



GOODLUCK INDUSTRIES LIMITED



3rd QUARTERLY REPORT

(UN-AUDITED)
March 31, 2017

GOODLUCK INDUSTRIES LIMITED

C O N T E N T S

| | |
|--|---|
| Company Information..... | 1 |
| Director Report to the Shareholders | 2 |
| Condensed Interim Balance Sheet..... | 5 |
| Condensed Interim Profit & Loss Account | 6 |
| Condensed Interim Cash Flow Statement | 7 |
| Condensed Interim Statement of Changes in Equity | 8 |
| Notes to the Condensed Interim Financial Statement | 9 |

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

DIRECTORS' REPORTS TO THE SHAREHOLDERS

The Board of Directors of the **Goodluck Industries Limited** present reports on working of the Company for the period from July 2016 to March 2017 along with condensed interim Balance Sheet (Un-audited) interim condensed profit & loss account, interim condensed cash flow statement, interim condensed statement of changes in equity and notes to the interim condensed financial statements for the said period (un-audited).

Review of Condensed Interim Profit & Loss Accounts for period ended 31st March 2017

Profit & Loss accounts for the current period and corresponding period of last year compared as under:

| | <u>March 2017</u> | <u>March 2016</u> |
|------------------------------------|--------------------|-------------------|
| Sales | 540,255,817 | 595,098,734 |
| Cost of sales | 533,012,438 | 587,085,735 |
| Gross Profit | 7,243,380 | 8,012,999 |
| Admin, Selling & Financial charges | 7,147,282 | 7,070,087 |
| Profit before taxation | 96,098 | 942,912 |
| Profit after taxation | 2,300,694 | 609,111 |
| Basic earning per share | 7.67 | 2.03 |

Sales and cost of sales decreased compare to the corresponding period of last year. Gross profit has been also decreased due to enormous increases in Electricity, transportation charges and other related overheads, the company did not able to maintain profit earning before taxation comparable with corresponding period of the last year. Administrative and selling expenses are goes up compared to the last corresponding period.

Basic Earning per share

| | <u>March-17</u> | <u>March-16</u> |
|-----------------------------------|------------------|-----------------|
| | <u>Rupees</u> | <u>Rupees</u> |
| Profit after taxation | 2,300,694 | 609,111 |
| | <u>Number</u> | <u>Number</u> |
| Weighted average number of shares | 300,000 | 300,000 |
| | <u>Rupees</u> | <u>Rupees</u> |
| Basic earning per shares | 7.67 | 2.03 |

GOODLUCK INDUSTRIES LIMITED

Change in Equity for the period ended 31st March 2017

| | Share Capital | Unappropriated Profit | Total |
|--|------------------|--------------------------|-------------------|
| Balance as at July 01, 2015 - Restated | 3,000,000 | 36,263,689 | 39,263,689 |
| Profit for the nine months ended March 31, 2016 | - | 609,111 | 609,111 |
| Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation for period - net of tax | - | 2,424,114 | 2,424,114 |
| Transactions with owners: | | | |
| Dividend for the year June 30 2015 @ Rs.5 per share | - | (1,500,000) | (1,500,000) |
| Balance as on March 31, 2016 | 3,000,000 | 37,796,915 | 40,796,915 |
| Balance as at July 01, 2016 | 3,000,000 | 35,645,111 | 38,645,111 |
| Profit for the nine months ended March 31, 2016 | - | 2,300,694 | 2,300,694 |
| Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation for period - net of tax | - | 2,184,386 | 2,184,386 |
| Transactions with owners: | | | |
| Dividend for the year June 30 2016 @ Rs.1.75 per share | - | (525,000) | (525,000) |
| Balance as at March 31, 2017 | 3,000,000 | 39,605,191 | 42,605,191 |

GOODLUCK INDUSTRIES LIMITED

Interim Dividend

The Board of Directors has decided not to declare interim dividend for the period of nine months from July 2016 to March 2017.

Future Planning

The Board of Directors of the Company has decided that no new program or major investment be made for the time being.

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 remuneration and other perquisites for the period of nine months ended March 31, 2017.

Authority to issue financial statements

The Board of Directors has approved in its meeting held on 25th April 2017 to publish un-audited accounts, financial statements and Directors reports on the working of the Company for the period ended March 31, 2017 to all the shareholders and concerned authorities.

Vote of appreciation

The Chief Executive of the Company extended sincere thanks to all the Directors of the Company for their wholehearted support in the management of the Company from time to time. The Board of Directors appreciated services of the staff members of the Company who have worked hard for the cause of the Company.



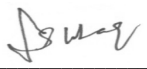
Chief Executive

Dated: 25th April 2017

GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2017 (UN-AUDITED)

| | Notes | Mar-17 Rupees | Jun-16 Rupees |
|---|-------|---------------------------|---------------------------|
| ASSETS | | | |
| Non Current Assets | | | |
| Property, plant & equipments | 5 | 208,848,172 | 209,853,136 |
| Long term deposit | | 360,782 | 355,282 |
| | | <u>209,208,954</u> | <u>210,208,418</u> |
| Current Assets | | | |
| Stock in trade | | 32,198,011 | 18,819,114 |
| Trade debtors | | 28,356,723 | 9,052,206 |
| Income tax refundable | | 9,996,305 | 8,034,806 |
| Advances, deposits and other receivables | | 585,392 | 2,085,392 |
| Cash and bank balances | | 40,887,470 | 5,167,739 |
| | | <u>112,023,901</u> | <u>43,159,257</u> |
| TOTAL ASSETS | | <u>321,232,855</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 | | 3,000,000 | 3,000,000 |
| Unappropriated profit | | 39,605,191 | 35,645,111 |
| | | <u>42,605,191</u> | <u>38,645,111</u> |
| Surplus on revaluation of fixed assets | 6 | 185,323,415 | 187,507,801 |
| LIABILITIES | | | |
| Non - current liabilities | | | |
| Deferred liabilities | | 20,150,393 | 22,664,364 |
| Current liabilities | | | |
| Short term running finance | 7 | - | - |
| Creditors, accrued and other liabilities | | 71,595,647 | 3,052,210 |
| Dividends payable | | 1,558,208 | 1,498,190 |
| | | <u>73,153,855</u> | <u>4,550,400</u> |
| | | <u>93,304,249</u> | <u>27,214,764</u> |
| Contingencies and commitments | 8 | - | - |
| TOTAL LIABILITIES | | <u>321,232,855</u> | <u>253,367,675</u> |

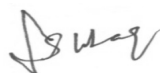
The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.


Chief Executive

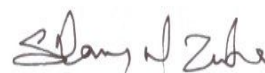

Director

GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM PROFIT & LOSS ACCOUNT
FOR THE PERIOD ENDED MARCH 31, 2017 (UN-AUDITED)

| | Notes | Nine Months Ended Mar-17 | Nine Months Ended Mar-16 | Quarter Ended Mar-17 | Quarter Ended Mar-16 |
|--|-------|--------------------------------|--------------------------------|----------------------------|----------------------------|
| | | Rupees | | Rupees | |
| Sales | | 540,255,817 | 595,098,734 | 213,984,587 | 234,808,222 |
| Cost of sales | 9 | 533,012,438 | 587,085,735 | 211,971,297 | 232,520,530 |
| Gross profit | | 7,243,380 | 8,012,999 | 2,013,291 | 2,287,692 |
| Administrative expenses | | 7,086,711 | 6,923,104 | 2,112,091 | 1,827,476 |
| Selling expenses | | 49,554 | 62,337 | - | 24,537 |
| Other operating expenses | | 7,122 | 69,883 | (47,156) | 29,910 |
| | | 7,143,387 | 7,055,324 | 2,064,935 | 1,881,923 |
| | | 99,993 | 957,675 | (51,644) | 405,769 |
| Financial charges | | 3,895 | 14,763 | 1,537 | 2,199 |
| Profit / (loss) before taxation | | 96,098 | 942,912 | (53,181) | 403,570 |
| Taxation | | | | | |
| - Current | | (1,083,310) | (1,827,568) | (399,755) | (574,717) |
| - Prior | | - | - | - | - |
| - Deferred | | 3,287,907 | 1,493,768 | 429,913 | 418,899 |
| | | 2,204,596 | (333,801) | 30,157 | (155,818) |
| Profit after taxation | | 2,300,694 | 609,111 | (23,024) | 247,752 |
| Other comprehensive income | | - | - | - | - |
| Total comprehensive income | | 2,300,694 | 609,111 | (23,024) | 247,752 |
| Earnings per share - basic | 10 | 7.67 | 2.03 | (0.08) | 0.83 |



Chief Executive

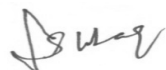


Director

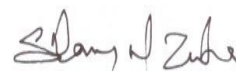
GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD ENDED MARCH 31, 2017 (UN-AUDITED)

| | Mar-17 Rupees | Mar-16 Rupees |
|--|-------------------------|-------------------------|
| <u>CASH FLOW FROM OPERATING ACTIVITIES</u> | | |
| Profit before taxation | 96,098 | 942,912 |
| <u>Adjustment for:</u> | | |
| Depreciation | 3,595,465 | 3,837,301 |
| Gratuity Provision | 773,936 | 1,319,351 |
| CASH FROM OPERATING ACTIVITIES - BEFORE WORKING CAPITAL CHANGES | 4,465,499 | 6,099,564 |
| <u>(Increase)/decrease in current assets</u> | | |
| Stock in trade | (13,378,897) | (57,404,411) |
| Advance, deposits, pre-payments and other receivables | 1,500,000 | - |
| Trade debtors | (19,304,517) | (6,589,465) |
| <u>Increase/(decrease) in current liabilities</u> | | |
| Creditors, accrued & other liabilities | 68,543,437 | 71,934,433 |
| | 37,360,023 | 7,940,557 |
| CASH USED IN OPERATIONS | 41,825,522 | 14,040,121 |
| Gratuity paid | - | (143,700) |
| Tax paid | (3,044,809) | (2,290,482) |
| NET CASH FLOW FROM OPERATING ACTIVITIES | 38,780,713 | 11,605,939 |
| <u>CASH FLOW FROM INVESTING ACTIVITIES</u> | | |
| Addition to property, plant and equipments | (2,590,500) | (1,875,900) |
| Long term deposits | (5,500) | - |
| NET CASH FLOW FROM INVESTING ACTIVITIES | (2,596,000) | (1,875,900) |
| <u>CASH FLOW FROM FINANCING ACTIVITIES</u> | | |
| Dividends paid | (464,982) | (1,035,539) |
| Short term finance | - | - |
| NET CASH FLOW FROM FINANCING ACTIVITIES | (464,982) | (1,035,539) |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 35,719,731 | 8,694,500 |
| CASH AND CASH EQUIVALENTS - at the begning of the year | 5,167,739 | 11,532,709 |
| CASH AND CASH EQUIVALENTS - at the end of the period | 40,887,470 | 20,227,209 |

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



Chief Executive

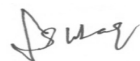


Director

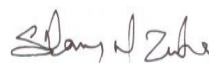
GOODLUCK INDUSTRIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2017 (UN-AUDITED)

| | Share Capital | Unappropriated Profit | Total |
|--|------------------|--------------------------|-------------------|
| Balance as at July 01, 2015 - Restated | 3,000,000 | 36,263,689 | 39,263,689 |
| Profit for the nine months ended March 31, 2016 | - | 609,111 | 609,111 |
| Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation for the period - net of tax | - | 2,424,114 | 2,424,114 |
| Transcations with owners: | | | |
| Dividend for the year June 30 2015 @ Rs.5 per share | - | (1,500,000) | (1,500,000) |
| Balance as on March 31, 2016 | 3,000,000 | 37,796,915 | 40,796,915 |
| Balance as at July 01, 2016 | 3,000,000 | 35,645,111 | 38,645,111 |
| Profit for the nine months ended March 31, 2016 | - | 2,300,694 | 2,300,694 |
| Transfer from Surplus on revaluation of fixed assets on account of incremental depreciation for the period - net of tax | - | 2,184,386 | 2,184,386 |
| Transcations with owners: | | | |
| Dividend for the year June 30 2016 @ Rs.1.75 per share | - | (525,000) | (525,000) |
| Balance as at March 31, 2017 | 3,000,000 | 39,605,191 | 42,605,191 |

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 MARCH 31, 2017 (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 of the company for the nine months period ended March 31, 2017 is unaudited and has been prepared in accordance with the requirements of the International Accounting 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, 2016.

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 period ended March 31, 2017 have un-audited.

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, 2015.

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, 2015.

GOODLUCK INDUSTRIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2017 (UN-AUDITED)

5 PROPERTY, PLANT & EQUIPMENTS

| | Mar-17 | Jun-16 |
|----------------------------|---------------------------|--------------------|
| | Rupees | Rupees |
| Opening written down value | 209,853,135 | 213,096,319 |
| Additions | 2,590,500 | 1,879,400 |
| Depreciation | (3,595,465) | (5,122,584) |
| | <u>208,848,172</u> | <u>209,853,135</u> |

6 SURPLUS ON REVALUATION OF FIXED ASSETS

| | | |
|--|---------------------------|--------------------|
| Balance at the beginning of the period | 203,510,770 | 208,263,935 |
| Transferred to unappropriated profit on account of incremental depreciation for the year | (3,212,332) | (4,753,165) |
| | <u>200,298,438</u> | <u>203,510,770</u> |
| Less: Related deferred tax of | | |
| Opening balance | 16,002,969 | 18,071,606 |
| Surplus arisen during the preceding year | - | - |
| Incremental Depreciation for the year | (1,027,946) | (1,521,013) |
| Effect of change in tax rate | | (547,624) |
| Closing Balance | 14,975,023 | 16,002,969 |
| Balance at the end of the period | <u>185,323,415</u> | <u>187,507,801</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 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.

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 PERIOD ENDED MARCH 31, 2017 (UN-AUDITED)

9 COST OF SALES

| | Mar-17 | Mar-16 | Jan-Mar 17 | Jan-Mar 16 |
|---------------------------------------|---------------|-------------|-------------|-------------|
| | Rupees | | | |
| Raw Material Consumed | 506,696,829 | 554,961,886 | 202,448,690 | 221,910,234 |
| Packing material consumed | 5,806,662 | 7,879,010 | 2,315,564 | 2,929,152 |
| Power charges | 12,335,916 | 15,012,778 | 4,282,217 | 4,889,298 |
| Salaries & benefits | 2,662,472 | 1,870,898 | 829,242 | 478,773 |
| Labor charges | 1,580,114 | 1,860,122 | 596,207 | 732,732 |
| Machineries repair & maintenance | 1,135,995 | 838,179 | 731,216 | 302,046 |
| Oil & Lubricant | 56,030 | 95,595 | 14,800 | 22,778 |
| Depreciation | 3,471,415 | 3,708,542 | 1,199,471 | 1,267,997 |
| | 533,745,433 | 586,227,010 | 212,417,407 | 232,533,010 |
| Add : Opening stock - finished goods | 736,075 | 1,817,820 | 1,022,960 | 946,615 |
| Less : Closing stock - finished goods | (1,469,070) | (959,095) | (1,469,070) | (959,095) |
| | (732,995) | 858,725 | (446,110) | (12,480) |
| | 533,012,438 | 587,085,735 | 211,971,297 | 232,520,530 |

10 BASIC EARNINGS PER SHARE

| | | | | |
|-----------------------------------|-----------|---------|----------|---------|
| Profit after taxation - Rupees | 2,300,694 | 609,111 | (23,024) | 247,752 |
| Weighted average number of shares | 300,000 | 300,000 | 300,000 | 300,000 |
| Basic earning per shares - Rupees | 7.67 | 2.03 | (0.08) | 0.83 |

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:

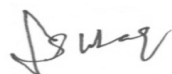
| | | |
|-----------|-----|-----|
| Sales | NIL | NIL |
| Purchases | NIL | NIL |

12 DATE OF AUTHORIZATION

These financial statements were authorized for issue on **25th April 2017** by the Board of Directors of the Company.

13 GENERAL

Figures have been rounded off to the nearest rupee.



Chief Executive



Director



GOODLUCK INDUSTRIES LIMITED

S-49/A, S.I.T.E., Mauripur Road, Karachi-75750, Pakistan.

Phone: +92 21 32354361-64, 32354929 Fax: +92 21 32358685

Email: goodluckindltd@live.com, Web: www.goodluckind.com