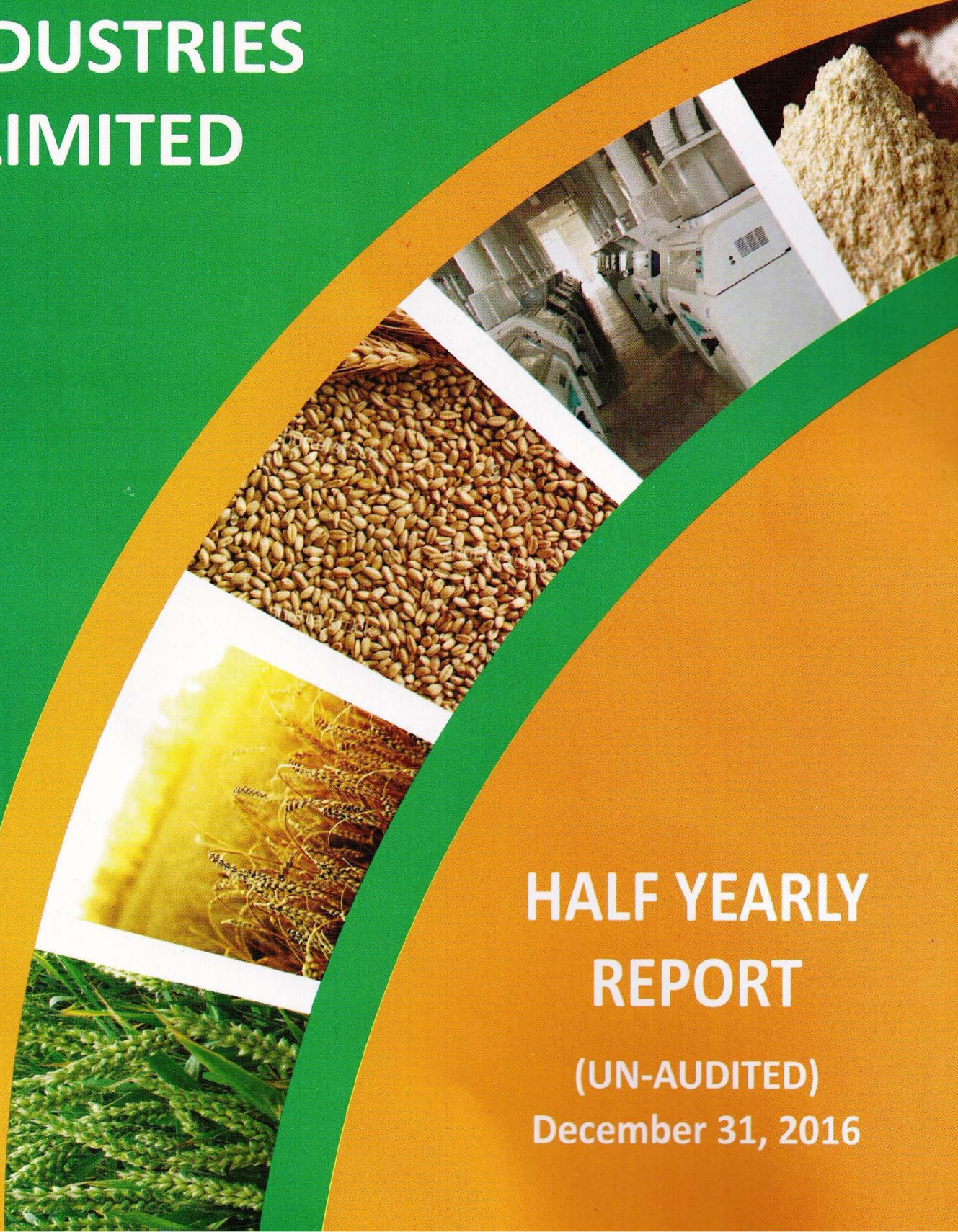




GOODLUCK INDUSTRIES LIMITED



HALF YEARLY REPORT

(UN-AUDITED)
December 31, 2016

GOODLUCK INDUSTRIES LIMITED

C O N T E N T S

Company Information.....	1
Director Report to the Shareholders	2
Auditor's Report to the Members	5
Balance Sheet.....	6
Profit and Loss Account	7
Statement of Comprehensive Income	8
Cash Flow Statement	9
Statement of Changes in Equity	10
Notes to the Accounts	11

GOODLUCK INDUSTRIES LIMITED

COMPANY INFORMATION

Board of Directors

Chief Executive

Mr. Ashfaq Haji Hasham

Directors

Dr. Muhammad Abbas Memon
Mr. Shams-ul-Haque
Mr. Shams-uz-Zoha
Mrs. Naveen Shams
Mr. Fahad Haji Jaffer
Mr. Faizan Farooq
Mr. Muhammad Usman
Mr. Muhammad Safyan Qureshi

H.R Committee

Mr. Fahad Haji Jaffer
Mr. Shams-uz-Zoha
Dr. Muhammad Abbas Memon

Chief Financial Officer

Rana Saif-ur-Rehman

Company Secretary

Mr. Nafees Shams Qureshi

Auditors

M/s. Muniff Ziauddin & Co
Chartered Accountants

Legal Advisor

M/s. Navin Merchant Advocates

Share Registrar

C & K Management Associates (Pvt) Ltd
404, Trade Tower, Abdullah Haroon Road
near Metropole Hotel, Karachi
Phones: 35687839, 35685930

Bankers

Habib Metropolitan Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
United Bank Limited
MCB Bank Limited

Registered Office

S-49/A, S.I.T.E, Mauripur Road, Karachi
Web: www.goodluckind.com
E-mail: goodluckindltd@live.com
Phones: 32354361-64, 32354929

GOODLUCK INDUSTRIES LIMITED

DIRECTOR'S REPORTS TO THE SHARE HOLDERS

The Board of Directors of **Goodluck Industries Limited** presents reports on the working of the Company for the half-year ended December 2016 along with statements of interim condensed Balance Sheet (Un-audited), Interim condensed profit & loss account, interim condensed cash flow statement, interim condensed statement of changes in equity and notes to interim condensed financial statements for the half year ended December 31 2016 (Un-audited)

Review of business activities

Sales proceeds Decreased to Rs. 326,271,230 from Rs. 360,290,512 during the current period as compared to the last corresponding period. Gross profit also decreased to Rs. 5,230,089 from Rs.5,725,307. During the period management tried to reduce the expenses and decreased the administration expenses by Rs. 4,974,620 during the current financial period where as it was Rs. 5,095,629 during the last corresponding period.

Finance

Short term running finance facilities availed from M/S Habib Metropolitan Bank Ltd with sanctioned limit of 10.00 million. The finance is secured against hypothecation of stock and personal guarantee of all the directors. We have been advised that mark up on running finance for the period will be 3 Months KIBOR+0.75% p.a.

Earning per Share - basic

	Half year ended		Quarter ended	
	Dec-2016	Dec-2015	Oct-Dec 2106	Oct-Dec 2015
Profit after taxation	2,323,718	504,550	334,883	439,267
Weighted average number of shares	300,000	300,000	300,000	300,000
Earning per shares - basic	7.75	1.68	1.12	1.46

GOODLUCK INDUSTRIES LIMITED

Changes in equity for the half year ended 31st December 2016.

	Share Capital	Unappropriated Profit	Total
	-----Rupees-----		
Balance as at July 01, 2015 - Restated	3,000,000	36,263,689	39,263,689
Profit for the half year ended December 31, 2015	-	504,550	504,550
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation for the year - net of tax	-	1,616,076	1,616,076
Transactions with owners:			
Dividend for the year June 30 2015 @ Rs.5 per share	-	(1,500,000)	(1,500,000)
Balance as at December 31, 2015	3,000,000	36,884,315	39,884,315
Balances as at July 01, 2016	3,000,000	35,645,111	38,645,111
Profit for the half year ended December 31, 2016	-	2,323,718	2,323,718
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation for the half year - net of tax	-	1,227,626	1,227,626
Transactions with owners:			
Dividend for the year June 30 2016 @ Rs. 1.75 per share	-	(525,000)	(525,000)
Balance as at December 31, 2016	3,000,000	38,671,455	41,671,455

GOODLUCK INDUSTRIES LIMITED

Future Planning

Availability of wheat and its marketing prices could not be guessed properly as such it is wise to be very much careful before taking further steps for new investment in the field.

Dividend

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

Directors' remuneration's

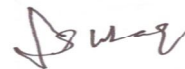
In order to improve the financial position of the Company, the Chief Executive and the Directors of the Company have decided to forgo fees, remuneration and other perquisites for the half year ended December 31, 2016.

Authority to issue financial statements

The Board of Directors has approved in its meeting held on 16th February 2016 to publish un-audited accounts, financial Statements and Directors' reports of Goodluck Industries Limited for the half year ended December 31 2016 to all the share holders and related departments.

Thanks

The Board appreciated the services devoted by the Board of Directors of the Company, the management and all the staff of the Industry for their hard work and sincerity. Co-operation extended by the management of M/S Habib Metropolitan Bank Limited for approval of running finance facilities for Rs. 10.00 million was also place on record.



Dated: 16th February 2017

Chief Executive

Muniff Ziauddin & Co.

Chartered Accountants

An independent member firm of BKR International

BKR
INTERNATIONAL

AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim balance sheet of **GOODLUCK INDUSTRIES LIMITED** as at December 31, 2016 and the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial information"), for the half year then ended. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the six months ended December 31, 2016 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan relating to interim financial reporting.

Other Matters

The figures of the interim condensed profit and loss account for the quarters ended December 31, 2016 and December 31, 2015 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2016.

Karachi: 16 FEB 2017

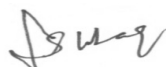
Muniff Ziauddin & Co.
Chartered Accountants
(Sohail Saleem) *M*

Business Executive Centre, F/17/3, Block 8, Clifton, Karachi-75600 (Pakistan)
Tel: 92-21-35375127-8 35872283, Fax: 92-21-35820325, E-mail: info@mzco.com.pk URL: www.mzco.com.pk
Other Offices: Lahore & Islamabad

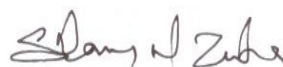
GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2016 (UN-AUDITED)

	Note	Dec-16 Rupees	Jun-16 Rupees
ASSETS			
Non Current Assets			
Property, plant & equipments	5	210,088,993	209,853,136
Long term deposit		<u>360,782</u>	<u>355,282</u>
		210,449,775	210,208,418
Current Assets			
Stock in trade		<u>55,426,353</u>	<u>18,819,114</u>
Trade debtors		<u>24,214,676</u>	<u>9,052,206</u>
Income tax refundable		<u>9,257,285</u>	<u>8,034,806</u>
Advances, deposits and other receivables		<u>585,392</u>	<u>2,085,392</u>
Cash and bank balances		<u>28,891,401</u>	<u>5,167,739</u>
		118,375,107	43,159,257
TOTAL ASSETS		<u>328,824,882</u>	<u>253,367,675</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
1,000,000 Ordinary Shares of Rs.10 each		<u>10,000,000</u>	<u>10,000,000</u>
Issued, subscribed and paid up:			
300,000 Ordinary Shares of Rs. 10 each fully paid in cash		<u>3,000,000</u>	<u>3,000,000</u>
Unappropriated profit		<u>38,671,455</u>	<u>35,645,111</u>
		41,671,455	38,645,111
Surplus on revaluation of fixed assets	6	186,280,175	187,507,801
LIABILITIES			
Non - current liabilities			
Deferred liabilities		20,322,328	22,664,364
Current liabilities			
Short term running finance	7	<u>-</u>	<u>-</u>
Creditors, accrued and other liabilities		<u>78,920,119</u>	<u>3,052,210</u>
Dividends payable		<u>1,630,805</u>	<u>1,498,190</u>
		80,550,924	4,550,400
TOTAL LIABILITIES		<u>100,873,252</u>	<u>27,214,764</u>
Contingencies and commitments	8		
TOTAL EQUITIES & LIABILITIES		<u>328,824,882</u>	<u>253,367,675</u>

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.



Chief Executive

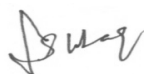


Director

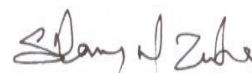
GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM PROFIT & LOSS ACCOUNT
FOR THE HALF YEAR ENDED DECEMBER 31, 2016 (UN-AUDITED)

Notes	Half year ended		Quarter ended	
	Dec-16	Dec-15	Oct-Dec 16	Oct-Dec 15
	Rupees		Rupees	
Sales	326,271,230	360,290,512	205,690,941	212,979,896
Cost of sales	9 321,041,141	354,565,205	203,153,162	210,077,317
Gross profit	5,230,089	5,725,307	2,537,779	2,902,579
Administrative expenses	4,974,620	5,095,629	2,612,632	3,037,400
Selling expenses	49,554	37,800	9,354	13,300
Other operating expenses	54,278	39,973	34,410	(10,963)
	5,078,452	5,173,401	2,656,396	3,039,736
	151,637	551,906	(118,617)	(137,157)
Financial charges	2,358	12,564	170	10,845
Profit / (loss) before taxation	149,279	539,342	(118,787)	(148,002)
Taxation				
- Current	(683,555)	(1,214,886)	(167,850)	(448,623)
- Deferred	2,857,994	1,180,094	621,520	1,035,892
	2,174,439	(34,792)	453,670	587,269
Profit after taxation	2,323,718	504,550	334,883	439,267
Earnings per share - basic	10 7.75	1.68	1.12	1.46

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.



Chief Executive

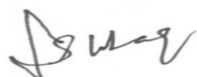


Director

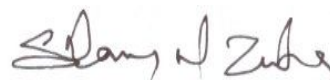
GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2016 (UN-AUDITED)

	Half year ended		Quarter ended	
	Dec-16	Dec-15	Oct-Dec 16	Oct-Dec 15
	Rupees		Rupees	
Profit after taxation	2,323,718	504,550	334,883	439,267
Other comprehensive income				
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	1,227,626	1,616,076	520,913	831,804
Total comprehensive income for the period	<u>3,551,344</u>	<u>2,120,626</u>	<u>855,796</u>	<u>1,271,071</u>

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.



Chief Executive




Director

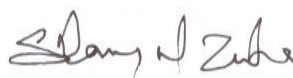
GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED DECEMBER 31, 2016 (UN-AUDITED)

	Dec-16 Rupees	Dec-15 Rupees
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit before taxation	149,279	539,342
<u>Adjustment for:</u>		
Depreciation	2,354,645	2,526,385
Gratuity Provision	515,958	879,568
CASH FROM OPERATING ACTIVITIES - BEFORE WORKING CAPITAL CHANGES	3,019,882	3,945,294
<u>(Increase)/decrease in current assets</u>		
Stock in trade	(36,607,239)	(82,815,472)
Advance, deposits, pre-payments and other receivables	1,500,000	-
Trade debtors	(15,162,470)	1,213,238
	(50,269,709)	(81,602,234)
<u>Increase/(decrease) in current liabilities</u>		
Creditors, accrued & other liabilities	75,867,909	85,711,008
	25,598,200	4,108,774
CASH USED IN OPERATIONS	28,618,082	8,054,068
Gratuity paid	-	(12,300)
Tax paid	(1,906,034)	(1,416,935)
NET CASH FLOW FROM OPERATING ACTIVITIES	26,712,048	6,624,833
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Addition to property, plant and equipments	(2,590,500)	(172,900)
Long term deposits	(5,500)	-
NET CASH FLOW FROM INVESTING ACTIVITIES	(2,596,000)	(172,900)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Dividends paid	(392,386)	(1,035,539)
Short term finance	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES	(392,386)	(1,035,539)
NET INCREASE IN CASH AND CASH EQUIVALENTS	23,723,662	5,416,394
CASH AND CASH EQUIVALENTS - at the beginning of the year	5,167,739	11,532,709
CASH AND CASH EQUIVALENTS - at the end of the period	28,891,401	16,949,103

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.



Chief Executive

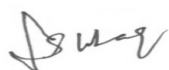


Director

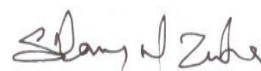
GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2016 (UN-AUDITED)

	Share Capital	Inappropriated Profit	Total
	-----Rupees-----		
Balance as at July 01, 2015 - Restated	3,000,000	36,263,689	39,263,689
Profit for the half year ended December 31, 2015	-	504,550	504,550
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation for the year - net of tax	-	1,616,076	1,616,076
Transactions with owners:			
Dividend for the year June 30 2015 @ Rs.5 per share	-	(1,500,000)	(1,500,000)
Balance as at December 31, 2015	3,000,000	36,884,315	39,884,315
Balances as at July 01, 2016	3,000,000	35,645,111	38,645,111
Profit for the half year ended December 31, 2016	-	2,323,718	2,323,718
Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation for the half year - net of tax	-	1,227,626	1,227,626
Transactions with owners:			
Dividend for the year June 30 2016 @ Rs. 1.75 per share	-	(525,000)	(525,000)
Balance as at December 31, 2016	3,000,000	38,671,455	41,671,455

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.



Chief Executive



Director

GOODLUCK INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2016 (UN-AUDITED)

1 STATUS AND NATURE OF BUSINESS

Goodluck Industries Limited is a public limited company quoted at (Pakistan Stock Exchange with effect from 11 January 2016). 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 has been prepared in accordance with the requirements of International Accounting Standard 34 (Interim Financial Reporting) and has been reviewed by the external auditors as required by the Code of Corporate Governance.

This condensed interim financial information does not include all the information required for preparation of full financial information and should be read in conjunction with the preceding published annual financial statements for the year ended June 30, 2016.

The comparative balance sheet presented in this condensed interim financial information as at June 30, 2016 has been extracted from audited financial statements of the company for the year ended June 30, 2016, Whereas the comparative profit and loss account, statement of changes in equity and the cash flow statements for the half year ended December 31, 2016 have been subjected to a review but not audit.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding published annual financial statements of the company for the year ended June 30, 2016.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The significant judgment, estimates and assumptions used by the management in preparation of this condensed interim financial information are the same as those applied to the preceding published annual financial statements of the company for the year ended June 30, 2016.

GOODLUCK INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2016 (UN-AUDITED)

	Note	Dec-16	Jun-16
		Rupees	Rupees
5 PROPERTY, PLANT & EQUIPMENTS			
Opening written down value		209,853,136	213,096,320
Additions		2,590,500	1,879,400
Depreciation		(2,354,645)	(5,122,584)
		<u>210,088,993</u>	<u>209,853,136</u>
6 SURPLUS ON REVALUATION OF FIXED ASSETS			
		Rupees	Rupees
Balance at the beginning of the period		203,510,770	208,263,935
Less: Incremental depreciation on revalued assets for the half year - net of deferred taxation		(2,141,554)	(4,753,165)
Balance at the end of the period		<u>201,369,216</u>	<u>203,510,770</u>
Less: Related deferred tax of			
Opening balance		16,002,969	18,071,606
Surplus arisen during the year		-	-
Incremental depreciation for the period		(663,882)	(1,521,013)
Effect of change in tax rate		(250,046)	(547,624)
Closing balance		15,089,041	16,002,969
Balance at the end of the period		<u>186,280,175</u>	<u>187,507,801</u>

During the financial year ended June 30, 2013 the company revalued its leasehold land, 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.

7 SHORT TERM RUNNING FINANCE - SECURED
Habib Metropolitan Bank Limited

This represents unutilized short-term running finance facility from Habib Metropolitan Bank Limited with sanctioned limit of Rs. 10 million. The finance is secured against hypothecation charge over stocks and receivables duly insured in bank's favor and carried mark-up rate @ 3 months KIBOR + 0.75% per annum.

8 CONTINGENCIES & COMMITMENTS

There were no contingencies and commitments existing at balance sheet date (June 30, 2016: Nil).

GOODLUCK INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2016 (UN-AUDITED)

9 COST OF SALES

	Half year ended		Quarter ended	
	Dec-16	Dec-15	Oct-Dec 16	Oct-Dec 15
	-----Rupees-----			
Raw Material Consumed	304,248,139	333,051,652	193,342,771	198,698,701
Packing material consumed	3,491,098	4,949,858	2,192,276	3,212,683
Power charges	8,053,699	10,123,480	4,113,005	5,018,081
Salaries & benefits	1,833,230	1,392,125	1,002,507	922,546
Labor charges	983,907	1,127,390	589,970	678,997
Machineries repair & maintenance	404,779	536,133	307,311	278,689
Oil & Lubricant	41,230	72,817	11,400	37,248
Depreciation	2,271,944	2,440,545	1,135,972	1,220,272
	321,328,026	353,694,000	202,695,212	210,067,217
Add : Opening stock - finished goods	736,075	1,817,820	1,480,910	956,715
Less : Closing stock - finished goods	(1,022,960)	(946,615)	(1,022,960)	(946,615)
	(286,885)	871,205	457,950	10,100
	321,041,141	354,565,205	203,153,162	210,077,317

10 BASIC EARNINGS PER SHARE

Profit after taxation - Rupees	2,323,718	504,550	334,883	439,267
Weighted average number of shares	300,000	300,000	300,000	300,000
Basic earning per shares - Rupees	7.75	1.68	1.12	1.46

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

11 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:

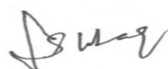
Sales	Nil	Nil
Purchases	Nil	Nil

12 DATE OF AUTHORIZATION

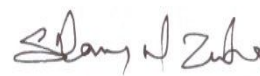
These financial statements were authorized for issue on **16th February, 2017** by the Board of Directors of the Company.

13 GENERAL

Figures have been rounded off to the nearest rupee.



Chief Executive



Director