

UNLEASHING
POTENTIAL,
FOSTERING
GROWTH

THIRD QUARTERLY
REPORT 2024



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.

The announcement yet again of an additional 25MW Solar Power Plant at Karachi emphasizes commitment towards sustainable practices, positioning 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 and foster growth together!



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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)

Sajid Feroz
Chief Operating Officer
(International Business)

Company Secretary

Ali Shahab

Head of Internal Audit

Ahmad Waseem Khan

Board Committees

Audit Committee

Masood Karim Shaikh
(Chairman)

Jawed Yunus Tabba
Mariam Tabba Khan
Khawaja Iqbal Hassan
Shabbir Hamza Khandwala

Human Resource and Remuneration Committee

Khawaja Iqbal Hassan
(Chairman)

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
Faysal 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
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-Sadiq-Islamic Banking
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

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

Directors' Report

The Directors of your Company are pleased to present to you the financial results for the nine months period ended March 31, 2024 based on the unaudited **consolidated** and **unconsolidated financial statements** for the said period.

Overview of Economy & Consolidated Financial Performance

The economic performance of Pakistan during the current financial year has shown a blend of both positive and negative indicators, reflecting a complex and unclear situation. Challenges such as balance of payment crisis, high inflation and interest rates, along with low foreign exchange reserves, have presented a bleak outlook. At the same time, stability on the political front has been beneficial. The positive sentiments have however eroded considerably due to the continuous adjustments in power and gas tariffs to comply with the IMF program, which have impacted businesses in Pakistan severely as they are buying utilities at the highest prices in the region. This has significantly increased the challenges being faced by industries engaged in exports. Nonetheless, the Government's measures to counter smuggling and illegal currency outflows have played a crucial role in stabilizing the exchange rate, resulting in positive outcomes.

The formation of federal and provincial Governments has brought a degree of stability to the political landscape, thereby reducing uncertainty and restoring investors' confidence and paving way for improved economic conditions and potential foreign direct investment in targeted sectors.

Your Company is proactively implementing measures to mitigate the impact of the aforementioned challenges on its operations and financial performance. Despite the prevailing economic headwinds, we remain committed to maintaining a strong focus on cost optimization, risk management, and innovation to deliver sustainable value to our stakeholders. As we navigate through these challenging times, we remain optimistic about the long-term prospects of our businesses and our ability to adapt to evolving market conditions.

With such focus and commitment, your Company has achieved a gross revenue of PKR 366.8 billion which is 7.9% higher as compared to the same period last year (SPLY) gross revenue of PKR 340.1 billion. This increase in gross revenue is primarily attributable to increased domestic cement sales and higher revenue from Lucky Core Industries Limited (LCI).

Resultantly your Company's consolidated net profit stands at PKR 55.7 billion compared to PKR 48.5 billion during the SPLY. The consolidated net profit translates into an EPS of PKR 170.48 during the nine months ended March 31, 2024, as compared to PKR 115.24 during the SPLY.

The consolidated financial performance of your Company for the nine months ended March 31, 2024, as compared to SPLY is presented below:

	PKR in million except EPS		
PKR million except EPS	9M FY24	9M FY23	Change (%)
Gross Revenue	366,845	340,069	7.9%
Net Revenue	306,312	286,042	7.1%
Gross Profit	92,391	64,993	42.2%
GP as % of Net Revenue	30.2%	22.7%	33.0%
Operating Profit	74,958	52,511	42.7%
EBITDA	88,305	64,615	36.7%
Net Profit*	55,651	48,536	14.7%
NP (Attributable to Owners of the holding company)	50,926	36,944	37.8%
Earnings Per Share (PKR) *	170.48	115.24	47.9%

Local Cement Operations

In the 9M FY24, the Company's cement dispatches reached 6.43 million tons, reflecting an 18% YoY increase. This growth was primarily driven by several factors, including the addition of a new line in Pezu, and a substantial rise in exports. The preceding year was notably impacted by adverse conditions such as floods, rain, and smog-related shutdowns, which hampered construction activities nationwide. Specifically, export dispatches surged by 68% in 9M FY24 compared to the same period last year, while local dispatches witnessed a 9% increase.

Foreign Cement Operations

The cement production facilities in Iraq and Congo, operating under joint venture arrangements, continued to enhance the Group's profitability with increased margins. Cement demand improved in both Iraq and Congo. Additionally, full capacity utilization at Najmat-Al-Samawah, in Iraq, and the conversion of the Kiln from HFO to Gas, further improved your Company's profitability.

Polyester, Soda Ash, and Chemicals

Net Turnover for the nine months under review at PKR 91.3 billion is 14% higher compared to the SPLY. Net Turnover of the Pharmaceuticals, Chemical & Agri Sciences, Soda Ash, and Polyester Businesses is higher by 32%, 25%, 20% and 3% respectively as compared to the SPLY, whereas the Animal Health Businesses witnessed a decline of 3% compared to the SPLY.

The Operating Result for the nine months under review at PKR 12.6 billion is 21% higher than the SPLY. The Pharmaceuticals, Chemicals & Agri Sciences, Soda Ash, and Animal Health Businesses delivered higher Operating Results by 90%, 34%, 33%, and 10% respectively whereas Polyester witnessed a decline of 40% as compared to the SPLY. The Soda Ash Business's performance was driven mainly by higher export volumes post-completion of the 135,000 tons per annum (TPA) expansion project in the prior year. The Polyester Business displayed strong resilience during the period, despite reduced off-take in downstream markets due to a bleak global economic situation amidst monetary tightening and high energy tariffs.

The business operations of LCI continued to face challenges as a consequence of inflationary pressures, higher tax incidence, and higher interest rates, coupled with an uncertain demand outlook.

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

During FY 2022, LCI had announced setting up of a float glass manufacturing facility having a production capacity of up to 1,000 metric tons per day in partnership with Tariq Glass Industries Limited. The facility was intended to be setup in two phases, each having a production capacity of 500 metric tons per day. The first phase of the project was expected to become commercially operational during FY 2025. However, the project has witnessed some delays due to the uncertain economic conditions. Despite such challenges, the joint venture partners remain committed to completing the project at the earliest.

Automobiles and Mobile Phones

In its previous report, your Company had noted that since July 2023, the automobile sector had experienced a sharp decline in volumes mainly due to currency fluctuations, introduction of additional taxes on automobiles, high-interest rates, stricter auto financing regulations by the State Bank of Pakistan (SBP), and rising inflation and fuel prices. During 9M FY24, the same factors remain prevalent and the automobile sector has observed an overall volume decline of around 40% compared to SPLY.

The mobile phone market, on the other hand, has seen an overall improvement during this period compared to SPLY. This was attributable to improved supply situation following the lifting of import restrictions on mobile phone SKD kits by the government.

Power

Lucky Electric Power Company Limited (LEPCL) commenced its commercial operations in March 2022. The Power Plant is designed to operate on Thar Lignite coal. Till such time that supplies from Thar are sufficient to meet the requirements of this plant, it continues to operate on imported lignite coal. During the current quarter, the plant availability factor was 100% and the per unit cost of the power generated by LEPCL remained lower than other imported coal plants.

Cement Industry And Company's Performance – Unconsolidated

In Pakistan, the local cement demand witnessed a marginal decline of 3.7% YoY, totaling 29.41 million tons for the nine months ended March 31, 2024, compared to 30.56 million tons in the same period last year (SPLY). Conversely, exports saw a significant surge of 68%, reaching 5.10 million tons during the 9M FY24, up from 3.04 million tons in the SPLY. Consequently, the overall industry volume grew by 2.7%, reaching 34.52 million tons in the review period, compared to 33.59 million tons previously. This increase in sales volumes is mainly attributable to the enhanced viability of exports.

In comparison to the broader cement industry, your Company experienced an 18.1% increase in overall sales volume, reaching 6.43 million tons, compared to 5.44 million tons in SPLY. Local sales volume grew by 8.7%, reaching 4.98 million tons during 9M FY24, compared to 4.58 million tons previously. Additionally, export volumes surged by 68%, totaling 1.45 million tons during the review period, up from 0.86 million tons in SPLY.

Cement Production & Sales Volume Performance

The local cement production and sales statistics of your Company for the nine months ended March 31, 2024, compared to the SPLY are as follows:

Particulars	9M FY24	9M FY23		Growth / (Decline)
	Tons in '000'			%
Clinker Production	5,977	4,581	↑	30.5%
Cement Production	5,752	5,242	↑	9.7%
Cement / Clinker Sales	6,430	5,443	↑	18.1%

A comparison of Pakistan's Cement Industry and your Company's dispatches for the nine months ended March 31, 2024, in comparison with SPLY, is presented below:

Particulars (Tons in '000')	9M FY24	9M FY23	Change %	
Cement Industry				
Local Sales	29,415	30,558	(1,143)	(3.7%)
Export Sales				
- Bagged	2,459	2,009	450	22.4%
- Loose	42	83	(41)	-
- Clinker	2,600	944	1,657	175.5%
Total Exports	5,101	3,036	2,065	68.0%
Grand Total	34,516	33,594	923	2.7%
Lucky Cement				
Local Sales				
- Cement	4,853	4,579	273	6.0%
- Clinker	126	-	126	-
	4,979	4,579	399	8.7%
Export Sales				
- Bagged	884	600	283	47.2%
- Loose	42	83	(41)	(49.7%)
- Clinker	526	180	346	191.9%
Total Exports	1,452	864	588	68.0%
Grand Total	6,430	5,443	987	18.1%

Market Share	9M FY24	9M FY23	Change %
Local Sales	16.5%	15.0%	10.1%
Export Sales			
- Bagged	35.9%	29.9%	20.1%
- Loose	100.0%	100.0%	-
- Clinker	20.2%	19.1%	5.8%
Total Export	28.5%	28.5%	0.0%
Grand Total	18.3%	16.2%	12.7%

Financial Performance – Unconsolidated

The unconsolidated financial performance of your Company for the nine months ended March 31, 2024, as compared to the SPLY is presented below:

PKR million except EPS	9M FY24	9M FY23	Change(%)
Gross Revenue	115,587	91,499	26.3%
Net Revenue	87,404	70,348	24.2%
Cost of Sales	57,651	51,353	12.3%
Gross Profit	29,752	18,994	56.6%
GP as % of Net Revenue	34.0%	27.0%	25.9%
Operating Profit	22,541	13,707	64.5%
EBITDA	27,066	17,508	54.6%
Net Profit	18,649	11,134	67.5%
EPS	62.43	34.73	79.8%

Revenue

During the nine months period under review, your Company's overall gross revenue increased by 26.3% vs SPLY. As explained above, the local sales revenue increased by 23% (PKR 100.0 billion vs PKR 81.4 billion) and export sales revenue increased by 55% (PKR 15.6 billion vs PKR 10.1 billion).

Cost of Sales

During the nine months under review, the cost of sales increased by 12% to PKR 57.65 billion as compared to PKR 51.35 billion in the SPLY. The major reason for this increase was higher production and sales volume compared to SPLY.

Gross Profit

The gross profit margin of your Company for 9M FY24 is 34% compared to 27% in the SPLY. Your Company's constant focus on cost, operational efficiencies and significant investment in renewable energy initiatives over the years has led to an increase in margins.

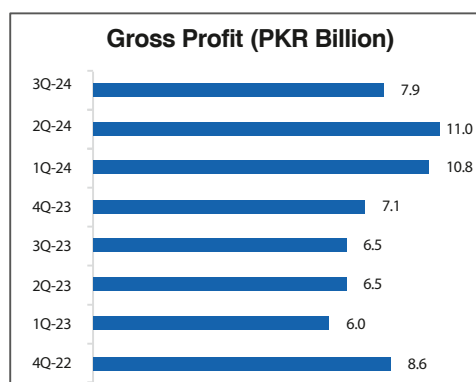
Dividend Income

During 9M FY24, the dividend income received by your Company from its subsidiaries / associates was PKR 4.7 billion vs PKR 2.4 billion during the SPLY.

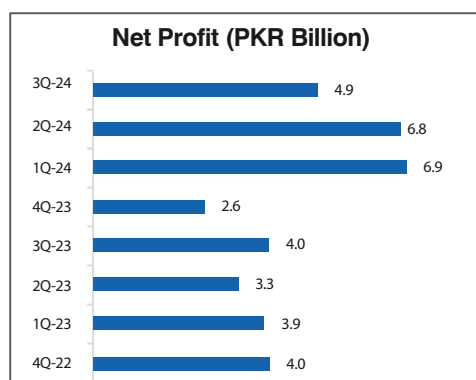
Net Profit

Your Company achieved a profit before tax of PKR 27.8 billion during 9M FY24 as compared to PKR 15.7 billion reported during the SPLY.

Accordingly, an after-tax profit of PKR 18.6 billion was achieved during the nine months under review as compared to PKR 11.1 billion reported during the SPLY.

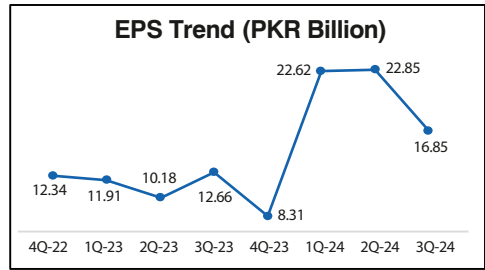


Subsidiary/ Associate PKR Billion	3Q FY24	2Q FY24	1Q FY24	4Q FY23	3Q FY23	2Q FY23	1Q FY23
LCI	1.4	-	1.7	-	0.5	-	0.8
LHL	-	-	-	-	0.2	-	-
YEL	0.1	-	0.1	-	0.1	0.1	-
LMC	-	1.4	-	-	-	-	0.7
Total	1.5	1.4	1.8	0.0	0.8	0.1	1.5



Earnings Per Share (EPS)

The earnings per share of your Company for 9M FY24 was PKR 62.43 in comparison to PKR 34.73 reported during the SPLY.



Growth & Expansion

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 approved by the shareholders in an EOGM held on September 20, 2022. This purchase, made from the Pakistan Stock Exchange Limited (PSX) at prevailing spot prices, was completed within the stipulated time at an average price of PKR 435.6 per share.

In a move to create further value for shareholders, the Company announced a second buy-back of up to 23.8 million ordinary shares in 4Q FY23, which was subsequently approved by the shareholders in the EOGM held on May 24, 2023. By November 20, 2023, 20.4 million ordinary shares had been purchased at an average price of PKR 632.6 per share, marking the completion of the prescribed time limit for the second buy-back.

Renewable Energy Initiatives

Your Company is committed to energy conservation and promotion of green energy resources, as demonstrated by the following new renewable energy projects:

- **Wind Energy at Karachi Plant:**

The Company has embarked on a 28.8 MW captive wind power project at its Karachi Plant, expected to be completed by 1Q FY25.

- **Expansion of solar capacity at Karachi & Pezu Plant:**

The solar capacities at the Karachi and Pezu Plants are being increased by 6.3 MW and 6 MW respectively and will be completed during the current financial year. This expansion will increase the solar capacity of your Company to 74.3

The completion of the above projects will bring the total renewable energy generation capacity of your Company to 103.1 MW.

Corporate Social Responsibility

Your company is deeply committed to endorsing quality education, empowering women, promoting health and wellness, conserving the environment, and fostering community development as integral components of our Corporate Social Responsibility (CSR) initiatives.

Education / Scholarships

Dedicated to offering top-tier education to underserved communities, the Company has initiated Intermediate scholarships in District Lakki Marwat and granted merit-based scholarships at leading universities across Pakistan. We continue to partner with esteemed non-profit organizations such as the Shahid Afridi Foundation, Million Smiles Foundation, and the Citizen Foundation to enhance primary education nationwide for disadvantaged children. Additionally, your Company has introduced specialized scholarship programs and vocational training initiatives for skill development of our youth.

Women Empowerment

Your Company continues to support girls' education and continues its collaboration with Zindagi Trust, transforming government girls' schools in Karachi.

Health Initiatives

Your Company is dedicated to ensuring access to quality healthcare for the society. This commitment is demonstrated through financial support to the Aziz Tabba Foundation, a renowned philanthropic organization overseeing the operations of the Tabba Heart and Tabba Kidney Institutes. These institutions play a pivotal role in making advanced and modern medical facilities accessible to the public regardless of financial status.

Social Empowerment

In its unwavering commitment to fostering a diverse and inclusive ecosystem, your Company is dedicated in supporting initiatives that uplift marginalized communities and promote social empowerment. Through strategic partnerships with renowned NGOs, we strive to create a nation where every individual, regardless of their background or abilities, has the opportunity to thrive. By investing in programs that provide a sense of belonging and integration for orphans, offer therapy and training for individuals with Autism Spectrum Disorder (ASD), and harness the transformative power of sports for those with Intellectual Disabilities, we aim to build a society where diversity is celebrated, equality is upheld, and inclusivity is embraced at every level. Together, we can pave the way towards a brighter, more inclusive future for all.

Environment Conservation

Your Company understands its environmental responsibilities and persists with its eco-friendly initiatives, such as tree-planting campaigns near its manufacturing sites to reduce dust emitted from cement operations.

Community Development

In continuous dedication to community development, your Company is implementing concrete measures to ensure access to clean water for local communities through the solarization of tube wells. Our community development objectives are also in alignment with the UNSDG Clean Water and Sanitation goals. Additionally, we emphasize Zero Hunger as a priority.

Outlook

There is a notable emphasis on economic stability and growth by the new government. As the current financial year approaches its end, challenges arise with the conclusion of an ongoing IMF program and negotiations for a new, long-term program. This requires careful fiscal consolidation and reform management. Timely development of a balanced and growth-oriented budget for FY25 is crucial for maintaining economic stability and securing approval for a new IMF program. Additionally, recent inflation trends showing a decline have led to positive real interest rates for the first time in three years, suggesting potential for a cut in interest rates in the near term.

Local Cement Operations

During 9M FY24, domestic cement demand experienced a decline, attributed to high inflation, elevated interest rates and political uncertainty. However, with some political stability post the general elections, there is optimism for increased government focus on the economy, based on which we anticipate an increase in cement demand in the medium term. Nevertheless, seasonal factors are anticipated to affect demand in the last quarter of the current financial year.

Your Company's management remains proactive in enhancing manufacturing efficiency and investing in renewable energy. This strategic approach not only aims to reduce production costs but also aligns with our commitment to contributing to a more sustainable future.

Foreign Cement Operations

Strong demand is anticipated for international cement operations and the companies are well-positioned 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 largely be predicated on the continued implementation of reforms by the new Government aimed at stabilizing the economy to restore fiscal and external buffers, privatization of loss-making government entities and conclusion of a new long-term IMF programme. However, these measures will keep demand in check and exert some inflationary pressure in the short term. The above factors will continue to impact overall industrial activity and consumer demand. Despite the ongoing challenges, Lucky Core Industries remains committed to leveraging its diverse product portfolio whilst sharply monitoring costs to minimize any adverse impacts and deliver sustainable results.

Automobiles & Mobile Phones

The outlook for the automobile sector is sluggish, with sales volumes under pressure due to economic slowdown and higher taxes on cars and SUVs. However, Lucky Motor Corporation focus on optimizing its operations and localization will help reduce reliance on imported components and protecting margins while enhancing competitiveness.

The mobile industry is expected to show recovery due to higher sales of low-end mobile phones. Lucky Motor Corporation has already shifted its focus on producing and promoting low-cost phones.

Power

Lucky Electric Power Company expects its dispatch factor to increase in the coming quarter due to increased summer power demand. Lucky Electric Power Company is keenly following up on the availability of Thar coal for its plant which will help in not only reducing the cost of power generated but will save valuable foreign exchange for the Country.

In general, 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.

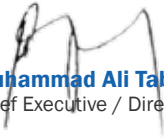
Acknowledgment

The Board extends its sincere gratitude to all employees of the Company and its subsidiaries for their dedicated efforts and unwavering commitment during this period. Additionally, the Board deeply appreciates the invaluable support and trust extended by our shareholders, customers, suppliers, and external partners. It is the collective confidence and goodwill of all stakeholders that has propelled the Company forward, enabling its sustained growth over the years.

As we look ahead, we humbly pray for the success of the Company and the well-being of all stakeholders, as well as our nation. May the future usher in an era of peace and prosperity for the Company and all individuals associated with it.



Muhammad Sohail Tabba
Chairman / Director
Karachi: April 26, 2024



Muhammad Ali Tabba
Chief Executive / Director

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the nine months ended March 31, 2024

Unconsolidated Condensed Interim Statement of Financial Position

As at March 31, 2024

	Note	(Un-audited) March 31, 2024	(Audited) June 30, 2023
(PKR in '000')			
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets			
Property, plant and equipment	5	100,634,934	95,620,306
Intangible assets		77,382	85,588
		100,712,316	95,705,894
Long-term investments		58,072,373	57,594,485
Long-term loans and advances		180,568	194,204
Long-term deposits		7,842	7,842
		158,973,099	153,502,425
CURRENT ASSETS			
Stores and spares		14,377,711	14,084,018
Stock-in-trade		7,097,093	6,048,507
Trade debts		6,664,881	5,089,667
Loans and advances		1,084,059	749,292
Trade deposits and short-term prepayments		197,022	2,153,705
Accrued return		47,706	100,079
Other receivables		4,639,163	4,797,885
Tax refunds due from the Government		538,812	538,812
Short-term investments		20,136,037	21,898,496
Cash and bank balances		7,588,787	4,116,181
		62,371,271	59,576,642
TOTAL ASSETS		221,344,370	213,079,067
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid-up share capital	6	2,930,000	3,118,386
Reserves		135,510,286	134,247,940
		138,440,286	137,366,326
NON-CURRENT LIABILITIES			
Long-term deposits		253,062	252,837
Long-term loans		13,406,864	14,557,294
Deferred Government grant	7	1,817,643	2,121,307
Deferred liabilities			
- Staff gratuity		2,959,055	2,574,925
- Deferred tax liability		11,805,665	10,025,499
		14,764,720	12,600,424
		30,242,289	29,531,862
CURRENT LIABILITIES			
Trade and other payables		30,064,394	29,918,702
Current maturity of long-term loans		1,649,216	599,653
Short-term borrowings	8	5,485,000	5,885,000
Unclaimed dividend		59,481	50,115
Accrued markup		256,000	497,745
Taxation - net		15,147,704	9,229,664
		52,661,795	46,180,879
		82,904,084	75,712,741
TOTAL EQUITY AND LIABILITIES		221,344,370	213,079,067
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



Muhammad Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Profit or Loss

For the nine months ended March 31, 2024 (Un-audited)

	Note	Nine months ended		Quarter ended	
		March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
		(PKR in '000')		(PKR in '000')	
Gross sales	10	115,587,015	91,498,783	36,323,438	32,792,796
Less: Sales tax and federal excise duty		26,555,469	20,077,228	8,226,635	7,412,366
Rebates, incentives and commission		1,627,677	1,073,894	573,402	365,850
		28,183,146	21,151,122	8,800,037	7,778,216
Net sales		87,403,869	70,347,661	27,523,401	25,014,580
Cost of sales		(57,651,371)	(51,353,459)	(19,591,250)	(18,543,212)
Gross profit		29,752,498	18,994,202	7,932,151	6,471,368
Distribution cost		(5,645,258)	(3,918,482)	(1,898,865)	(1,261,780)
Administrative expenses		(1,566,548)	(1,369,184)	(546,720)	(452,684)
Finance costs		(1,194,679)	(798,443)	(389,106)	(185,233)
Other expenses		(2,645,711)	(1,598,134)	(789,381)	(490,369)
Other income		9,064,064	4,405,678	2,868,501	1,558,195
Profit before taxation		27,764,366	15,715,637	7,176,580	5,639,497
Taxation		(9,115,865)	(4,581,983)	(2,238,195)	(1,634,462)
Profit after taxation		18,648,501	11,133,654	4,938,385	4,005,035
			(PKR)		(PKR)
Earnings per share - basic and diluted	11	62.43	34.73	16.85	12.66

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



Muhammad Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Comprehensive Income

For the nine months ended March 31, 2024 (Un-audited)

	Nine months ended March 31, 2024 (PKR in '000')		Quarter ended March 31, 2024 (PKR in '000')	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Profit after taxation	18,648,501	11,133,654	4,938,385	4,005,035
Other comprehensive income / (loss):				
Other comprehensive income / (loss) which will not be reclassified to the profit or loss in subsequent periods:				
Unrealized gain / (loss) on remeasurement of equity instrument at fair value through other comprehensive income	2,566	(3,221)	(2,195)	584
Deferred tax thereon	(321)	403	274	(73)
	2,245	(2,818)	(1,921)	511
Total comprehensive income for the period	18,650,746	11,130,836	4,936,464	4,005,546

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



Muhammad Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Cash Flows

For the nine months ended March 31, 2024 (Un-audited)

	Note	March 31, 2024	March 31, 2023
		(PKR in '000')	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	12	24,389,685	17,116,580
Income tax paid		(1,417,980)	(717,762)
Gratuity paid		(150,000)	(88,689)
Finance cost paid		(1,436,424)	(663,957)
Income from deposits with Islamic banks		564,882	544,855
Decrease / (increase) in long-term loans and advances		13,636	(18,966)
Decrease in long-term deposits (assets)		-	264
Increase in long-term deposits (liabilities)		225	880
Net cash generated from operating activities		21,964,024	16,173,205
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to fixed assets		(9,542,497)	(15,585,154)
Long-term investments made		(477,888)	-
Sale proceeds on disposal of property, plant and equipment		120,258	242,547
Dividend received from subsidiary companies		4,470,659	2,134,493
Dividend received from associate		183,410	244,546
Dividend received on short-term investments		3,361,565	1,177,639
Release of balances held as lien		-	1,111,111
Net cash used in investing activities		(1,884,493)	(10,674,818)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans obtained		-	5,234,359
Long-term loans repaid		(404,530)	(4,661,464)
Short-term borrowing (repaid) / obtained		(400,000)	400,000
Own shares purchased for cancellation		(12,124,669)	(4,365,753)
Dividends paid		(5,442,751)	(736)
Net cash used in financing activities		(18,371,950)	(3,393,594)
Net increase in cash and cash equivalents		1,707,581	2,104,793
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	12.1	27,709,160	17,597,809

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



Muhammad Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Changes in Equity

For the nine months ended March 31, 2024 (Un-audited)

	Issued, subscribed and paid-up share capital	Capital reserve				Revenue reserves		Total reserves	Total equity
		Share premium	Capital repurchase reserves account	Capacity expansions capital reserve	Long-term investment capital reserve	Capital redemption reserve	General reserve		
	PKR in '000'								
Balance as at July 01, 2023	3,233,750	7,343,422	-	-	-	-	99,164,187	18,798,965	128,540,324
Transfer to general reserves	-	-	-	-	-	-	15,340,066	(15,340,066)	-
Total comprehensive income for the nine months ended March 31, 2023	-	-	-	-	-	-	-	11,130,836	11,130,836
Cancellation of own shares purchased	(100,000)	-	100,000	-	-	-	-	(4,365,753)	(4,365,753)
Balance as at March 31, 2023	3,133,750	7,343,422	100,000	-	-	-	114,504,253	10,223,882	132,171,657
Balance as at July 01, 2024	3,118,386	7,343,422	115,364	40,000,000	40,000,000	35,815,875	-	10,893,279	134,247,940
Total comprehensive income for the nine months ended March 31, 2024	-	-	-	-	-	-	-	18,650,746	18,650,746
Final Dividend @ PKR 18 per share for the year ended June 30, 2023	-	-	-	-	-	-	-	(5,452,117)	(5,452,117)
Cancellation of own shares purchased (Note 11.2)	(188,386)	-	188,386	-	-	(121,24,669)	-	-	(12,124,669)
Balance as at March 31, 2024	2,930,000	7,343,422	303,750	40,000,000	40,000,000	23,691,206	-	24,171,908	138,440,286

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


Muhammad Atif Kaludi
 Chief Financial Officer

Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (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 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 Tabbas 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 and associates 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 nine months ended March 31, 2024 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.

- 2.2 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.

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.

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, 2023.

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

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

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments 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 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.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (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.

5 PROPERTY, PLANT AND EQUIPMENT

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

		(Un-audited) March 31, 2024	(Audited) June 30, 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	9,010,251	35,096,428
		98,755,476	95,069,213
Less: Disposals during the period / year (WDV)		11,224	42,768
Depreciation charge for the period / year		4,493,637	5,281,220
Operating fixed assets (WDV) - closing balance		94,250,615	89,745,225
Add: Capital work-in-progress	5.3	5,826,323	5,562,145
Add: Capital spares		557,996	312,936
		<u>100,634,934</u>	<u>95,620,306</u>

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

	(Un-audited) March 31, 2024 (PKR in '000')	
	Additions (Cost)	Deletion (Cost)
Operating fixed assets		
Land - freehold	1,591,963	-
Buildings on freehold land	45,643	-
Buildings on leasehold land	270,953	-
Plant and machinery	2,572,871	-
Generators and other power generation equipment	3,911,895	-
Quarry equipments	32,309	-
Vehicles including cement bulkers	310,199	97,459
Furniture and fixtures	11,460	11
Office equipment	5,597	412
Computer and accessories	193,054	1,436
Other assets (Laboratory equipment, etc.)	64,307	2,848
	<u>9,010,251</u>	<u>102,166</u>

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

	(Un-audited) March 31, 2024	(Audited) June 30, 2023
	(PKR in '000')	
Opening balance	5,562,145	21,911,214
Add: Additions during the period / year	9,297,437	18,815,137
	14,859,582	40,726,351
Less: Transferred to operating fixed assets	9,010,251	35,096,428
Less: Transferred to intangible assets	23,008	67,778
Closing balance	<u>5,826,323</u>	<u>5,562,145</u>

Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

	Note	(Un-audited) March 31, 2024	(Audited) June 30, 2023
(PKR in '000')			
6 SHARE CAPITAL			
Authorised capital			
500,000,000 (2023: 500,000,000) Ordinary shares of PKR 10/- each		5,000,000	5,000,000
Issued, subscribed and paid-up share capital			
305,000,000 (2023: 305,000,000) Ordinary shares of PKR 10/- each issued for cash		3,050,000	3,050,000
18,375,000 (2023: 18,375,000) Ordinary shares of PKR 10/- each issued as bonus shares		183,750	183,750
		3,233,750	3,233,750
30,375,000 ordinary shares (2023: 10,000,000 ordinary shares) of PKR 10/- each cancelled through purchase of own shares		(303,750)	(100,000)
		2,930,000	3,133,750
1,536,361 ordinary shares purchased and held for cancellation	11.2	-	(15,364)
		2,930,000	3,118,386

7 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.

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 except that during the period the Company has obtained and repaid Foreign Currency Import Refinance (FCIF) facility under Islamic mode amounting to PKR 1,477 million from Bank Alfalah - Islamic. The facility was secured by way of hypothecation charge over plant and machinery. The facility carried mark-up rate at 7.5% 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) March 31, 2024	(Audited) June 30, 2023
(PKR in '000')		
9.2 Capital commitments		
Plant, machinery and equipment under letters of credit	10,208,157	4,921,828
9.3 Other commitments		
Stores, spares, packing material and other supplies / services under letters of credit	3,253,938	3,989,776
Bank guarantees issued on behalf of the Company	3,324,190	2,800,837
Post-dated cheques	3,427,432	4,075,985
Commitment on behalf of a subsidiary company	50,424,932	52,839,594

Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

	Nine months ended		For the quarter ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	(PKR in '000')		(PKR in '000')	

10 GROSS SALES

Local	99,966,099	81,440,730	31,051,832	29,329,425
Export	15,620,916	10,058,053	5,271,606	3,463,371
	<u>115,587,015</u>	<u>91,498,783</u>	<u>36,323,438</u>	<u>32,792,796</u>

11 BASIC AND DILUTED EARNING PER SHARE

Profit after taxation (PKR in thousands)	18,648,501	11,133,654	4,938,385	4,005,035
Weighted average number of ordinary shares (in thousands) (Note 11.1)	298,718	320,594	293,000	316,406
Basic and diluted earnings per share (PKR)	62.43	34.73	16.85	12.66

11.1 Weighted average number of shares

Outstanding number of shares before own shares purchased	311,839	323,375	293,000	323,375
Less: Impact of own shares purchased during the period (note 11.2)	(13,121)	(2,781)	-	(6,969)
	<u>298,718</u>	<u>320,594</u>	<u>293,000</u>	<u>316,406</u>

11.2 The Company purchased and cancelled 20.375 million of its own ordinary shares as part of the second buy-back of shares process pursuant to the resolution passed in the Extraordinary General Meeting held on May 24, 2023.

Nine months ended

March 31, 2024	March 31, 2023
(PKR in '000')	

12 CASH GENERATED FROM OPERATIONS

Profit before taxation	27,764,366	15,715,637
Adjustments for non-cash charges and other items		
Depreciation	4,493,637	3,777,760
Amortization of intangible assets	31,214	23,666
Gain on disposal of property, plant & equipment	(109,034)	(199,995)
Provision for gratuity	534,130	452,498
Reversal of provision for doubtful debts	-	(915)
Dividend income from subsidiary companies	(4,470,659)	(2,134,493)
Dividend income from associate	(183,410)	(244,546)
Dividend income from short-term investments	(3,361,565)	(1,177,639)
Income from deposits with Islamic banks	(512,509)	(578,669)
Finance costs	1,194,679	798,443
Profit before working capital changes	<u>25,380,849</u>	<u>16,431,747</u>
(Increase) / Decrease in current assets		
Stores and spares	(293,693)	(6,274,522)
Stock-in-trade	(1,048,586)	333,401
Trade debts	(1,575,214)	(432,747)
Loans and advances	(334,767)	97,787
Trade deposits and short-term prepayments	1,956,683	(842,568)
Other receivables	158,722	416,263
	<u>(1,136,855)</u>	<u>(6,702,386)</u>

Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

	Nine months ended	
	March 31, 2024	March 31, 2023
	(PKR in '000')	
Increase in current liabilities		
Trade and other payables	145,691	7,387,219
	<u>24,389,685</u>	<u>17,116,580</u>
12.1 CASH AND CASH EQUIVALENTS		
Cash and bank balances	7,588,787	924,131
Short-term investments	20,120,373	16,673,678
	<u>27,709,160</u>	<u>17,597,809</u>

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:

	Nine months ended	
	March 31, 2024	March 31, 2023
	(PKR in '000')	
Transactions with Subsidiary Companies		
Reimbursement of expenses to the Company	6,164	7,304
Sales	38,373	29,781
Purchases	27,901	32,076
Sale of fixed assets	-	25,740
Sale of stores and spares	1,180	-
Purchase of vehicles	261,873	123,666
Business Development Technical Fee	300,721	-
Dividend received	4,470,659	2,134,493
Services received	1,230	34
Transactions with Directors and their close family members		
Sales	-	349
Meeting fee	5,594	4,594
Dividend paid	2,358,135	-
Transactions with Associated Undertakings		
Sales	457,043	489,781
Dividend income received	183,410	244,546
Investment made during the period	225,000	-
Acquisition of unquoted shares	252,888	-
Reimbursement of expenses to the Company	40,540	15,541
Reimbursement of expenses from the Company	43,037	34,513
Donation	240,000	162,500
Dividend paid	1,336,496	-
Transactions with other key management personnel		
Salaries and benefits	320,000	273,993
Post employment benefits	65,615	45,947
Dividend paid	749	-
Other related parties		
Payment made to retirement benefit fund	150,000	-

Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

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.

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).

	March 31, 2024 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	(PKR in '000')			
Assets				
Financial assets - fair value through profit or loss				
- Short-term investments (units of mutual fund)	-	20,120,373	-	20,120,373
Financial assets - fair value through other comprehensive income				
- Short-term investment (shares of PSX)	15,664	-	-	15,664
	15,664	20,120,373	-	20,136,037

	June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total
	(PKR in '000')			
Assets				
Financial assets - fair value through profit or loss				
- Short-term investments (units of mutual fund)	-	21,885,398	-	21,885,398
Financial assets - fair value through other comprehensive income				
- Short-term investment (shares of PSX)	13,098	-	-	13,098
	13,098	21,885,398	-	21,898,496

15 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on April 26, 2024 by the Board of Directors of the Company.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

16 GENERAL

16.1 Figures have been rounded off to the nearest thousand 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



Muhammad Atif Kaludi
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For the nine months ended March 31, 2024

Consolidated Condensed Interim Statement of Financial Position

As at March 31, 2024

	Note	(Un-audited) March 31, 2024	(Audited) June 30, 2023
		(PKR in '000')	
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets			
Property, plant and equipment	5	293,602,423	294,838,879
Intangible assets		6,645,279	6,682,998
Right-of-use assets		151,388	116,707
		300,399,090	301,638,584
Long-term investments	6	73,795,965	67,118,403
Long-term loans and advances		834,438	731,165
Long-term deposits		98,434	94,898
		375,127,927	369,583,050
CURRENT ASSETS			
Stores, spares and consumables		21,585,436	22,608,453
Stock-in-trade		73,329,084	48,660,510
Trade debts		62,778,927	59,903,590
Loans and advances		4,238,537	3,220,177
Trade deposits and short-term prepayments		2,907,273	6,270,645
Other receivables		13,572,566	14,141,981
Tax refunds due from the Government		654,944	538,812
Taxation receivable		74,628	193,198
Accrued return		47,706	100,097
Short-term investments		44,064,013	44,199,457
Cash and bank balances		37,065,767	38,939,424
		260,318,881	238,776,344
TOTAL ASSETS		635,446,808	608,359,394
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid-up capital	7	2,930,000	3,118,386
Reserves		256,124,261	224,365,635
Attributable to the owners of the Holding Company		259,054,261	227,484,021
Non-controlling interest		35,169,367	33,515,038
Total equity		294,223,628	260,999,059
NON-CURRENT LIABILITIES			
Long-term loans		125,338,629	135,857,715
Long-term deposits and other liabilities		9,286,155	9,532,879
Lease liabilities		96,389	29,064
Deferred Government grant		3,656,365	4,305,281
Deferred liabilities			
- Staff Gratuity		3,383,009	2,696,191
- Deferred tax liability		21,220,259	19,225,117
		24,603,268	21,921,308
		162,980,806	171,646,247
CURRENT LIABILITIES			
Current portion of long-term loans		11,109,824	9,009,157
Trade and other payables		77,343,949	80,574,343
Provision for taxation		21,301,217	13,910,125
Accrued markup		2,990,031	5,046,314
Short-term borrowings and running finance		65,391,248	67,043,227
Current portion of lease liabilities		46,624	80,807
Unclaimed dividend		59,481	50,115
		178,242,374	175,714,088
		341,223,180	347,360,335
TOTAL EQUITY AND LIABILITIES		635,446,808	608,359,394
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

Muhammad Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Profit or Loss

For the nine months ended March 31, 2024 (Un-audited)

	Note	Nine months ended		Quarter ended	
		March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
		(PKR in '000')		(PKR in '000')	
Revenue	9	366,845,139	340,069,447	119,370,099	120,537,742
Less: Sales tax and excise duty		49,768,498	46,159,748	15,710,899	17,069,270
Rebates, incentives and commission		10,764,181	7,868,078	3,869,432	3,016,430
		60,532,679	54,027,826	19,580,331	20,085,700
Net Revenue		306,312,460	286,041,621	99,789,768	100,452,042
Cost of sales		(213,921,708)	(221,048,484)	(70,460,740)	(74,522,438)
Gross Profit		92,390,752	64,993,137	29,329,028	25,929,604
Distribution cost		(11,180,878)	(7,979,850)	(3,781,645)	(2,717,209)
Administrative expenses		(6,252,115)	(4,502,758)	(1,964,205)	(1,639,357)
Finance cost		(27,878,594)	(21,618,863)	(8,657,080)	(7,903,309)
Other expenses		(3,245,149)	(3,599,753)	(918,501)	(1,738,224)
Other income		14,150,742	5,664,564	4,066,634	2,580,818
Share of profit - joint ventures and associate		11,505,566	5,976,909	3,052,885	2,326,703
Gain on partial disposal of NutriCo Morinaga (Private) Limited		-	8,911,412	-	8,911,412
Gain on remeasurement of interest retained in NutriCo Morinaga (Pvt) Limited		-	8,239,260	-	8,239,260
Profit before taxation		69,490,324	56,084,058	21,127,116	33,989,698
Taxation		(13,839,374)	(7,992,281)	(3,799,997)	(3,713,999)
Profit after taxation from continuing operations		55,650,950	48,091,777	17,327,119	30,275,699
Profit / (loss) after taxation from discontinued operations		-	444,421	-	(63,086)
Profit after taxation		55,650,950	48,536,198	17,327,119	30,212,613
Attributable to:					
Owners of the Holding Company		50,925,737	36,944,188	15,586,574	21,030,810
Non-controlling interest		4,725,213	11,592,010	1,740,545	9,181,803
		55,650,950	48,536,198	17,327,119	30,212,613
			(PKR)		(PKR)
Earnings per share - basic and diluted	10				
- continuing operations		170.48	114.85	53.20	66.52
- discontinued operations		-	0.39	-	(0.06)
		170.48	115.24	53.20	66.46

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


Muhammad Atif Kaludi
 Chief Financial Officer

Consolidated Condensed Interim Statement of Comprehensive Income

For the nine months ended March 31, 2024 (Un-audited)

	Nine months ended March 31, 2024		Quarter ended March 31, 2024	
	March 31, 2023	March 31, 2023	March 31, 2023	March 31, 2023
	(PKR in '000')		(PKR in '000')	
Profit after taxation from continuing operations	55,650,950	48,091,777	17,327,119	30,275,699
Other comprehensive income for the period				
Other comprehensive income / (loss) which will not be reclassified to profit or loss in subsequent periods:				
Foreign exchange differences on translation of foreign operations	(1,780,956)	12,112,518	(810,578)	9,162,908
Unrealized loss on remeasurement of equity investment at fair value through other comprehensive income	2,566	(3,221)	(2,195)	584
Deferred tax thereon	(321)	403	274	(73)
	2,245	(2,818)	(1,921)	511
	(1,778,711)	12,109,700	(812,499)	9,163,419
Total comprehensive income for the period from continuing operations	53,872,239	60,201,477	16,514,620	39,439,118
Discontinued operations				
Profit after taxation from discontinued operations	-	444,421	-	(63,086)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	53,872,239	60,645,898	16,514,620	39,376,032
Attributable to:				
Owners of the Holding Company	49,147,026	49,053,888	14,774,075	30,194,229
Non-controlling interest	4,725,213	11,592,010	1,740,545	9,181,803
	53,872,239	60,645,898	16,514,620	39,376,032

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



Muhammad Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Cash Flows

For the nine months ended March 31, 2024 (Un-audited)

	Note	Nine months Ended March 31, 2024	March 31, 2023
		(PKR in '000')	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	11	65,199,768	59,554,482
Finance cost paid		(29,447,805)	(20,581,274)
Income tax paid		(4,430,678)	(3,258,411)
Staff retirement benefits paid		(239,651)	(173,247)
Income from deposits with Islamic banks and other financial institutions		3,231,449	1,641,594
(Decrease) / Increase in long term deposits - net		(1,540)	880
Increase in long-term loans and advances		(103,273)	(169,438)
Increase in long-term deposits and prepayments		(1,771)	(25,643)
Discontinued operations		-	341,898
Net cash generated from operating activities		34,206,499	37,330,841
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to fixed assets		(14,265,449)	(20,358,982)
Investment in associate		(477,888)	-
Dividend received from equity accounted investments		3,652,429	3,859,273
Dividend received from short-term investments		5,388,364	1,185,554
Release of balance as lien		-	1,111,111
Sale proceeds from disposal of shares of subsidiary		-	11,901,821
Sale proceeds on disposal of property, plant and equipment		359,620	399,713
Discontinued operations		-	4,745
Net cash used in investing activities		(5,342,924)	(1,896,765)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term finance obtained		5,091,774	5,918,702
Long-term finance repaid		(7,490,362)	(9,588,838)
Payment against finance lease liability		(84,338)	(95,875)
Dividends paid to owners of the Holding Company		(5,442,751)	(736)
Dividends paid to Non-controlling interest		(2,949,514)	(1,261,258)
Short-term borrowing repaid		(767,536)	(11,465,888)
Own shares purchased for cancellation (note 10.2)		(12,124,669)	(4,365,753)
Discontinued operations		-	(616,552)
Net cash used in financing activities		(23,767,396)	(21,476,198)
Net decrease in cash and cash equivalents		5,096,179	13,957,878
Cash and cash equivalents at the beginning of the period		70,004,715	28,747,397
Cash and cash equivalent of subsidiary at disposal date		-	2,551,519
Effect of foreign currency translation on cash		(653,878)	848,788
Cash and cash equivalents at the end of the period		74,447,016	46,105,582
Cash and cash equivalents at March 31 comprise of:			
Cash and bank balances		37,065,767	24,902,213
Running finance		(6,667,100)	(16,020,941)
Short term investments		44,048,349	37,224,310
		74,447,016	46,105,582

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



Muhammad Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Changes in Equity

For the nine months ended March 31, 2024 (Un-audited)

	Issued subscribed and paid-up capital		Capital reserve				Revenue Reserve			Total reserves	Non-controlling interest	Total equity
	Share premium	Capital repurchase reserve account	Foreign currency translation reserve	Capacity expansions capital reserve	Longterm investments capital reserve	Capital redemption reserve	General reserves	Unappropriated profit				
Balance as at July 01, 2022	3,233,750	7,343,422	-	9,433,058	-	-	99,164,187	51,690,097	167,630,764	28,893,975	199,758,489	
Transfer to general reserves	-	-	-	-	-	-	-	15,340,066	-	-	-	
Dividends paid to non-controlling interest of LCI	-	-	-	-	-	-	-	-	-	(1,039,026)	(1,039,026)	
Dividends paid to non-controlling interest of LMC	-	-	-	-	-	-	-	-	-	(288,610)	(288,610)	
Dividends paid to non-controlling interest of LHL	-	-	-	-	-	-	-	-	-	(51,051)	(51,051)	
Cancellation of own shares purchased	(100,000)	-	100,000	-	-	-	(4,365,733)	-	(4,265,753)	-	(4,365,753)	
Derecognition due to step disposal	-	-	-	-	-	-	-	-	-	(5,046,487)	(5,046,487)	
Profit after taxation	-	-	-	-	-	-	36,944,188	11,592,010	36,944,188	11,592,010	48,536,198	
Other comprehensive income	-	-	12,112,518	-	-	-	(2,818)	-	12,109,700	-	12,109,700	
Total comprehensive income for the nine months ended March 31, 2023	-	-	12,112,518	-	-	-	36,941,370	-	49,053,888	11,592,010	60,646,898	
Balance as at March 31, 2023	3,133,750	7,343,422	100,000	21,545,576	-	-	110,138,500	73,291,401	212,418,899	34,060,811	249,613,460	
Balance as at July 01, 2023	3,118,386	7,343,422	115,364	22,184,577	40,000,000	40,000,000	35,815,875	78,906,397	224,365,635	33,515,038	260,999,059	
Dividends paid to non-controlling interest of LCI	-	-	-	-	-	-	-	-	-	(2,493,663)	(2,493,663)	
Dividends paid to non-controlling interests of LMC	-	-	-	-	-	-	-	-	-	(577,221)	(577,221)	
Own shares purchased for cancellation	(188,386)	-	188,386	-	-	(12,124,669)	-	-	(1,196,283)	-	(12,124,669)	
Final Dividend @ Rs. 18 per share for the year ended June 30, 2023	-	-	-	(1,780,956)	-	-	(5,452,117)	-	(5,452,117)	-	(5,452,117)	
Profit after taxation	-	-	-	-	-	-	50,925,737	50,925,737	50,925,737	4,725,213	55,650,950	
Other comprehensive income	-	-	(1,780,956)	-	-	-	2,245	-	(1,778,711)	-	(1,778,711)	
Total comprehensive income for the nine months ended March 31, 2024	-	-	(1,780,956)	-	-	-	50,927,982	-	49,147,026	4,725,213	53,872,239	
Balance as at March 31, 2024	2,930,000	7,343,422	303,750	20,403,621	40,000,000	40,000,000	23,691,206	124,382,262	256,124,261	35,169,367	294,223,628	

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


Muhammad Aif Kaludi
 Chief Financial Officer

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (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.

1.2 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 March 31, 2024 (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 redomiciled 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 LRIGT.

The Holding Company held 100% shares of LCLIHL as at March 31, 2024 (June 30, 2023: 100% holding).

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

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.

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 Qasim 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 Qasim Town, Karachi.

The Holding Company held 71.14% shares of LMC as at March 31, 2024 (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; merchandising 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 LCI as at December 31, 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) was 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 March 31, 2024 (June 30, 2023: 100% holding).

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

2 STATEMENT OF COMPLIANCE

2.1 These consolidated condensed interim financial statements of the Group for the nine months ended March 31, 2024 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 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, 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

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.

a) **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, 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.

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.

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, 2023.

The Group's financial risk management objective 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 period.

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

5 PROPERTY, PLANT AND EQUIPMENT

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

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	(PKR in '000')	
Operating fixed assets (WDV) - opening balance		285,306,839	246,416,524
Add: Additions during the period / year	5.2	10,918,821	60,669,430
		<u>296,225,660</u>	<u>307,085,954</u>
Less: Disposals during the period / year (WDV)		124,505	254,672
Disposal of subsidiary		-	5,121,364
Depreciation charge for the period / year		13,162,133	16,403,079
Operating fixed assets (WDV) - closing balance		282,939,022	285,306,839
Add: Capital work-in-progress	5.3	10,105,405	9,219,104
Add: Capital spares		557,996	312,936
		<u>293,602,423</u>	<u>294,838,879</u>

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

	(Un-audited) March 31, 2024 (PKR in '000')	
	Additions (Cost)	Deletion (Cost)
Operating fixed assets		
Land- freehold	1,591,963	-
Buildings on free hold land	133,623	
Buildings on leasehold land	849,286	
Limebeds on free hold land	261,744	-
Machinery	3,181,254	147,316
Generators and other power generation equipments	3,911,896	-
Quarry equipments	32,309	-
Vehicles including cement bulkers	530,721	253,129
Furniture and fixtures	118,416	11,630
Office equipments	8,791	412
Computer and accessories	234,511	17,263
Other assets	64,307	2,848
	<u>10,918,821</u>	<u>432,598</u>

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

	(Un-audited) March 31, 2024	(Audited) June 30, 2023
	(PKR in '000')	
Opening balance	9,219,104	29,196,375
Add: Additions during the period / year	11,115,796	23,201,694
	<u>20,334,900</u>	<u>52,398,069</u>
Less: Transferred to operating fixed assets	10,206,487	43,089,848
Less: Transferred to intangible assets	23,008	67,778
Less: Disposal of subsidiary	-	21,339
Closing balance	<u>10,105,405</u>	<u>9,219,104</u>

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

(Un-audited)
March 31,
2024
(PKR in '000')

(Audited)
June 30,
2023

6 LONG-TERM INVESTMENTS

Equity accounted investment Joint ventures

Lucky Al-Shumookh Holdings Limited	8,339,802	9,769,762
LuckyRawji Holdings Limited	31,050,064	28,626,729
Al-Shumookh Lucky Investments Limited	20,970,248	15,844,762
LR International General Trading FZCO	3,007	63,522
	<u>60,363,121</u>	<u>54,304,775</u>

Associate

NutriCo Pakistan (Private) Limited	10,885,913	10,992,415
Yunus Energy Limited	2,137,476	1,818,713
National Resource Limited	406,955	-
	<u>13,430,344</u>	<u>12,811,128</u>
	<u>73,793,465</u>	<u>67,115,903</u>

Equity securities

Arabian Sea Country Club Limited (250,000 ordinary shares of PKR 10 each)	2,500	2,500
	<u>73,795,965</u>	<u>67,118,403</u>

7 SHARE CAPITAL

Authorised capital

500,000,000 (2023: 500,000,000) Ordinary shares of PKR 10/- each	<u>5,000,000</u>	<u>5,000,000</u>
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Issued, subscribed and paid-up share capital

305,000,000 (2023: 305,000,000) Ordinary shares of PKR 10/- each issued for cash	3,050,000	3,050,000
18,375,000 (2023: 18,375,000) Ordinary shares of PKR 10/- each issued as bonus shares	183,750	183,750
	<u>3,233,750</u>	<u>3,233,750</u>
30,375,000 ordinary shares (2023: 10,000,000 ordinary shares) of PKR 10/- each cancelled through purchase of own shares	(303,750)	(100,000)
	<u>2,930,000</u>	<u>3,133,750</u>
1,536,361 ordinary shares of PKR 10/- each purchased and held for cancellation	-	(15,364)
	<u>2,930,000</u>	<u>3,118,386</u>

8 CONTINGENCIES AND COMMITMENTS

8.1 CONTINGENCIES

There are no significant changes in the status of contingencies and commitments as reported the consolidated annual audited financial statements of the Company for the year ended June 30, 2023, except as disclosed in notes 8.2, 8.3, 8.4 and 8.5.

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

	(Un-audited) March 31, 2024	(Audited) June 30, 2023
	(PKR in '000')	

8.2 COMMITMENTS

8.2.1 Capital commitments

Plant and machinery under letters of credit and others	16,711,062	6,431,283
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8.2.2 Other commitments

Stores, spares and packing material under letters of credit	3,253,938	3,989,776
Bank guarantees issued	36,956,586	23,146,069
Corporate guarantee issued	-	-
Standby Letters of Credit	62,233,668	40,252,012
Post dated cheques	4,645,139	4,676,641
Commitment on behalf of subsidiary company	50,424,932	52,839,594

8.3 Claims against the LCI not acknowledged as debts are as follows:

Local bodies	117,100	84,500
Others	2,064,740	1,317,621
	2,181,840	1,402,121

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

Year		
2022-23	-	5,004
2023-24	6,756	6,693
2024-25	7,195	7,128
2025-26	7,663	7,591
2026-27	8,161	8,084
	29,775	34,500
Payable not later than one year	6,756	5,004
Payable later than one year but not later than five years	23,019	29,496
	29,775	34,500

8.5 The Holding Company vide the resolution passed in its extraordinary general meeting held on November 24, 2023 committed to make investment of PKR 1,000 million. As of reporting date, the Company had made investment of PKR 478 million while the remaining amount is to be invested.

For the Nine months ended
March 31,
2024

March 31,
2023

9 SEGMENT REPORTING

9.1 GROSS TURNOVER

Cement	115,587,015	91,498,783
Polyester	35,817,396	34,639,075
Soda Ash	42,999,653	35,418,724
Pharma	12,082,391	9,244,225
Life Sciences and Chemicals	20,542,310	17,303,390
Automobiles and mobile phones assembling	65,965,198	76,113,105
Power Generation	74,410,953	76,272,838
Others	1,390,517	1,608,755
Adjustments and elimination of inter-segment balances	(1,950,294)	(2,029,448)
	9.3 366,845,139	340,069,447

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

	Note	For the Nine months ended	
		March 31, 2024	March 31, 2023
(PKR in '000')			
9.2 OPERATING RESULT			
Cement		22,540,692	13,706,536
Polyester		1,315,390	2,179,793
Soda Ash		7,281,436	5,455,979
Pharma		1,541,516	811,756
Life Sciences and Chemicals		2,460,004	1,969,317
Automobiles and mobile phones assembling		2,074,832	4,487,589
Power Generation		38,022,234	23,192,543
Others		79,117	407,701
Adjustments and elimination of inter-segment balances		(357,462)	299,315
	9.3	<u>74,957,759</u>	<u>52,510,529</u>

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

9.4 GROSS SALES

Local	342,522,550	325,692,636
Export	24,322,589	14,376,811
	<u>366,845,139</u>	<u>340,069,447</u>

For the Nine months ended
(Un-audited)
March 31, 2024

March 31,
2023

(PKR in '000')

For the Quarter ended
(Un-audited)
March 31, 2024

March 31,
2023

(PKR in '000')

10 EARNINGS PER SHARE - BASIC AND DILUTED

Profit attributable to owners of the Holding Company	50,925,737	36,944,188	15,586,574	21,030,810
Weighted average number of ordinary shares (note 10.1)	298,718	320,594	293,000	316,406
Basic and diluted earnings per share (PKR)	170.48	115.24	53.20	66.47

10.1 Weighted average number of ordinary shares

Outstanding number of shares before own shares purchased	311,839	323,375	293,000	323,375
Less: Impact of own shares purchased during the period (note 10.2)	(13,121)	(2,781)	-	(6,969)
	<u>298,718</u>	<u>320,594</u>	<u>293,000</u>	<u>316,406</u>

10.2 The Holding Company purchased and cancelled 20.375 million of its own ordinary shares as part of the second buy back of shares process pursuant to the resolution passed in the Extraordinary General Meeting held on May 24, 2023.

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

For the Nine months ended
March 31, 2024 March 31, 2023
(PKR in '000')

11 CASH GENERATED FROM OPERATIONS

Profit before taxation	69,490,324	56,084,058
Adjustments for non-cash charges and other items		
Depreciation and amortization	13,346,742	12,104,496
Provision for slow moving spares	4,719	7,359
Provision for slow moving and obsolete stock-in-trade	101,400	71,722
Provision for doubtful debts	32,424	6,111
Provisions and accruals no longer required written back	(58)	(1,417)
Gain on partial disposal of investment	-	(8,911,412)
Gain on remeasurement of interest retained in investment	-	(8,239,260)
Gain on disposal of fixed assets	(235,115)	(140,638)
Provision for staff retirement plan	628,351	519,092
Share of profit from equity accounted investements	(11,505,566)	(5,976,909)
Return from deposits with Islamic banks and other financial institutions	(3,059,699)	(1,752,219)
Dividend income from short-term investments	(5,388,364)	(1,185,554)
Unrealised gain on acquisition of shares of NutriCo Pakistan Limited	-	-
Finance cost	27,878,594	21,377,173
Profit before working capital changes	91,293,752	63,962,602
(Increase) / decrease in current assets		
Stores, spares and consumables	1,018,299	(7,527,166)
Stock-in-trade	(24,769,975)	17,149,924
Trade debts	(2,871,397)	(17,865,767)
Loans and advances	(475,879)	(5,044,637)
Trade deposits and short-term prepayments	3,745,302	(779,779)
Other receivables	(1,452,455)	5,322,421
	(24,806,105)	(8,745,004)
(Decrease) / increase in current liabilities		
Trade and other payables	(1,287,879)	4,336,884
Cash generated from operations	65,199,768	59,554,482

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:

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2024 (Un-audited)

For the Nine months ended
March 31, 2024 March 31, 2023
(PKR in '000')

Transactions with Associated Undertakings

Sales	5,718,509	4,505,281
Purchase of goods, materials and services	263,254	3,442,392
Reimbursement of expenses to the Group	70,107	29,644
Reimbursement of expenses from the Group	39,457	34,513
Donation and Charity	682,436	436,151
Dividends income received	183,410	244,546
Dividends paid	3,103,456	760,919
Dividend received from Joint Venture	3,469,019	3,614,727
Loan obtained from Joint Venture	4,421,861	2,162,524
Fee for Technical Services from Joint Venture	2,407,662	1,224,951
Services rendered	473	182
Investment made during the year	225,000	-
Acquisition of of unquoted shares	252,888	-

Transactions with Directors and their close family members

Meeting fee	9,410	4,594
Sales	-	349
Dividend paid	2,358,135	-

Transactions with other key management personnel

Salaries and benefits	1,130,368	846,218
Post employment benefits	104,573	92,497
Dividends paid	44,827	59,187

Staff retirement benefit plan

Contribution	505,109	306,301
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13 GENERAL

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

13.2 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.

14 DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on April 26, 2024 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

www.lucky-cement.com

Corporate Office:

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



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