. It is Pakistan's first indigenous fuel power plant outside Thar. The project is ushering in a new era of indigenous fuel utilization for baseload power generation, in line with the national objective of reducing reliance on imported fuel. The latest technology for emission control has been installed, which includes Flue Gas Desulphurization (FGD), Electrostatic Precipitator (ESP) with associated environmentally friendly equipment. The commercial availability of the plant remained 100% during 1Q FY24.

Cement Industry & Company's Performance - Unconsolidated

During 1Q FY24, the local cement industry in Pakistan saw a 17.9% volumetric growth, reaching 10.1 million tons up from 8.6 million tons in the SPLY. Moreover, exports surged by 71.9%, to 1.8 million tons during the current quarter compared to 1.0 million tons in the SPLY. Consequently, the overall industry volume grew by 23.6% reaching 11.9 million tons in this quarter up from 9.6 million tons in the SPLY. The increase in industry sales volumes stems from a resurgence in construction activities and the lower base from the previous year - affected by widespread rains, unprecedented floods and overall economic slowdown.

In comparison with the cement industry, your Company experienced an increase in overall sales volume, by 36.7% to reach 2.2 million tons, as compared to 1.6 million tons in the SPLY. Local sales volume grew by 39.4%, reaching 1.8 million tons in the 1Q FY24, compared to 1.3 million tons in the 1Q FY23. Furthermore, export volumes increased by 25.0%, to 0.4 million tons during the period under review, in contrast to 0.3 million tons in the 10 FY23. Exports witnessed an increase due to a decline in international coal prices and devaluation of PKR, which has increased the feasibility of cement exports from Pakistan.

Cement Production & Sales Volume Performance

The local cement production and sales statistics of your Company for the quarter ended September 30, 2023, compared to the SPLY are as follows:

Particulars	1QFY24 Tons	1QFY23 in '000'		Growth / Decline (%)
Clinker Production	2,268	1,436	•	58.0%
Cement Production	2,040	1,504	•	35.7%
Cement / Clinker Sales	2,154	1,576	•	36.7%

A comparison of Pakistan's Cement Industry and your Company's dispatches for the quarter ended September 30, 2023, in comparison with SPLY, is presented below:

Particulars Tons in '000'	1QFY24	1QFY23	Chang	e (%)
Cement Industry Local Sales	10,139	8,602	1,538	17.9%
Export Sales				
- Bagged - Loose - Clinker	963 - 788	725 - 294	238 - 494	32.9% - 167.8%
Total Exports	1,751	1,019	732	71.9%
Grand Total	11,891	9,621	2,270	23.6%
Lucky Cement Local Sales - Cement - Clinker	1,778	1,276	503 - 503	39.4%
Export Sales - Bagged - Loose - Clinker	243 - 133	208 - 93	35 - 40	16.9% - 43.2%
Total Exports	376	301	75	25.0%
Grand Total	2,154	1,576	578	36.7%

Market Share	1QFY24	1QFY23	Change (%)	
Local Sales Export Sales	17.5%	14.8%	18.3%	
- Bagged - Loose	25.2%	28.7%	(12.2%)	
- Clinker	16.9%	31.6%	(46.5%)	
Total Exports	21.5%	29.5%	(27.1%)	
Grand Total	18.1%	16.4%	10.4%	

Financial Performance - Unconsolidated

The unconsolidated financial performance of your Company for the guarter ended September 30, 2023, as compared to the SPLY is presented below:

PKR million except EPS	1QFY24	1QFY23	Change (%)
Gross Revenue	39,289	25.436	54.5%
Net Revenue	29,382	19,743	48.8%
Cost of Sales	18,551	13,712	35.3%
Gross Profit	10,830	6,032	79.6%
GP as % of Net Revenue	36.9%	30.6%	20.6%
Operating Profit	8,607	4,224	103.8%
EBITDA	10,073	5,410	86.2%
Net Profit	6,929	3,852	79.9%
EPS	22.62	11.91	89.9%

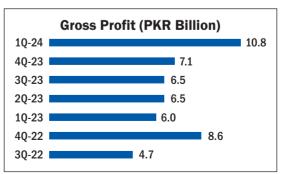
Revenue

During the quarter under review, your Company's overall gross revenue increased by 54.5% as compared to the SPLY. Where local sales revenue showed an increase of 59.4% (PKR 35.0 billion vs PKR 22.0 billion), which was attributable to a resurge in construction activity and low base effect as explained above. Export sales revenue also increased by 23.3% (PKR 4.3 billion vs PKR 3.5 billion).

During the quarter under review, cost of sales increased to PKR 18.6 billion as compared to PKR 13.7 billion in the SPLY, an increase of 35.3%. The major reason for this increase was higher production and sales volume compared to SPLY.

Gross Profit

The gross profit margin of the company for 1Q FY24 was 36.9% compared to 30.6% in the same period last year. Your Company's constant focus on cost and operational efficiencies led to an increase in gross profit margins.



Dividend Income

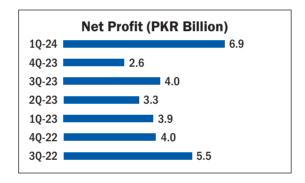
During 1Q FY24, the dividend income received by your Company from its subsidiaries was PKR 1.7 billion vs PKR 1.5 billion during the SPLY.

Subsidiary / Associate PKR Billion	1Q FY24	4Q FY23	3Q FY23	2Q FY23	1Q FY23	4Q FY22	3Q FY22
LCI	1.6	-	0.5	-	0.8	-	1.0
LHL	-	-	0.2	-	-	0.1	-
YEL	0.1	-	0.1	0.1	-	-	0.1
LMC	-	-	-	-	0.7	-	1.0
TOTAL	1.7	0.0	0.8	0.1	1.5	0.1	2.1

Net Profit

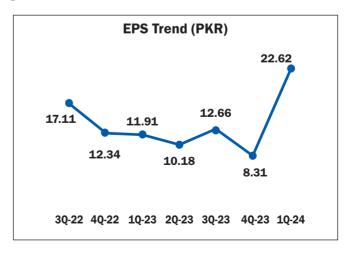
Your Company achieved a profit before tax of PKR 10.5 billion during 10 FY24 as compared to PKR 5.4 billion reported during the SPLY.

Accordingly, an after-tax profit of PKR 6.9 billion was achieved during the quarter under review as compared to PKR 3.9 billion reported during the SPLY.



Earnings Per Share (EPS)

The earnings per share of your Company for 1Q FY24 was PKR 22.62 in comparison to PKR 11.91 reported during the SPLY.



Lotte Chemical Pakistan Limited

The subsidiary entered into a Share Purchase Agreement with Lotte Chemicals Corporation on January 26, 2023, which was subsequently assigned to Lucky Core Ventures (Private) Limited (LCV) (wholly owned subsidiary) for the acquisition of approximately 75.01% of the issued share capital of Lotte Chemical Pakistan Limited, comprising 1,135,860,105 ordinary shares. The completion of the transaction remains subject to the terms of the Share Purchase Agreement, including receipt of requisite approvals and completion of other closing conditions. Going forward, up to 49% shareholding of LCV may be collectively acquired by Yunus Textile Mills Limited (YTML), Lucky Textile Mills Limited (LTML) and Lucky Cement Limited (LCL). An amended and restated public announcement of intention was issued by LCV in this regard. The shareholding proportion of each of the said entities shall be determined at a later stage. Direct majority shareholding and control of the Acquirer is however intended to remain with LCI.

The Board of Directors of the Company has, subject to the approval of shareholders, approved and authorized the Company to make an investment in the form of equity of an amount up to PKR 3 Billion in its associated Company, M/s. Lucky Core Ventures (Private) Limited (LCV).

Share Buyback of Lucky Cement Limited

In 1Q FY23, the Company announced a share buy-back of up to 10 million ordinary shares, which was subsequently approved by the shareholders in EOGM dated September 20, 2022. The said purchase was made from Pakistan Stock Exchange Limited (PSX) at the prevailing spot prices and was completed within the stipulated time at an average price of PKR 435.6 per share.

With a view to creating further value for the shareholders, a second buy-back of up to 23.8 million ordinary shares was also announced by the Company in 40 FY23, which was subsequently approved by the shareholders in an EOGM held on May 24, 2023. The purchase period commenced during the last month of FY23 and as of 30th September, 10.9 million ordinary shares were purchased under this buy-back.

Renewable Energy Initiatives

A testament to your Company's commitment to energy conservation and promotion of green energy resources is evident in the various new renewable energy projects initiated during the quarter under review.

Wind Energy at Karachi Plant:

The Company has decided to undertake a 28.8 MW captive wind power project at the Karachi Plant. We expect to complete the project before the end of the current fiscal year.

• Expansion of Solar Capacity at Karachi & Pezu Plant:

The Company has decided to increase the solar capacities at the Karachi and Pezu Plant by 6.3 MW and 6 MW, respectively. The resulting expansion will bring the Company-wide solar capacity to 74.3 MW.

Corporate Social Responsibility

Your Company is resolute in its commitment to continue its efforts to support education, women's empowerment, health, environmental conservation, and community development as part of its Corporate Social Responsibility (CSR) initiatives.

Education / Scholarships

As part of its long-term goal to provide merit-based assistance to deserving and underprivileged segments of society, your Company has awarded scholarships to numerous talented students from leading universities in Pakistan.

Your Company maintains its collaboration with respected non-profit organizations like the Shahid Afridi Foundation, Million Smiles Foundation, and Citizen Foundation, with a special emphasis on improving primary level education in the country for underprivileged children.

In a bid to make education accessible and affordable for deserving students, especially those from rural areas, irrespective of their financial backgrounds, your company has also launched dedicated scholarship programs and vocational training initiatives.

Women Empowerment

Your Company remains dedicated to girls' education and continues its collaboration with Zindagi Trust to support two prominent government girls' schools in Karachi. This ongoing effort aims to transform girls' educational institutions in Pakistan.

Health Initiatives

Your Company ensures the provision of quality healthcare for society. This commitment is demonstrated through financial support to the Aziz Tabba Foundation, a renowned philanthropic institution that operates the Tabba Heart and Tabba Kidney institutes. These institutes are crucial in bridging the gap in specialized and contemporary medical care available in the country.

Social Empowerment for Underprivileged

Your Company made a generous donation to a renowned NGO to empower orphans by providing them with a sense of belonging and facilitating their integration into society. The organization's objective is to establish a fully equipped facility to meet their residential and educational needs.

Environmental Conservation

Your Company emphasizes its environmental responsibilities. To highlight the importance of environmental conservation, your company persists with its eco-friendly initiatives, such as tree-planting campaigns near its manufacturing sites.

Outlook

Owing to strengthened administrative measures targeting speculation and hoarding in the commodity and foreign exchange markets, the PKR, which weakened significantly against the USD in FY23, is now showing signs of recovery as of this report's date. Assuming these administrative measures persist until comprehensive reforms are implemented to address these issues, the positive outcomes are expected to yield multifaceted benefits for the country.

Optimistically, assuming that the above-referred administrative measures are sustained and reforms are implemented, the stability in PKR vs. USD parity is expected to lead to a long-awaited reduction in fuel prices, which will support in halting the increasing trend of inflation and interest rates. This, in turn, is likely to boost remittances. However, the strengthening PKR may widen the trade deficit, as exports will be adversely impacted. On the other hand, energy reforms are anticipated, which would phase out subsidies and lead to increased energy costs for both industrial consumers and households. It's important to note that the economy has faced severe challenges, and even with improvements in these macroeconomic factors, it will take some time for a full recovery.

Establishing political stability is crucial for fostering confidence in the economy and ensuring long-term growth. Anticipated general elections hold the promise of providing this stability, a key factor in revitalizing the economic landscape. The new government can kickstart this process by implementing sustainable, confidence-boosting measures for a prosperous future.

Additionally, the ongoing volatility in the Palestine-Israel conflict may have far-reaching repercussions for global economies. The full extent of this conflict's impact will become clearer over time.

Local Cement Operations

Although cement demand remained strong in 10 FY24 compared to SPLY, going forward, the high inflation and interest rate environment will continue to exert a negative influence on cement demand in the short term. On the other hand for the medium-term, the potential for political stability and foreign investment in Pakistan, and the redirection of resources towards public sector development, including major infrastructure projects, could serve as pivotal catalysts for the economy, potentially reinvigorating domestic demand for cement.

As part of Pakistan's ongoing energy reforms and in alignment with the International Monetary Fund (IMF) program, energy prices are anticipated to see substantial increases. These measures are essential steps in addressing the circular debt issue, but they will also lead to higher production costs, placing pressure on our company's profit margins.

Nonetheless, the management of your Company expresses confidence that due to the substantial investments made by the company in renewable energy and efforts to enhance manufacturing efficiency, we will be able to partially mitigate the impact of elevated energy costs in the future.

Foreign Cement Operations

International cement operations are expected to experience robust demand, and the companies are wellpositioned to benefit from increased utilization of existing operational lines in the forthcoming financial periods. Moreover, the addition of a new clinker line, with a capacity of 1.82 MTPA, in Samawah, Iraq, will greatly enhance the operational efficiencies of our business. This strategic move plays a crucial role in achieving self-reliance in terms of clinker availability within Iraq.

Polyester, Soda Ash & Chemicals

Looking ahead, the economic outlook will be shaped by the continued implementation of reforms aimed at stabilizing the economy to restore fiscal and external buffers, restoration of political stability, flood relief support from the international community, assistance from friendly nations, along with continuance of the IMF programme. However, these measures will keep demand in check and inflation high in the short term. The above factors will continue to impact overall industrial activity and the demand for LCI's products. The Subsidiary remains committed to leveraging its diverse product portfolio and implementing cost rationalization efforts to minimize any adverse impacts and deliver sustainable results.

Automobiles & Mobile Phones

The outlook for the automobile sector in Pakistan for FY 2024 is sluggish. Sales volumes are expected to remain under pressure due to economic slowdown, higher taxes on cars and SUVs, and fluctuations in the PKR to USD parity. These factors will dampen demand for new vehicles and continue to put pressure on the margins of automobile manufacturers. However, the subsidiary's focus on optimizing its operations and localization will help reduce reliance on imported components, protecting margins and enhancing competitiveness.

As for the forecast for Pakistan's mobile industry in fiscal year 2024, the industry is expected to encounter similar challenges stemming from the ongoing economic slowdown and the rising cost of smartphones due to PKR's depreciation. The economic downturn is expected to suppress consumer demand for smartphones, as discretionary spending may be curtailed. In response to these challenges the company is shifting its focus towards the production and promotion of low-cost phones. This strategy would help maintain sales volumes, thereby mitigating some of the negative impacts.

In conclusion, although FY 2024 poses challenges for both the automobile and mobile sectors in Pakistan, strategic adjustments like increased localization and cost optimization will be pivotal in navigating these headwinds.

Power

LEPCL aspires to be the leading energy producer in the private sector, dedicated to delivering costeffective, secure, and dependable power while creating sustainable value for all stakeholders. Our subsidiary's main objective is to ensure uninterrupted plant operation, maintaining a 100% availability rate for supply to the National Grid.

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 to maximize shareholders' value.

Acknowledgment

The Board would like to thank all our stakeholders, employees, customers, suppliers, shareholders, and bankers for their support. The confidence and goodwill of the stakeholders have allowed the Company to sustain and grow over the years.

We continue to pray to Allah for the success of the Company and the benefit of all stakeholders, and the country in general.

On behalf of the Board

Muhammad Sohail Tabba

Chairman / Director

Karachi: October 27, 2023

Muhammad Ali Tabba Chief Executive / Director

UN-CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended September 30, 2023

Unconsolidated Condensed Interim Statement of Financial Position

As at September 30, 2023

		(Un-audited)	(Audited)
	Note	September 30,	June 30,
	Note	2023	2023
		(PKR ii	n '000')
ASSETS			
NON-CURRENT ASSETS	_	07.077.740	05 000 000
Property, plant and equipment	5	97,377,748	95,620,300
ntangible assets		75,591	85,588
		97,453,339	95,705,894
ong-term investments		57,594,485	57,594,48
ong-term loans and advances		191,453	194,20
ong-term deposits		7,842	7,842
		155,247,119	153,502,42
CURRENT ASSETS			
Stores and spares		14,488,814	14,084,018
Stock-in-trade		7,979,340	6,048,50
rade debts		5,180,549	5,089,66
oans and advances		1,009,160	749,292
Frade deposits and short-term prepayments		699,384	2,153,70
Accrued returns		237,841	100,079
Other receivables		5,630,286	4,797,88
Tax refunds due from the Government	440	538,812	538,812
Short-term investments	14.2	25,416,746	21,898,490
Cash & bank balances	l	3,798,342	4,116,18
		64,979,274	59,576,642
TOTAL ASSETS		220,226,393	213,079,06
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
ssued, subscribed and paid-up capital		3,024,937	3,118,386
Reserves		130,292,860	134,247,940
		133,317,797	137,366,320
NON-CURRENT LIABILITIES			
ong-term deposits		254,812	252,83°
ong-term loans	6	14,223,522	14,557,294
Deferred income - Government grant		2,056,489	2,121,30
Deferred liabilities			
Staff gratuity		2,639,163	2,574,92
Deferred tax liability	7	10,519,164	10,025,499
		13,158,327	12,600,424
		29,693,150	29,531,862
CURRENT LIABILITIES			
Γrade and other payables		31,547,384	29,918,702
Current maturity of long-term loans		947,269	599,653
Short-term borrowings	8	6,961,636	5,885,000
Jnclaimed dividend		50,024	50,115
Jnpaid dividend		5,452,117	-
Accrued markup		296,126	497,745
Taxation – net		11,960,890	9,229,664
		57,215,446	46,180,879
		86,908,596	75,712,74
TOTAL FOLLOW AND LIABULITIES		220 226 202	212.070.00
TOTAL EQUITY AND LIABILITIES	_	220,226,393	213,079,06
CONTINGENCIES AND COMMITMENTS	9		

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

Muhammad Sohail Tabba Chairman / Director

Muhammad Ali Tabba Chief Executive

Unconsolidated Condensed Interim Statement of Profit or Loss

For the guarter ended September 30, 2023 (Un-audited)

		Quarter	Ended
	Note	September 30, 2023	September 30, 2022
		(PKR ir	1 '000')
Gross sales	10	39,288,918	25,435,635
Less: Sales tax and federal excise duty		9,378,004	5,380,762
Rebates, incentives and commission		529,107 9,907,111	311,539 5.692,301
Net sales		29,381,807	19,743,334
Cost of sales		(18,551,468)	(13,711,579)
Gross profit		10,830,339	6,031,755
Distribution cost		(1,734,869)	(1,362,208)
Administrative expenses		(488,562)	(445,831)
Finance cost Other expenses		(381,871) (915,249)	(252,722) (616,506)
Other income	11	3,151,047	2,009,817
Profit before taxation		10,460,835	5,364,305
Taxation		(3,531,502)	(1,511,892)
Profit after taxation		6,929,333	3,852,413
		(F	PKR)
Earnings per share - basic & diluted		22.62	11.91

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

Muhammad Sohail Tabba Chairman / Director

Muhammad Ali Tabba Chief Executive

Unconsolidated Condensed Interim Statement of Comprehensive Income For the quarter ended September 30, 2023 (Un-audited)

		Quarter Ended			
	Note -	September 30,	September 30,		
		2023 (PKR	2022 (in '000')		
Profit after taxation		6,929,333	3,852,413		
Other comprehensive income / (loss): Other comprehensive loss which will not be reclassified to profit or loss in subsequent periods:					
Unrealized gain / (loss) on remeasurement of equity instrument at fair value through other comprehensive income		867	(673)		
Deferred tax thereon		(108)	84		
		759	(589)		
Total comprehensive income for the period		6,930,092	3,851,824		

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

Muhammad Sohail Tabba Chairman / Director

Muhammad Ali Tabba Chief Executive

Unconsolidated Condensed Interim Statement of Cash Flow

For the guarter ended September 30, 2023 (Un-audited)

		Quarter	
	Note	September 30, 2023 (PKR in	September 30, 2022
CASH FLOWS FROM OPERATING ACTIVITIES		(FRIVII	1 000)
Cash generated / (utilized in) from operations	12	10,683,799	(2,065,061)
Income tax paid Gratuity paid Finance cost paid Income from deposits with Islamic banks Decrease in long-term loans and advances Increase in long-term deposits (liabilities) Net cash generated from / (used in) operating activities		(306,719) (150,000) (583,490) 90,886 2,751 1,975 9,739,202	(291,558) (17,089) (90,624) 147,907 10,054 1,150 (2,305,221)
Fixed capital expenditure Sale proceeds on disposal of property, plant and equipment Dividend received from subsidiary company		(3,217,296) 33,924	(10,834,060) 37,670 711,390
Dividend received from associated company Dividend received on short-term investments Placement of balances held as lien Net cash used in investing activities		61,137 1,083,510 (1,421,000) (3,459,725)	306,713
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained Long-term loans repaid Short-term borrowing obtained Short-term borrowing repaid Own shares purchased for cancellation Dividends paid		(50,974) 1,476,636 (400,000) (5,526,504) (91)	4,453,533 (253,454 7,385,586 (1,000,000)
Net cash (used in) / generated from financing activities		(4,500,933)	10,585,383
Net increase / (decrease) in cash and cash equivalents		1,778,544	(1,498,125)
Cash and cash equivalents at the beginning of the period		26,001,579	15,493,016
Cash and cash equivalents at the end of the period	12.3	27,780,123	13,994,891

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

Muhammad Sohail Tabba Chairman / Director Muhammad Ali Tabba Chief Executive

Unconsolidated Condensed Interim Statement of Changes in Equity For the quarter ended September 30, 2023 (Un-audited)

	!			Capital reserve			Re	Revenue reserve		
	Issued, subscribed and paid-up capital	Share premium	Capital Capacity Long-term re-purchase expansions investment reserve capital capital account reserve reserve	Capacity expansions capital reserve	Long-term investment capital reserve	Capital redemption reserve PKR in '000'	General	General Unappropriated reserves Profit	Total reserves	Total equity
Balance as at July 01, 2022	3,233,750 7,343,422	7,343,422	1	ı	1	ı	99,164,187	18,798,965	125,306,574	128,540,324
Transfer to general reserves	ı	ı	1	į	1	ı	15,340,066	(15,340,066)	ı	ı
Total comprehensive income for the quarter ended September 30, 2022	1	ı	ı	ı	ı	1	I	3,851,824	3,851,824	3,851,824
Balance as at September 30, 2022	3,233,750	7,343,422	I	'	'	1	114,504,253	7,310,723	129,158,398	132,392,148
Balance as at July 01, 2023	3,118,386	3,118,386 7,343,422	115,364	400,00,000	115,364 400,00,000 400,00,000 35,815,875	35,815,875	ı	10,973,279	134,247,940	134,247,940 137,366,326
Transfer to general reserves	I	ı	1	ı	ı	1	1	1	ı	ľ
Total comprehensive income for the quarter ended September 30, 2023	1	I	ı	ı	ı	1	ı	6,930,092	6,930,092	6,930,092
Final Dividend @ Rs. 18 per share for the year ended June 30, 2023	I	ı	ı	ı	ı	I	I	(5,452,117)	(5,452,117)	(5,542,117)
Own shares purchased for cancellation	(93,449)	ı	93,449	1		- (5,526,504)	I	ı	(5,433,055)	(5,526,504)
Balance as at September 30, 2023	3,024,937	7,343,422	208,813	40,000,000	208,813 40,000,000 40,000,000 30,289,371	30,289,371	1	12,451,254	130,292,860	133,317,797

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



Muhammad Ali Tabba Chief Executive

Muhammad Sohail Tabba Chairman / Director

For the guarter ended September 30, 2023 (Un-audited)

1 THE COMPANY AND ITS OPERATIONS

11 Lucky Cement Limited (the Company) was incorporated in Pakistan on September 18, 1993 under the Companies Ordinance, 1984 (now the Companies Act, 2017) and is listed on the Pakistan 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 corporate office is situated at Muhammad Ali Housing Society, A. Aziz Hashim Tabba Street in Karachi. The Company has two production facilities; one at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and the other at Main Super Highway in Karachi, Sindh, Further, the Company's liaison offices are situated in Islamabad, Quetta, Multan, Faisalabad, Lahore and Peshawar.

1.2 These unconsolidated financial statements are separate financial statements of the Company in which investments in subsidiaries 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, 2023 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 the Company's unconsolidated annual audited financial statements for the year ended June 30, 2023.

SIGNIFICANT ACCOUNTING POLICIES 3

- 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, 2023.
- 3.2 Change in accounting standards, interpretations and amendments to published accounting and reportingstandards
- Amendments to published accounting & reporting standards which became effective during the a)

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.

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

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

For the guarter ended September 30, 2023 (Un-audited)

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, 2023.

PROPERTY, PLANT & EQUPMENT

5

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

		(Un-audited)	(Audited)
		September 30,	June 30,
		2023	2023
	Note	(PKR	in '000')
Operating fixed assets (WDV) - opening balance		89,745,225	59,972,785
Add: Additions during the period / year	5.2	5,251,860	35,096,428
		94,997,085	95,069,213
Less: Disposals during the period / year (WDV)		3,505	42,768
Depreciation charge for the period / year		1,456,349	5,281,220
Operating fixed assets (WDV) - closing balance		93,537,231	89,745,225
Add: Capital work-in-progress	5.3	3,527,839	5,562,145
Add: Capital spares		312,678	312,936
		97,377,748	95,620,306

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

3
letion
Cost)
-
-
-
-
23,345
-
40
1,049
1,289
25,723

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

		(Un-audited)	(Audited)
		September 30,	June 30,
		2023	2023
N	lote	(PKR	in '000')
Opening Balance		5,562,145	21,911,214
Add: Additions during the period / year		3,217,554	18,815,137
		8,779,699	40,726,351
Less: Transferred to operating fixed assets		5,251,860	35,096,428
Less: Transferred to intangible assets		-	67,778
Closing balance		3,527,839	5,562,145

(Un-audited)

For the guarter ended September 30, 2023 (Un-audited)

6 **LONG-TERM LOANS**

There is no material change in the terms and conditions of the long-term loans as disclosed in the unconsolidated annual audited financial statements as at and for the year ended June 30, 2023.

7 **DEFERRED TAX LIABILITY**

	(Un-audited)	(Audited)
	September 30,	June 30,
	2023	2023
	(PKR i	n '000')
Deferred tax liability comprises the following:		
- Taxable temporary differences arising due to accelerated tax depreciation allowance	11,347,377	11,179,358
- Deductible temporary differences arising in respect of provisions	(828,213)	(1,153,859)
	10,519,164	10,025,499

8 **SHORT-TERM BORROWINGS**

There is no material change in the terms and conditions of the short-term borrowings as disclosed in the unconsolidated annual audited financial statements as at and for the year ended June 30, 2023

The Company has obtained Foreign Currency Import Finance (FCIF) Facility under Islamic mode amounting to PKR 1,477 million from Bank Alfalah - Islamic. The facility is secured by way of hypothecation charge over plant & machinery. The facility carries mark-up rate at 7.50% per annum.

9 **CONTINGENCIES AND COMMITMENTS**

9.1 There are no significant changes in the status of contingencies and commitments as reported in note 27 to the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2023, except as disclosed in notes 9.2 and 9.3.

		(Un-audited) September 30, 2023	(Audited) June 30, 2023
		(PKR i	n '000')
9.2	Capital commitments		
	Plant, machinery and equipment under letters of credit	2,651,274	4,921,828
9.3	Other commitments Stores, spares, packing material and other supplies / services under letters of credit	6,914,537	3,989,776
	Corporate guarantee issued on behalf of subsidiary company	282,025	
	Bank guarantees issued on behalf of the Company	2,899,464	2,800,837
	Post-dated cheques	3,912,041	4,075,985
	Commitment on behalf of a subsidiary company in respect of cost over-run and PSRA support	54,535,824	52,839,594

For the guarter ended September 30, 2023 (Un-audited)

			For the quarter ended		
	•	September 30,	September 30		
	Nata	2023	2022		
	Note	(PKR	? in '000')		
GROSS SALES					
Local		35,035,053	21,984,865		
Export		4,253,865	3,450,770		
		39,288,918	25,435,635		
OTHER INCOME					
Gain on disposal of property, plant and equipment		30,419	34,112		
Dividend from subsidiaries		1,676,334	1,473,36		
Dividend / other income from associate		61,137			
Exchange gain - net		64,902			
Dividend from mutual funds and other investments		1,083,510	306,71		
Income from deposits with Islamic banks		228,648	170,65		
Others		6,097	24,97		
		3,151,047	2,009,81		
CASH GENERATED FROM OPERATIONS					
Profit before taxation		10,460,835	5,364,30		
Adjustments for non-cash charges and other items					
Depreciation		1,456,349	1,180,92		
Amortization of intangible assets		9,997	5,22		
Gain on disposal of property, plant & equipment		(30,419)	(34,112		
Provision for gratuity		214,238	150,83		
Reversal of provision for doubtful debts		-	(915		
Dividend income from subsidiaries		(1,676,334)	(1,473,36)		
Dividend income from associate		(61,137)	(000 74)		
Dividend income from short-term investments		(1,083,510)	(306,713		
Income from deposits with Islamic banks Finance costs		(228,648) 381,871	(170,653 252,72		
Profit before working capital changes		9,443,242	4,968,26		
(Increase) / Decrease in current assets					
Stores and spares		(404,796)	(6,097,737		
Stores and spares Stock-in-trade		(1,930,833)	(1,956,104		
Trade debts		(90,882)	349,34		
Loans and advances		(259,868)	(183,10		
Trade deposits and short-term prepayments		1,454,321	37,79		
Other receivables		843,933	(313,339		
		(388,125)	(8,163,142		
Increase in current liabilities					
Trade and other payables		1,628,682	1,129,82		
		10.683.799	(2,065,062		

For the guarter ended September 30, 2023 (Un-audited)

		September 30, 2023	September 30, 2022
		(PKR ir	1 '000')
12.1	CASH AND CASH EQUIVALENTS		
	Cash and bank balances Balances held as lien Short-term investments	3,798,342 (1,421,000) 25,402,781 27,780,123	5,417,879 (1,111,111) 9,688,123 13,994,891

13 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 condensed interim unconsolidated financial statements, are as follows:

	For the q	uarter ended
-	September 30,	September 30,
-	2023	2022
	(PKF	(in '000')
Transactions with Subsidiary Companies		
Reimbursement of expenses to the Company	2,833	2,886
Sales	11,284	15,891
Purchases	10,021	12,688
Purchase of vehicles	108,177	58,442
Business development technical fee	99,197	-
Dividend received	-	711,390
Services received	-	21
Transactions with Directors and their close family members		
Sales	-	168
Meeting fee	2,625	1,969
Transactions with Associated Undertakings		
Sales	217,655	124,160
Reimbursement of expenses to Company	17,072	5,571
Reimbursement of expenses from Company	12,212	11,066
Donation	60,000	60,000
Dividend received	61,137	=
Transactions with other key management personnel		
Salaries and benefits	98,650	88,705
Post employment benefits	23,912	17,081
Other related parties		
Payment made to retirement benefit fund	150,000	-

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 unconsolidated condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

For the quarter ended

For the guarter ended September 30, 2023 (Un-audited)

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 (level 1);
- 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).

	Sep	tember 30, 202	3 (Un-audi	ted)
Assets	Level 1	Level 2	Level 3	Total
		(PKR in 'C	000')	
Financial assets - fair value through profit or loss - Short-term investments (units of mutual fund)	-	25,402,781	-	25,402,781
Financial assets - fair value through other comprehensive income				
- Short-term investment (shares of PSX)	13,965	=	-	13,965
	13,965	25,402,781	-	25,416,746

15 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 27, 2023 by the board of directors of the company.

16 **GENERAL**

- 16.1 Figures have been rounded off to the nearest thousands of PKR, unless otherwise stated.
- 16.2 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.

Muhammad Sohail Tabba Chairman / Director Muhammad Ali Tabba Chief Executive

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the quarter ended September 30, 2023

Consolidated Condensed Interim Statement of Financial Position

As at September 30, 2023

	_	(Un-audited)	(Audited)
	Note	September 30,	June 30,
	11010	2023 (PKR ir	n '000') 2023
ASSETS			
NON-CURRENT ASSETS	_		
Property, plant and equipment	5	295,055,359	294,838,879
ntangible assets		6,654,804	6,682,998
Right-of-use assets		92,608	116,707
		301,802,771	301,638,584
ong-term investments	6	69,078,725	67,118,40
ong-term loans & advances		754,958	731,16
_ong-term deposits		98,232	94,89
		371,734,686	369,583,050
CURRENT ASSETS		04 500 400	00.000.45
Stores, spares and consumables		21,560,120	22,608,45
Stock-in-trade		54,843,713	48,660,510
Trade debts		63,381,624	59,903,59
_oans and advances		7,233,986	3,220,17
Trade deposits and short-term prepayments		4,494,338	6,270,64
Other receivables		14,294,817	14,141,98
Tax refunds due from the Government		653,064	538,81
Taxation receivable		83,823	193,198
Accrued return		237,841	100,09
Short-term investments		47,147,149	44,199,45
Cash and bank balances		39,246,008	38,939,42
		253,176,483	238,776,34
TOTAL ASSETS		624,911,169	608,359,394
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES		0.004.007	0.440.00
Issued, subscribed and paid-up capital		3,024,937	3,118,38
Reserves		231,433,540	224,365,63
Attributable to the owners of the Holding Company		234,458,477	227,484,02
Non-controlling interest		33,794,822	33,515,03
Total equity		268,253,299	260,999,059
NON-CURRENT LIABILITIES			
_ong-term loans		132,523,790	135,857,71
ong-term deposits and other liabilities		9,611,445	9,532,879
Lease liabilities		12,338	29,06
Deferred income - Government grant Deferred liabilities		4,199,646	4,305,28
Staff gratuity		3,006,262	2,696,19
Deferred tax liability	7	19,863,629	19,225,11
Deletted tax hashing		22,869,891	21,921,30
		169,217,110	171,646,24
NON-CURRENT LIABILITIES			
Current portion of long-term finance		9,540,052	9,009,15
Frade and other payables		81,278,803	80,574,34
Provision for taxation		17,661,079	13,910,12
Accured Markup		4,035,361	5,046,31
Short-term borrowings and running finance		69,362,940	67,043,22
Current portion of lease liabilities		60,384	80,80
Jnclaimed dividend		50,024	50,11
Jnpaid dividend		5,452,117	
		187,440,760	175,714,08
		356,657,870	347,360,33
TOTAL EQUITY AND LIABILITIES		624,911,169	608,359,39
CONTINGENCIES AND COMMITMENTS	8		

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.

Muhammad Sohail Tabba Chairman / Director

Muhammad Ali Tabba **Chief Executive**

Consolidated Condensed Interim Statement of Profit or Loss

For the Quarter Ended September 30, 2023 (Un-audited)

		Quarter Ended		
	Note	September 30,	September 30	
	Note	2023	2022	
		(PKR i	in '000')	
Revenue	9	124,932,385	107,221,607	
Revenue	9	124,932,363	107,221,007	
Less: Sales tax and excise duty		17,740,828	14,281,793	
Rebates, incentives and commission		3,116,513	2,307,167	
		20,857,341	16,588,960	
Net revenue		104,075,044	90,632,647	
Cost of sales		(72,618,245)	(72,501,307)	
Gross profit		31,456,799	18,131,340	
Distribution cost		(3,442,313)	(2,723,506	
Administrative expenses		(2,231,928)	(1,466,711	
Finance cost		(9,707,917)	(6,484,743	
Other expenses		(1,133,897)	(1,173,429	
Other income	10	5,256,702	1,453,495	
Share of profit – joint ventures and associates	10	4,202,109	1,180,677	
Profit before taxation		24,399,555	8,917,123	
Taxation		(5,042,256)	(2,270,160)	
Profit after taxation from continuing operations		19,357,299	6,646,963	
Profit after taxation from discontinued operations		-	285,562	
Profit after taxation		19,357,299	6,932,525	
Attributable to:				
Owners of the Holding Company		17,706,000	5,449,352	
Non-controlling interests		1,651,299	1,483,173	
		19,357,299	6,932,525	
		Pł	ΚR	
Earning per Share - Basic and Diluted				
- continuing operations		57.80	16.60	
- discontinued operations		-	0.25	
·		57.80	16.85	

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.

Muhammad Sohail Tabba Chairman / Director Muhammad Ali Tabba
Chief Executive

Consolidated Condensed Interim Statement of Other Comprehensive IncomeFor the Quarter Ended September 30, 2023 (Un-audited)

		Quar	ter Ended
	Note	September 30, 2023	September 30, 2022
			.R in '000')
			,
Profit after taxation from continuing operations		19,357,299	6,646,963
Other comprehensive income / (loss) which will not be reclassified to profit or loss in subsequent periods:	е		
Foreign exchange differences on translation of foreign operations		246,318	3,288,629
Unrealized gain / (loss) on re-measurement of equity investment at fair value through other comprehensive income		867	(673)
Deferred tax thereon	L	(108)	84
	L	759 247,077	(589) 3,288,040
		, , , , , , , , , , , , , , , , , , ,	
Total comprehensive income for the period from continuing operations		19,604,376	9,935,003
Discontinued operations			
Profit after taxation from discontinued operations		-	285,562
Other comprehensive income for the period		-	-
Total comprehensive income for the period	-	19,604,376	10,220,565
Attributable to: Owners of the holding company Non-controlling interest	_	17,953,077 1,651,299 19,604,376	8,737,392 1,483,173 10,220,565

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.

Muhammad Sohail Tabba Chairman / Director

Muhammad Ali Tabba Chief Executive

Consolidated Condensed Interim Statement of Cash Flows

For the Quarter Ended September 30, 2023 (Un-audited)

			r Ended
	Note	September 30, 2023	September 30, 2022
		(PKR i	n '000')
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	11	19,219,595	117,138
Finance cost paid Income tax paid Staff retirement benefits paid Income from deposits with Islamic banks and other financial institutions		(10,691,003) (618,318) (174,049) 1,405,577	(4,961,816) (1,169,625) (38,049) 554,547
Increase in long-term loans and advances Long-term deposits - net Decrease in long-term deposits and prepayments Discontinued operations Net cash generated from / (used in) operating		(21,548) (1,969) 610 	(13,548) - 172 555,206 (4,955,975)
activities		0,110,030	(4,000,010)
CASH FLOWS FROM INVESTING ACTIVITIES Fixed capital expenditure Dividend received from equity accounted investment Dividend received from short-term investments Release of placements / balances held as lien Sale proceeds on disposal of property, plant and equipment Discontinued Operations Net cash used in investing activities	ts	(4,257,229) 2,506,969 1,728,125 (1,421,000) 59,098	(13,701,921) 1,079,796 306,713 - 44,045 3,082 (12,268,285)
CASH FLOWS FROM FINANCING ACTIVITIES Long-term finance obtained Long-term finance repaid Payment against finance lease liability Dividends paid to owners of the Holding Company Dividends paid to non-controlling Interest Short-term borrowings and running finance Own shares purchased for cancellation Net cash (used in) / generated from financing activities		1,703,978 (2,621,887) (39,486) (91) (1,124) 530,611 (5,526,504) (5,954,503)	5,026,856 (1,411,000) (30,469) (282) (181,259) 11,125,304 (181,407) 14,347,743
Net increase / (decrease) in cash and cash equivalents Cash and cash equivalents at the beginning of the		1,780,355 83,074,650	(2,876,517) 28,898,105
period Effect of foreign currency translation on cash		48,878	(99,678)
Cash and cash equivalents at the end of the period		84,903,883	25,921,910
Cash and cash equivalents at September 30 comprise of:			
Cash and bank balances Bank balance marked as lien Short term investments		39,246,008 (1,421,000) 47,078,875 84,903,883	17,344,898 (1,111,111) 9,688,123 25,921,910

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.

Muhammad Sohail Tabba Chairman / Director

Muhammad Ali Tabba Chief Executive

Consolidated Condensed Interim Statement of Changes in Equity For the quarter ended September 30, 2023 (Un-audited)

						Capital			Reverse	Revenue reserve			
n	s s	Issued, subscribed and paid-up capital	Share re premium	Capital re-purchase reserve account	Foreign currency translation reserve	Capacity expansions i capital reserve	Long-term investment capital reserve	Capital redemption reserve	General Ur reserves	Unappropriated Profit	Total reserves	Non controlling interest	Total equity
							d	PKR in '000'					
	Balance as at July 01, 2022	3,233,750 7,343,422	7,343,422	•	9,433,058	'	1	•	99,164,187	51,690,097	167,630,764	28,893,975	199,758,489
	Transfer to general reserves	•	•	•	•	'	•	•	15,340,066	(15,340,066)	•	٠	•
	Dividends paid to non-controlling interest of LCI	'	'	•	•	'	•	•	٠	•	•	(623,416)	(623,416)
	Dividends paid to non-controlling interest of LMC	<u>.</u>	•	•	•	'	٠	٠	٠	•	•	(288,610)	(288,610)
	Profit after taxtaion	•	•	'	1	Ľ	Ŀ	Ŀ	•	5,449,352	5,449,352	1,483,173	6,932,525
	Other comprehensive income	•	•	1	3,288,629	1	'	-	•	(583)	3,288,040	1	3,288,040
A)	Total comprehensive income for the quarter ended September 30, 2022	•	•	•	3,288,629	'	•	1	•	5,448,763	8,737,392	1,483,173	10,220,565
	Balance as at September 30, 2022	3,233,750	7,343,422	•	12,721,687	•	•	•	114,504,253	41,798,794	176,368,156	29,465,122	209,067,028
)	Balance as at July 01, 2023	3,118,386	7,343,422	115,364	22,184,577	40,000,000	40,000,000 40,000,000 35,815,875	35,815,875		78,906,397	224,365,635	33,515,038	260,999,059
	Dividends paid to non-controlling interest of ICI	•	•		•	•	•	•	•	•	•	(1,371,515)	(1,371,515)
	Own shares purchased for cancellation	(93,449)		93,449	•	•	_	(5,526,504)	•	•	(5,433,055)	•	(5,526,504)
	Final Dividend @ Rs. 18 per share for the year ended June 30, 2023									(5,452,117)	(5,452,117)		(5,542,117)
	Profit after taxation	'	'	'	•	_	Ŀ	-	•	17,706,000	17,706,000	1,651,299	19,357,299
	Other comprehensive income	•	•	•	246,318	_'_		<u>'</u>	•	759	247,077	1	247,077
. /	Total comprehensive income for the quarter ended September 30, 2023	•	•		246,318	•	•	ı	•	17,706,759	17,953,077	1,651,299	19,604,376
	Balance as at September 30, 2023	3,024,937 7,343,422	7,343,422	208,813	22,430,895	40,000,000 40,000,000 30,289,371	40,000,000	30,289,371	•	91,161,039	231,433,540	33,794,822	268,253,299

Muhammad Sohail Tabba Chairman / Director

Muhammad Ali Tabba Chief Executive

Muhammad Atif Kaludi Chief Financial Officer

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

For the quarter ended September 30, 2023 (Un-audited)

1 THE GROUP AND ITS OPERATIONS

The Group consists of Lucky Cement Limited (the Holding Company / LCL) and its subsidiary companies namely LCL Investment Holdings Limited, Lucky Holdings Limited, Lucky Electric Power Company Limited. Lucky Core Industries Limited (Formerly 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 Act) and is listed on the Pakistan 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 and the corporate office is situated at Muhammad Ali Housing Society, A. Aziz Hashim Tabba Street in Karachi. The Holding Company has two production facilities; one at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and the other at Main Super Highway in Karachi, Sindh. Further, the Holding Company's liaison offices are situated in Islamabad, Quetta, Multan, Faisalabad, Lahore and Peshawar.

12 **Lucky Holdings Limited**

Lucky Holdings Limited (LHL) was incorporated in Pakistan on September 6, 2012 as a public unlisted company under the Act. The head office of the LHL is situated at 6 - A, Muhammad Ali Housing Society, A. Aziz Hashim Tabba Street, Karachi in the province of Sindh, whereas the registered office of the LHL is situated at Lucky Cement Factory, Main Indus Highway, Pezu, District Lakki Marwat, Khyber Pakhtunkhwa. LHL is a subsidiary of the Holding Company and its main source of earning is royalty income

In accordance with the share purchase agreement between LHL and ICI Omicron B.V. (the seller), LHL acquired the trademark of ICI word mark and roundel device along with the right to sub license the same within the territory of Pakistan for polyester fiber and soda ash products and in India for soda ash products only.

LHL's license for the trademark of ICI word mark and roundel device has expired on December 28, 2022.

The Holding Company held 75% shares of LHL as at September 30, 2023 (June 30, 2023: 75% holding).

1.3 **LCL Investment Holdings Limited**

The Holding Company has made an investment in LCL Investment Holdings Limited (LCLIHL), incorporated in Mauritius and re-domiciled in Dubai - United Arab Emirates where LCLIHL has been continued as an offshore company in Jebel Ali Free Zone Authority with effect from March 30, 2022. The principal activity of LCLIHL is that of investment holding.

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.

LCLIHL has also entered into a joint venture agreement with Rawji Properties Limited to incorporate LR International General Trading FZCO (LRIGT). LRIGT was incorporated as an onshore company with a limited liability in Jebel Ali Free Zone, United Arab Emirates. LCLIHL holds 50 percent ownership interest in I RIGT.

The Holding Company held 100% shares of LCLIHL as at September 30, 2023 (June 30, 2023: 100% holding).

1.4 **Lucky Motor Corporation Limited**

Lucky Motor Corporation Limited (LMC) was incorporated in Pakistan as a public unlisted company in December 2016 under the Act. 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. LMC's manufacturing facility for vehicles was completed in June 2019 following which the commercial operations commenced.

For the guarter ended September 30, 2023 (Un-audited)

LMC has entered into an agreement with Samsung Gulf Electronic Co. FZE for producing Samsung branded mobile devices in Pakistan. The mobile production facility for Samsung devices, which is located at Port Oasim Industrial Park, Special Economic Zone, was completed in November 2021, and commercial production began in December 2021.

The registered office and manufacturing facility of LMC are situated at Plots # LE-144-145, 154-167, 171-172, 174-175, PP 31, 48, 65, PP-83-89 Survey # NC 98, National industrial Park, Bin Oasim Town, Karachi.

The Holding Company held 71.14% shares of LMC as at September 30, 2023 (June 30, 2023: 71.14% holding).

1.5 Lucky Core Industries Limited (Formerly ICI Pakistan Limited)

Lucky Core Industries Limited (Formerly ICI Pakistan Limited) (LCI) was incorporated in Pakistan under the Act and is listed on Pakistan Stock Exchange Limited, LCI is engaged in the manufacture of polyester staple fibre, partially oriented yarn (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 master batch. It also acts as an indenting agent and toll manufacturer. LCI's registered office is situated at 5 West Wharf, Karachi. The Holding Company held 55% of shares of ICl as at September 30, 2023 (June 30, 2023: 55% holding). Details of LCI's equity investments are as follows:

1.5.1 Lucky Core PowerGen Limited (Formerly ICI PowerGen Limited)

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

1.5.2 Lucky TG (Private) Limited

Lucky TG (Private) Limited (Lucky TG) was incorporated in Pakistan on October 25, 2022 as an unlisted public company as part of the Joint Venture and Shareholders Agreement with Tariq Glass Industries Limited to set up a green field state-of-the-art float glass manufacturing facility. LCI holds 51% of the shares of Lucky TG.

1.5.3 Lucky Core Venture (Private) Limited

Lucky Core Venture (Private) Limited was incorporated in Pakistan on March 9, 2023 as a private company and is a wholly owned subsidiary of LCI. 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.

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 limited by shares, under the Companies Ordinance, 1984 (now the Companies Act, 2017). The registered office of LEPCL is situated at 6-A, Muhammad Ali Housing Society, A. Aziz Hashim Tabba Street, Karachi and its plant site is situated at Deh Ghangiaro, Taluka Ibrahim Hyderi, District Malir, Karachi.

The principal business of LEPCL is to own and operate a coal fired 660 megawatt (MW) (gross) power project at Port Qasim, Karachi. LEPCL has achieved its Commercial Operation Date on March 21, 2022.

The Holding Company held 100% shares of LEPCL as at September 30, 2023 (June 30, 2023: 100%) holding).

2. STATEMENT OF COMPLIANCE

- 2.1 These consolidated condensed interim financial statements of the Group for the guarter ended September 30, 2023 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.

For the guarter ended September 30, 2023 (Un-audited)

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 30.2023.

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, 2023.
- 3.2 Change in accounting standards, interpretations and amendments to the accounting and reporting standards
- Amendments to published accounting and reporting standards which became effective during the a)

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 is 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, 2024. However, these amendments will not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT 4

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

Judgments 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, 2023.

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, 2023. Further, there were no transfers in fair value hierarchy levels during the quarter.

For the guarter ended September 30, 2023 (Un-audited)

PROPERTY, PLANT AND EQUIPMENT

5

5.1

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

		(Un-audited) September 30, 2023	(Audited) June 30, 2023
	Note	(PKR	in '000')
Operating fixed assets (WDV) - opening balance Add: Additions during the period / year	5.2	285,306,839 7,421,620 292,728,459	246,416,524 60,669,430 307,085,954
Less: Disposals during the period / year (WDV) Disposal of subsidiary Depreciation charge for the period / year Operating fixed assets (WDV) - closing balance Add: Capital work-in-progress Add: Capital spares	5.3	16,437 4,375,621 288,336,401 6,406,280 312,678 295,055,359	254,672 5,121,364 16,403,079 285,306,839 9,219,104 312,936 294,838,879

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

	(Un-audited)			
		ber 30, 2023 R in '000')		
	Additions	Deletion		
	Cost	Cost		
Operating fixed assets	_			
Buildings on free hold land				
- Cement plant	20,584	-		
- Others	24,655	=		
Buildings on Leasehold Land				
- Others	304,965	234		
Machinery	2,921,247	24,858		
Generators and other power generation equipments	3,770,892	-		
Quarry equipments	1,648	-		
Vehicles including cement bulkers	315,044	40,153		
Furniture and fixtures	15,408	_		
Office equipments	6,487	40		
Computer and accessories	22,448	14,013		
Other assets	18,242	1,289		
	7,421,620	80,587		

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

	(Un-audited)	(Audited)
	September 30,	September 30,
	2023	2023
	(PKR	? in '000')
	0.040.404	00 400 075
Opening balance	9,219,104	29,196,375
Add: Additions during the period / year	3,853,887	23,201,694
	13,072,991	52,398,069
Less: Transferred to operating fixed assets	6,666,711	43,089,848
Less: Transferred to intangible assets	-	67,778
Less: Disposal of subsidiary	-	21,339
Closing balance	6,406,280	9,219,104

(I In audited)

For the guarter ended September 30, 2023 (Un-audited)

LONG-TERM INVESTMENTS Equity Accounted Investment Joint Ventures Lucky Al-Shumookh Holdings Limited LuckyRawji Holdings Limited Al-Shumookh Lucky Investments Limited LR International Trading FZCO Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited (250,000 ordinary shares of PKR 10 each)	6.1 6.2 6.3 6.4 6.5 6.6	7,939,771 30,442,906 17,654,000 63,253 56,099,930 10,980,834 1,995,461 12,976,295 2,500 69,078,725	9,769,76 28,626,72 15,844,76 63,52 54,304,77 10,992,41 1,818,71 12,811,12
Equity Accounted Investment Joint Ventures Lucky Al-Shumookh Holdings Limited LuckyRawji Holdings Limited Al-Shumookh Lucky Investments Limited LR International Trading FZCO Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited	6.2 6.3 6.4	30,442,906 17,654,000 63,253 56,099,930 10,980,834 1,995,461 12,976,295	28,626,72 15,844,76 63,52 54,304,77 10,992,41 1,818,71 12,811,12
Joint Ventures Lucky Al-Shumookh Holdings Limited LuckyRawji Holdings Limited Al-Shumookh Lucky Investments Limited LR International Trading FZCO Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited	6.2 6.3 6.4	30,442,906 17,654,000 63,253 56,099,930 10,980,834 1,995,461 12,976,295	28,626,72 15,844,76 63,52 54,304,77 10,992,41 1,818,71 12,811,12
Lucky Al-Shumookh Holdings Limited LuckyRawji Holdings Limited Al-Shumookh Lucky Investments Limited LR International Trading FZCO Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited	6.2 6.3 6.4	30,442,906 17,654,000 63,253 56,099,930 10,980,834 1,995,461 12,976,295	28,626,72 15,844,76 63,52 54,304,77 10,992,41 1,818,71 12,811,12
LuckyRawji Holdings Limited Al-Shumookh Lucky Investments Limited LR International Trading FZCO Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited	6.2 6.3 6.4	30,442,906 17,654,000 63,253 56,099,930 10,980,834 1,995,461 12,976,295	28,626,72 15,844,76 63,52 54,304,77 10,992,41 1,818,71 12,811,12
Al-Shumookh Lucky Investments Limited LR International Trading FZCO Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited	6.3 6.4 6.5	17,654,000 63,253 56,099,930 10,980,834 1,995,461 12,976,295	15,844,76 63,52 54,304,77 10,992,41 1,818,71 12,811,12
LR International Trading FZCO Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited	6.4	63,253 56,099,930 10,980,834 1,995,461 12,976,295 2,500	63,52 54,304,77 10,992,41 1,818,71 12,811,12
Associates NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited		56,099,930 10,980,834 1,995,461 12,976,295 2,500	54,304,77 10,992,41 1,818,71 12,811,12
NutriCo Morinaga (Private) Limited Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited		1,995,461 12,976,295 2,500	1,818,71 12,811,12 2,50
Yunus Energy Limited Equity Securities Arabian Sea Country Club Limited		1,995,461 12,976,295 2,500	1,818,71 12,811,12 2,50
Equity Securities Arabian Sea Country Club Limited	6.6	12,976,295 2,500	12,811,12 2,50
Arabian Sea Country Club Limited		2,500	2,50
Arabian Sea Country Club Limited			
		69,078,725	
			67,118,40
Lucky Al-Shumookh Holdings Limited (LASHL)			
Investment at Cost		1,912,283	1,912,28
Share of cumulative profit at the beginning of the			3,393,89
period/year		139,841	
Share of profit during the period / year		417,692	1,779,87
Dividend received during the period / year		(2,294,189)	(5,033,92
		(1,736,656)	139,84
Foreign currency translation reserve		7 764 144	7 717 61
Foreign currency translation reserve		7,764,144	7,717,63 9,769,76
		1,555,111	3,703,70
The Group's interest in LASHL's assets and liabilities is as follows:			
as follows.			
Total assets		18,035,973	20,584,10
Total liabilities		(2,156,434)	(1,044,57
Net assets (100%)		15,879,539	19,539,52
Group's share of net assets (50%)		7,939,771	9,769,76
The Group's share in LASHL's profit or loss is as follows:			
Revenue		5,976,812	19,537,83
Net profit (100%)		835,384	3,559,74
Group's share of net profit (50%)		417,692	1,779,87

For the guarter ended September 30, 2023 (Un-audited)

		(Un-audited) September 30,	(Audited) June 30, 2023
	Note	2023 (PKR i	2023 n '000')
Lucky Rawji Holdings Limited (LRHL)			·
Investment at Cost		6,870,050	6,870,0
Share of cumulative profit at the beginnin period / year	ng of the	6,703,648	2,808,1
Share of profit during the period / year Dividend received during the year		1,823,587 (151,642)	4,328,2 (432,76
Foreign currency translation reserve		8,375,593 15,197,263	6,703,6 15,053,0
The Group's interest in LRHL's assets and as follows:	I liabilities is	30,442,906	28,626,7
Total assets Total liabilities		77,750,131 (16,864,321)	75,988,0 (18,734,63
Net assets (100%)		60,885,810	57,253,4
Group's share of net assets (50%)		30,442,906	28,626,7
The Group's share in LRHL's profit or loss	is as follows:		
Revenue		11,977,394	35,853,6
Net profit (100%)		3,647,174	8,656,5
Group's share of net profit (50%)		1,823,587	4,328,2
Al-Shumookh Lucky Investments Limite	d (ASLIL)		
Investment at cost		3,399,022	3,399,0
Share of cumulative profit at the beginnin period / year	ng of the	6,975,533	3,014,8
Share of profit during the period / year		1,735,191 8,710,724	3,960,6
		8,710,724	6,975,5
Foreign currency translation reserve		5,544,253 17,654,000	5,470,2 15,844,7
The Group's interest in ASLIL's assets and as follows:	d liabilities is		
Total assets Total liabilities Net assets (100%)		49,789,308 (14,481,307) 35,308,001	47,750,8 (16,061,28 31,689,5
Group's share of net assets (50%)		17,654,000	15,844,7
The Group's share in ASLIL's profit or loss	is as	11,004,000	10,044,7
follows: Revenue	. 10 40	7,004,588	22,590,2
Net Profit (100%)		3,470,382	7,921,3
Group's share of net profit (50%)		-, -, -, -, -	.,,0

For the guarter ended September 30, 2023 (Un-audited)

		(Un-audited) September 30,	(Audited) June 30.
		2023	2023
	Note	(PKR in	'000')
R International Trading	FZCO (LRIT)		
nvestment at cost		1,115	1,115
hare of cumulative loss eriod / year	at the beginning of the	54,792	(3,446)
hare of loss during the	period / year	(666)	58,238
oreign currency translat	ion reserve	54,126 8,012	54,792 7,615
orong.r carrone, translat		63,253	63,522
he Group's share of loss	s in excess of its cost of investment in	LRIT is recognized as	a liability
he Group's interest in L	RIT's assets and liabilities is as follows	:	
otal assets		140,939	300,468
otal liabilities		(14,434)	(173,424)
let assets (100%)		126,505	127,044
roup's share of net ass	ets (50%)	63,253	63,522
he Group's share in LRI	Γ's profit or loss is as follows:		
evenue		-	295,847
let (loss) / profit (100%		(1,332)	116,476
iroup's share of net (los	s) / profit (50%)	(666)	58,238
lutriCo Morinaga (Priva	te) Limited		
	on date of recognition - Equity of face value of PKR 100/-	11,004,115	11,004,115
	it at beginning of the period / year	(11,700)	(44.700)
hare of loss during the Dividend received during	, ,	(11,581)	(11,700)
	, , , ,	(23,281)	(11,700)
		10,980,834	10,992,415
unus Energy Limited (Y	EL)		
nvestment at Cost		611,365	611,365
· ·	at the beginning of the period / year	1,207,348	1,056,688
hare of profit during the other comprehensive los		237,885	406,173 (10,967)
ividend received during		(61,137)	(244,546)
		1,384,096	1,207,348
		1,995,461	1,818,713

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

For the quarter ended September 30, 2023 (Un-audited)

7

8 8.1

8.2 8.2.1

8.2.2

8.3

8.4

Note	(Un-audited) September 30, 2023	(Audited) June 30, 2023 R in '000')
DEFERRED TAX LIABILITY	(FKI	K III 000)
This comprises of the following:		
This comprises of the following.		
 - Taxable temporary differences - Deductible temporary differences 	21,443,373 (1,579,744)	21,077,239 (1,852,122)
CONTINGENCIES AND COMMITMENTS	19,863,629	19,225,117
CONTINGENCIES There are no significant changes in the status of contingenc consolidated annual audited financial statements of the Comexcept as disclosed in notes 8.2, 8.3 and 8.4.		
	(Un-audited) September 30, 2023	(Audited) June 30,
Note		2023 R in '000')
COMMITMENTS Capital commitments		
Plant and machinery under letters of credit and others	3,738,150	6,431,28
Other commitments	3,: 33,233	
Stores, spares and packing material under letters of credit	47,547,944	3,989,77
Bank guarantees issued	6,796,321	23,146,06
Corporate guarantee issued	282,025	
Standby letters of credit	16,779,711	40,252,01
Post dated cheques	5,368,078	4,676,64
Commitment in connection with LEPCL's project's cost over-run & Payment Service Reserve Account (PSRA) support	54,535,824	52,839,59
Claims against the LCI not acknowledged as debts are as follows:		
Local Bodies Others	84,500 1,317,621	84,50 1,317,62
Others	1,402,121	1,402,12
Commitments for rentals under operating Ijarah contracts in re	espect of vehicles	are as follows:
Year 2022-23		5,00
2023-24	7,128	6,69
2024-25	7,591	7,12
2025-26 2026-27	8,084 8,584	7,59 8,08
202 0- 27 2027-28	38,080	0,00
	69,467	34,50
Payable not later than one year	9,025	5,00
Payable later than one year but not later than five years	60,442 69,467	29,49 34,50

For the guarter ended September 30, 2023 (Un-audited)

		For the qua	
	S	eptember 30,	September 30,
		2023	2022
	Note	(PKR in	'000')
SEGMENT REPORTING			
GROSS TURNOVER			
Cement		39,288,918	25,435,63
Polyester		11,046,861	10,381,32
Soda ash		14,607,027	11,160,60
Pharma		3,465,807	2,967,66
Life sciences and chemicals		6,262,174	4,580,23
Automobiles and mobile phones assembling		19,972,750	29,321,79
Power generation		30,754,315	23,529,67
Others		575,718	772,64
Adjustments and elimination of inter-segment balances		(1,041,185)	(927,97
	9.3	124,932,385	107,221,60
OPERATING RESULT			
Cement		8,606,908	4,223,73
Polyester		411,630	556,60
Soda Ash		2,445,707	1,880,3
Pharma		465,191	276,9
Life sciences and chemicals		777,629	378,9
Automobiles and mobile phones assembling		796,625	1,645,3
Power generation		12,382,172	4,701,5
Others		32,600	194,22
Adjustments and elimination of inter-segment balances		(135,904)	83,3
	9.3	25,782,558	13,941,12
Transactions among the business segments are recorded methods.	l at arm's	length prices using	admissible valuati
GROSS SALES			
		447.000.440	400 400 7
Local		117,869,418	102,409,74
Export		7,062,967	4,811,86
OTHER INCOME		124,932,385	107,221,60

10 **OTHER INCOME**

It mainly includes income from deposits with Islamic banks and other financial institutions, dividend income from short-term investments and fee for technical services.

For the quarter ended September 30, 2023 (Un-audited)

11

	For the quarter ende		arter ended
		September 30, 2023	September 30, 2022
Not	e.	(PKR ir	ו '000')
CASH GENERATED FROM OPERATIONS			
Profit before taxation		24,399,555	8,917,123
Adjustments for non-cash charges and other items			
Depreciation and amortization		4,437,238	3,844,649
Provision for / (reversal of) slow moving and obsolete stock-in-trade		(8,717)	25,586
Provision for / (reversal of) doubtful debts		(8,433)	17,410
Provisions and accruals no longer required written back		· · · · · · · · · · · ·	(200
Gain on disposal of fixed assets		(42,661)	(30,241
Provision for staff retirement plan		252,066	177,588
Share of profit from equity accounted investees		(4,202,109)	(1,180,677
Return from deposits with Islamic banks and other financial institutions		(1,764,834)	(632,887
dividend income from short-term investments		(1,731,694)	(306,713
Finance cost		9,677,628	6,478,402
Profit before working capital changes		31,008,039	17,310,040
Increase / (decrease) in current assets			
Stores, spares and consumables		1,048,333	(6,293,497
Stock-in-trade		(6,174,485)	2,487,832
Trade debts		(4,971,993)	(5,261,455
Loans and advances		(2,626,450)	(3,161,178
Trade deposits and short-term prepayments		515,903	(862,349
Other receivables		(116,883)	2,730,576
		(12,325,575)	(10,360,072
Increase / (decrease) in current liabilities			
Trade and other payables		537,131	(6,832,830
Cash generated from operations		19,219,595	117,138

For the guarter ended September 30, 2023 (Un-audited)

12 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:

	_	September 30, 2023	September 30, 2022
		(PKR in '000')	
12	Transactions with Associates Undertakings		
	Sales	1,456,783	1,517,378
	Purchase of goods, materials and services	4,036	1,746
	Reimbursement of expenses to the group	24,876	5,571
	Reimbursement of expenses from the group	12,212	11,066
	Dividend and other income received	61,137	-
	Donation and charity	185,494	144,669
	Dividends paid	-	515,796
	Dividend received from joint venture	2,445,832	1,079,796
	Fee for technical services from joint venture	598,870	431,125
	Rent paid	5,673	4,012
	Loan obtained from joint venture	1,703,978	610,332
	Services rendered	96	-
	Transactions with Directors and their close family members		
	Meeting fee	2,625	1,969
	Sales	-	168
	Transactions with other Key management personnel		
	Salaries and benefits	395.968	461,498
	Post-employment benefits	36,309	34,562
	Dividends paid	-	35,512
	Staff retirement benefit plan		
	Contribution	273,294	87,250

13 GENERAL

- 13.1 Figures have been rounded off to the nearest thousands of PKR, unless otherwise stated.
- 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.

14 DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on October 27, 2023 by the Board of Directors of the Holding Company.

Muhammad Sohail Tabba Chairman / Director Muhammad Ali Tabba Chief Executive

Muhammad Atif Kaludi Chief Financial Officer

For the quarter ended

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