

GOODLUCK INDUSTRIES LIMITED

DIRECTORS' REPORTS TO THE SHARE HOLDERS

The Board of Directors of *Goodluck Industries Limited* present hereunder un-audited accounts and financial statements of the Company for the Quarter ended 30th September 2014 along with directors' report to the shares holders on the working of the Company for the said period.

Accounts

Profit and loss accounts for the period are as under:

	September-14	September-13
Sales	145,820,375	128,984,992
Cost of sales	136,715,743	127,063,508
Gross Profit	9,104,632	1,921,484
Administrative expenses	2,412,257	1,828,354
Financial expenses	1,219	1,441
Profit before taxation	6,691,156	91,689
Taxation	2,154,906	610,956
Profit / (loss) after taxation	4,536,250	(519,267)

During the period under review, sales proceeds of the wheat products increased from Rs.128,984,992 to Rs.145,820,375 as compared to the corresponding period of last year. Gross profit increased from Rs.1,921,484 to Rs.9,104,632. The production was gone up due to availability of market wheat and arrival of imported wheat. Hence the position is therefore improved during the period under review-compared to the corresponding period of last year. Sale proceeds have gone up, however gross profit rate also increased as compared to the corresponding period.

Finance

Running Finance facilities availed from Habib Metropolitan Bank Ltd. with renewed sanctioned limit of Rs. 10.00 million. The finance is secured against hypothecation of stock and personal guarantee of all the directors and carries mark-up rate @ 3 Months KIBOR + 0.75% p.a

GOODLUCK INDUSTRIES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

	Share Capital	Unappropriated Profit	Surplus on revaluation of fixed assets	Total
Balance as at July 01, 2013	3,000,000	19,011,214	196,331,537	218,342,751
Profit after taxation for the year ended June 30, 2014	-	5,590,049		5,590,049
Re-measurements of defined benefit liability - net of tax		(27,773)		(27,773)
Transfer from Surplus on revaluation of fixed assets - net of tax	-	3,864,162	(3,864,162)	-
Transactions with owners:				
Dividend for the year June 30 2013 @ Rs.2 per share	-	(600,000)		(600,000)
Balance as on June 30, 2014	3,000,000	27,837,651	192,467,375	223,305,027
Balance as at July 01, 2014	3,000,000	27,837,651	192,467,375	223,305,026
Profit for the quarter ended September 30, 2014	-	3,843,111		3,843,111
Transfer from Surplus on revaluation of fixed assets - net of tax	-	870,398	(870,398)	-
Balance as at September 30, 2014	3,000,000	33,244,299	191,596,977	227,841,276

Basic earnings per share:

Basic earnings per share compare as under:	September-14	September-13
Profit / (loss) after taxation	4,536,250	(519,267)
Weighted average number of Ordinary share	300,000	300,000
Basic earnings / (loss) per share	15.12	(1.73)

GOODLUCK INDUSTRIES LIMITED

Dividend

The Board of Directors has decided not to declare interim dividend for the period under review.

Future Planning

The Board of Directors has decided to concentrate on business activities due to economic crisis, business is not doing well. No further investment is proposed for future planning.

Directors' remuneration's

In order to improve the financial position of the company, the Chief Executive and the Directors of the Company have decided to forgo fees, remuneration and other perquisites for the period ended September 30, 2014.

Authority to issue financial statements

The Board of Directors has approved in its meeting held on 28th October 2014 to publish un-audited accounts, financial statements and directors report on the working of the Company for the period ended September 30, 2014 to all the shareholders and concerned authorities.

Closure of Transfer of Shares: Share transfer register was remained closed for the period from 25th October 2014 to 28th October 2014 (both days inclusive.)

Appreciation

The Board appreciated the support extended by the management of the Habib Metropolitan Bank Ltd and offered thanks to the Board of Directors and employees of the Company for their devotion and overwhelming support.

Karachi Dated 28th October 2014



Chief Executive

GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM BALANCE SHEET
FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

	Note	Un-audited Sep-14 Rupees	Audited Jun-14 Rupees
ASSETS			
Non - current assets			
Property, plant & equipments	4	214,796,607	216,188,213
Long term deposits		349,282	349,282
		<u>215,145,889</u>	<u>216,537,495</u>
CURRENT ASSETS			
Stock in trade		102,172,825	20,521,804
Trade debtors		2,332,989	3,494,499
Income tax refundable		276,055	0
Advances, deposits & other receivables		585,392	585,392
Cash & bank balances		2,304,648	11,564,006
		<u>107,671,909</u>	<u>36,165,701</u>
		<u>322,817,798</u>	<u>252,703,196</u>
TOTAL ASSETS			
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
1,000,000 ordinary shares of Rs. 10 each		10,000,000	10,000,000
Issued, subscribed & paid up:			
300,000 ordinary shares of Rs. 10 each fully paid in cash		3,000,000	3,000,000
Unappropriated profit		33,244,299	27,837,651
		<u>36,244,299</u>	<u>30,837,651</u>
Surplus on revaluation of fixed assets	5	<u>191,596,977</u>	<u>192,467,375</u>
		<u>227,841,276</u>	<u>223,305,027</u>
LIABILITIES			
Non - current liabilities			
Deferred liabilities		22,458,243	22,857,543
Current liabilities			
Short term running finance	6	8,056,273	-
Creditors, accrued & other liabilities		63,258,787	2,131,965
Dividend payable		1,203,219	1,245,224
Income tax payable		-	3,163,438
		<u>72,518,279</u>	<u>6,540,627</u>
Total Liabilities		<u>94,976,522</u>	<u>29,398,170</u>
Contingencies and commitments	7	-	-
		<u>322,817,798</u>	<u>252,703,196</u>

The annexed notes form an integral part of these condensed interim financial statements.


Chief Executive


Director

GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM PROFIT & LOSS ACCOUNT
FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

	Note	Sep-14 Rupees	Sep-13 Rupees
Sales		145,820,375	128,984,992
Cost of sales	8	136,715,743	127,063,508
Gross Profit		9,104,632	1,921,484
Administrative expenses		1,891,822	1,754,717
Selling expenses		16,800	49,445
Other operating expenses		503,635	24,192
		2,412,257	1,828,354
Operating profit / (loss)		6,692,375	93,130
Financial charges		1,219	1,441
Profit / (loss) before taxation		6,691,156	91,689
Taxation			
- Current		2,848,045	614,752
- deferred		(693,139)	(3,796)
		2,154,906	610,956
Profit / (loss) after taxation		4,536,250	(519,267)
Other comprehensive income		-	-
Total comprehensive income / (loss)		4,536,250	(519,267)
Earnings / (loss) per share - basic	9	15.12	(1.73)

The annexed notes form an integral part of these condensed interim financial statements.


 Chief Executive


 Director

GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

	Sep-14 Rupees	Sep-13 Rupees
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit before taxation	6,691,156	91,689
<u>Adjustment of items not involving movement of funds:</u>		
Depreciation	1,391,607	1,547,506
Gratuity provision	293,839	221,594
CASH FROM OPERATING ACTIVITIES BEFORE WORKING CAPITAL CHANGES	8,376,602	1,860,789
<u>(Increase)/decrease in current assets</u>		
Stock in trade	(81,651,021)	(31,059,194)
Advance, deposits, pre-payments and other receivables	-	-
Trade Debtors	1,161,510	(35,373,190)
<u>Increase/(decrease) in current liabilities</u>		
Creditors, accrued & other liabilities	61,126,822	82,843,390
	(19,362,689)	16,411,006
CASH GENERATED FROM OPERATION	(10,986,087)	18,271,795
Gratuity paid	-	-
Tax paid	(6,287,538)	(301,366)
NET CASH (OUTFLOW) / INFLOW FROM OPERATING ACTIVITIES	(17,273,625)	17,970,429
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Addition to fixed assets	-	(302,000)
Long term deposits	-	-
NET CASH OUT FLOW FROM INVESTING ACTIVITIES	-	(302,000)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Dividend paid	(42,004)	-
Short term finance	8,056,273	-
NET CASH INFLOW / (OUTFLOW) FROM FINANCING ACTIVITIES	8,014,269	-
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENT	(9,259,356)	17,668,429
CASH AND BANK BALANCES AT THE BEGINNING OF THE PERIOD	11,564,006	6,784,706
CASH AND CASH EQUIVALENT AT THE END OF THE PERIOD	2,304,648	24,453,133

The annexed notes form an integral part of these condensed interim financial statements.


 Chief Executive


 Director

GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

	Share Capital	Unappropriated Profit	Surplus on revaluation of fixed assets	Total
Balance as at July 01, 2013	3,000,000	19,011,214	196,331,537	218,342,751
Profit after taxation for the year ended June 30, 2014	-	5,590,049		5,590,049
Remeasurements of defined benefit liability - net of tax		(27,773)		(27,773)
Transfer from Surplus on revaluation of fixed assets - net of tax	-	3,864,162	(3,864,162)	-
Transactions with owners:				
Dividend for the year June 30 2013 @ Rs.2 per share	-	(600,000)		(600,000)
Balance as on June 30, 2014	3,000,000	27,837,651	192,467,375	223,305,027
Balance as at July 01, 2014	3,000,000	27,837,651	192,467,375	223,305,026
Profit for the quarter ended September 30, 2014	-	4,536,250		4,536,250
Transfer from Surplus on revaluation of fixed assets - net of tax	-	870,398	(870,398)	
Balance as at September 30, 2014	3,000,000	33,244,299	191,596,977	227,841,276

The annexed notes form an integral part of these condensed interim financial statements.


 Chief Executive


 Director

GOODLUCK INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

1 STATUS AND NATURE OF BUSINESS

Goodluck Industries Limited is a public limited company quoted at Karachi Stock Exchange. The principal activity of the Company is Milling of Wheat and all kinds of Grains. The registered office and factory premises of the company are located at S-49/A S.I.T.E., Mauripur Road, Karachi.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information of the company for the nine months period ended September 30, 2013 is unaudited and has been prepared in accordance with the requirements of the International Financial Reporting Standards - 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Ordinance 1984. In case where the requirements differ, the provisions of or directives under the Companies Ordinance, 1984 have been followed. This condensed interim financial information should be read in conjunction with the financial statements of the Company for the year ended 30 June, 2014.

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of this condensed interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that apply to annual audited financial statements for the year ended June 30, 2014.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are consistent with those applied in the preparation of the financial statements for the year ended June 30, 2014.

GOODLUCK INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

4 PROPERTY, PLANT & EQUIPMENTS

Opening written down value
Additions
Depreciation

Un-audited Sep-14	Audited Jun-14
Rupees	Rupees
216,188,213	222,017,125
-	362,700
(1,391,607)	(6,191,612)
<u>214,796,607</u>	<u>216,188,213</u>

During the financial year ended June 30, 2013 the company revalued its leaseholdland, buildings on leasehold land and plant & machinery to replace the carrying amounts of these assets with their market values / depreciated market values. The revaluation was carried-out on on August 30, 2012 by an independent valuers namely M/s. Yunus Mirza & Co. The appraisal surplus arisen on these revaluations aggregates to Rs. 225,892,372.

The appraisal surplus arisen on this revaluation was credited to "Surplus on Revaluation Account" to comply with the requirements of Section 235 of the Companies Ordinance 1984. The year-end balance has been arrived at as follows:

5 SURPLUS ON REVALUATION OF FIXED ASSETS

Surplus arising on revaluation
Less: Transferred to unappropriated profit on account of incremental depreciation for the year - net of deferred taxation
Closing balance

Un-audited Sep-14	Audited Jun-14
Rupees	Rupees
192,467,375	196,331,537
(870,398)	(3,864,162)
<u>191,596,977</u>	<u>192,467,375</u>

6 SHORT TERM RUNNING FINANCE

Secured

Habib Metropolitan Bank Limited

This represents short-term running finance facility from Metropolitan Bank Ltd. with sanctioned limit of Rs. 10.00 million. The finance is secured against hypothecation of stock and personal guarantee of all the directors and carried mark-up rate @ 3 Months KIBOR + 0.75% p.a

Sep-14	Sep-13
<u>8,056,273</u>	<u>NIL</u>

7 CONTINGENCIES & COMMITMENTS

<u>NIL</u>	<u>NIL</u>
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8 COST OF SALES

Raw Material Consumed
Packing material consumed
Power charges
Salaries & benefits
Labour charges
Machineries repair & maintenance
Oil & Lubricant
Depreciation

Add : Opening stock - Finished goods
Less : Closing stock - Finished goods

Sep-14	Sep-13
Rupees	Rupees
124,686,514	123,168,122
2,041,632	911,036
5,216,191	4,153,937
681,566	471,341
338,299	276,368
163,482	81,503
69,028	25,981
1,350,342	1,504,460
<u>134,547,053</u>	<u>130,592,748</u>
4,061,900	1,402,090
(1,893,210)	(4,931,330)
<u>2,168,690</u>	<u>(3,529,240)</u>
<u>136,715,743</u>	<u>127,063,508</u>

GOODLUCK INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2014 (UN-AUDITED)

9 BASIC EARNINGS PER SHARE

	Sep-14	Sep-13
Profit after taxation - Rupees	4,536,250	573,914
Weighted average number of shares	300,000	300,000
Basic earning per shares - Rupees	15.12	1.91

There is no dilutive effect on the basic earnings per share of the Company.

10 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties are carried out on arm's length basis. The significant transactions with associated undertakings and related parties other than those which have been specifically disclosed elsewhere in this condensed interim financial information are given below:

	Sep-14	Sep-13
	Rupees	Rupees
Sales	NIL	NIL
Purchases	NIL	NIL

11 DATE OF AUTHORIZATION

These financial statements were authorized for issue on **28th October 2014** by the Board of Directors of the Company.

12 GENERAL

Figures have been rounded off to the nearest rupee.


 Chief Executive


 Director