

ICI Pakistan Limited
Condensed Interim Unconsolidated Balance Sheet
As at December 31, 2016

Amounts in PKR '000

Note	December 31, 2016 (Unaudited)	June 30, 2016 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	17,201,095	17,040,334
Intangible assets	13,694	16,460
	17,214,789	17,056,794
Long-term investments	2,444,276	1,462,976
Long-term loans	368,846	356,330
Long-term deposits and prepayments	32,823	33,594
	2,845,945	1,852,900
	20,060,734	18,909,694
Current assets		
Stores, spares and consumables	878,541	811,963
Stock-in-trade	5,460,240	5,296,746
Trade debts	1,887,723	1,640,447
Loans and advances	428,339	391,342
Trade deposits and short-term prepayments	458,974	428,713
Other receivables	1,113,881	726,683
Taxation - net	1,359,046	2,236,155
Cash and bank balances	190,178	146,287
	11,776,922	11,678,336
Total assets	31,837,656	30,588,030
EQUITY AND LIABILITIES		
Share capital and reserves		
Authorised capital 1,500,000,000 (June 30, 2016: 1,500,000,000) ordinary shares of PKR 10 each	15,000,000	15,000,000
Issued, subscribed and paid-up capital 92,359,050 (June 30, 2016: 92,359,050) ordinary shares of PKR 10 each	923,591	923,591
Capital reserves	309,643	309,643
Unappropriated profit	13,936,108	13,183,294
Total equity	15,169,342	14,416,528
Surplus on revaluation of property, plant and equipment	781,433	829,645
Non-current liabilities		
Provisions for non-management staff gratuity	96,366	90,867
Long-term loans	4,407,967	3,652,586
Deferred tax liability - net	1,380,771	1,430,789
	5,885,104	5,174,242
Current liabilities		
Trade and other payables	8,213,658	7,731,736
Accrued mark-up	71,693	77,663
Short-term borrowings and running finance	1,300,246	1,964,433
Current portion of long-term loans	416,180	393,783
	10,001,777	10,167,615
Total equity and liabilities	31,837,656	30,588,030
Contingencies and commitments		

The annexed notes from 1 to 23 form an integral part of the condensed interim unconsolidated financial statements.

Muhammad Sohail Tabba
Chairman / Director

Asif Jooma
Chief Executive

Muhammad Abid Ganatra
Chief Financial Officer

ICI Pakistan Limited
Condensed Interim Unconsolidated Profit and Loss Account (Unaudited)
For the Six Months Ended December 31, 2016

Amounts in PKR '000

	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015
Turnover - note 13	12,048,884	22,620,918	11,038,791	20,865,574
Sales tax	(688,256)	(1,268,224)	(738,890)	(1,436,253)
Commission and discounts	(977,884)	(1,715,175)	(738,244)	(1,365,772)
	(1,666,140)	(2,983,399)	(1,477,134)	(2,802,025)
Net turnover	10,382,744	19,637,519	9,561,657	18,063,549
Cost of sales - note 13 and 14	(8,438,821)	(16,000,001)	(7,885,092)	(14,963,823)
Gross profit	1,943,923	3,637,518	1,676,565	3,099,726
Selling and distribution expenses	(636,080)	(1,216,581)	(511,867)	(1,011,015)
Administration and general expenses	(244,895)	(487,284)	(220,633)	(440,700)
Operating result - note 13	1,062,948	1,933,653	944,065	1,648,011
Finance costs	(93,944)	(195,425)	(87,514)	(169,824)
Exchange gains / (losses)	7,783	6,099	(2,868)	(50,896)
Workers' profit participation fund	(62,412)	(106,380)	(55,200)	(87,356)
Workers' welfare fund	(24,201)	(41,222)	(21,404)	(33,797)
Other charges	(6,092)	(16,210)	(6,940)	(18,740)
	(178,866)	(353,138)	(173,926)	(360,613)
Dividend income	285,000	405,000	255,000	330,000
Other income	16,740	34,349	23,659	38,665
Profit before taxation	1,185,822	2,019,864	1,048,798	1,656,063
Taxation - note 15	(266,645)	(484,030)	(218,576)	(350,951)
Profit after taxation	919,177	1,535,834	830,222	1,305,112
		(PKR)		
Basic and diluted earnings per share	9.95	16.63	8.99	14.13

The annexed notes from 1 to 23 form an integral part of the condensed interim unconsolidated financial statements.

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Chairman / Director

Asif Jooma
Chief Executive

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Chief Financial Officer

ICI Pakistan Limited
Condensed Interim Unconsolidated Statement of Comprehensive Income (Unaudited)
For the Six Months Ended December 31, 2016

Amounts in PKR '000

	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015
Profit after taxation	919,177	1,535,834	830,222	1,305,112
Items to be reclassified to profit or loss in subsequent periods:				
Gain / (loss) on hedge during the period	-	-	1,057	(2,285)
Income tax relating to hedging reserve	-	-	(338)	731
	-	-	719	(1,554)
Adjustments for amounts transferred to initial carrying amounts of hedged item - capital work-in-progress	-	-	1,168	1,554
	-	-	1,887	-
Total comprehensive income for the period	919,177	1,535,834	832,109	1,305,112

The annexed notes from 1 to 23 form an integral part of the condensed interim unconsolidated financial statements.

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ICI Pakistan Limited
Condensed Interim Unconsolidated Cash Flow Statement (Unaudited)
For the Six Months Ended December 31, 2016

Amounts in PKR '000

	December 31, 2016	December 31, 2015
Cash flows from operating activities		
Cash generated from operations - note 16	2,872,010	1,743,443
Payments for :		
Non-management staff gratuity and eligible retired employees' medical scheme	(8,324)	(10,139)
Staff retirement benefit plan	(27,734)	(26,470)
Taxation	343,061	(19,846)
Interest	(201,395)	(150,220)
Net cash generated from operating activities	2,977,618	1,536,768
Cash flows from investing activities		
Capital expenditure	(1,364,778)	(2,578,688)
Proceeds from disposal of operating fixed assets	1,061	991
Interest received on bank deposits	1,470	248
Investment in subsidiary (Cirin Pharmaceuticals Private Limited)	(981,300)	-
Dividend from associate	120,000	180,000
Net cash used in investing activities	(2,223,547)	(2,397,449)
Cash flows from financing activities		
Long-term loans obtained	1,000,000	1,725,730
Long-term loans repaid	(222,222)	(477,778)
Dividends paid	(823,771)	(595,617)
Net cash generated (used in) / generated from financing activities	(45,993)	652,335
Net increase / (decrease) in cash and cash equivalents	708,078	(208,346)
Cash and cash equivalents at the beginning of the period	(1,818,146)	(1,763,980)
Cash and cash equivalents at the end of period (Ref. 1)	(1,110,068)	(1,972,326)
Ref. 1: Cash and cash equivalents at the end of period comprise of:		
Cash and bank balances	190,178	141,653
Short-term borrowings and running finance	(1,300,246)	(2,113,979)
	(1,110,068)	(1,972,326)

The annexed notes from 1 to 23 form an integral part of the condensed interim unconsolidated financial statements.

Muhammad Sohail Tabba
Chairman / Director

Asif Jooma
Chief Executive

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ICI Pakistan Limited
Condensed Interim Unconsolidated Statement of Changes in Equity (Unaudited)
For the Six Months Ended December 31, 2016

Amounts in PKR '000

	Issued, subscribed and paid-up capital	Capital reserves	Unappropriated profit	Total
As at July 1, 2015	923,591	309,643	11,483,846	12,717,080
Final dividend of PKR 6.50 per share for the year ended June 30, 2015	-	-	(600,337)	(600,337)
Profit for the period	-	-	1,305,112	1,305,112
Other comprehensive income for the period - net of tax	-	-	-	-
Total comprehensive income	-	-	1,305,112	1,305,112
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the period - net of deferred tax	-	-	36,720	36,720
As at December 31, 2015	923,591	309,643	12,225,341	13,458,575
Interim dividend of PKR 6.50 per share for the year ended June 30, 2016	-	-	(600,337)	(600,337)
Profit for the period	-	-	1,538,074	1,538,074
Other comprehensive income for the period - net of tax	-	-	(13,960)	(13,960)
Total comprehensive income	-	-	1,524,114	1,524,114
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the period - net of deferred tax	-	-	34,176	34,176
As at June 30, 2016	923,591	309,643	13,183,294	14,416,528
Final dividend of PKR 9.00 per share for the year ended June 30, 2016	-	-	(831,231)	(831,231)
Profit for the period	-	-	1,535,834	1,535,834
Other comprehensive income for the period - net of tax:	-	-	-	-
Total comprehensive income	-	-	1,535,834	1,535,834
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the period - net of deferred tax	-	-	48,211	48,211
As at December 31, 2016	923,591	309,643	13,936,108	15,169,342

The annexed notes from 1 to 23 form an integral part of the condensed interim unconsolidated financial statements.

Muhammad Sohail Tabba
Chairman / Director

Asif Jooma
Chief Executive

Muhammad Abid Ganatra
Chief Financial Officer

ICI Pakistan Limited
Notes to the Condensed Interim Unconsolidated Financial Statements
For the Six Months Ended December 31, 2016

Amounts in PKR '000

1 Status and nature of business

ICI Pakistan Limited ("the Company") is incorporated in Pakistan and is listed on the Pakistan Stock Exchange Limited. The Company is a subsidiary of Lucky Holding Limited (a subsidiary of Lucky Cement Limited) and is engaged in the manufacture of polyester staple fibre, POY chips, soda ash, speciality chemicals, sodium bicarbonate and polyurethanes; marketing of seeds, toll manufactured and imported pharmaceuticals and animal health products; and merchandising of general chemicals. It also acts as an indenting agent and toll manufacturer. The Company's registered office is situated at 5 West Wharf, Karachi.

These are the separate condensed interim unconsolidated financial statements of the Company in which investment in subsidiaries and associate is stated at cost less impairment losses if any.

2 Statement of compliance

These condensed interim unconsolidated financial statements have been prepared in accordance with International Accounting Standard - 34 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirement differ, the provision of or directives issued under the Companies Ordinance, 1984 have been followed.

These condensed interim unconsolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with Company's annual financial statements for the year ended June 30, 2016.

3 Significant accounting policies

The accounting policies and methods of computation adopted for the preparation of these condensed interim unconsolidated financial statements are the same as those applied in the preparation of the unconsolidated financial statements for the year ended June 30, 2016, except for the adoption of new accounting standards and interpretations as disclosed in note 19 to these financial statements.

4 Property, plant and equipment

	December 31, 2016 (Unaudited)	June 30, 2016 (Audited)
Operating fixed assets - at net book value - note 4.1	15,682,344	15,878,014
Capital work-in-progress - at cost		
Civil works and buildings	458,721	443,249
Plant and machinery	700,839	648,500
Advances to suppliers / contractors	359,191	70,571
Total capital work-in-progress - note 4.3	1,518,751	1,162,320
Total property, plant and equipment	17,201,095	17,040,334

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

Opening net book value	15,878,014	12,573,587
Additions during the period / year - note 4.2	903,515	4,744,887
Revaluation	-	450,908
Disposals during the period / year - note 4.2	(455)	(13,712)
Depreciation charge during the period / year	(1,098,730)	(1,877,656)
Closing net book value	15,682,344	15,878,014

4.2 Following is the cost of operating fixed assets that have been added / disposed off during the six months ended December 31, 2016:

	Additions / Transfers		Disposals at net book value	
	December 31, 2016 (Unaudited)	June 30, 2016 (Audited)	December 31, 2016 (Unaudited)	June 30, 2016 (Audited)
Freehold land	-	22,713	-	-
Lime beds on freehold land	-	92,052	-	39
Buildings on freehold land	-	42,856	-	-
Buildings on leasehold land	36,393	832,025	-	6,966
Plant and machinery	832,939	3,685,378	-	5,665
Rolling stock and vehicles	-	4,347	(455)	622
Furniture and equipment	34,183	65,516	-	420
Total	903,515	4,744,887	(455)	13,712

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

Opening balance	1,162,320	1,662,776
Addition during the period / year - note 4.4	1,229,357	4,183,925
	2,391,677	5,846,701
Transferred to operating fixed assets	(872,926)	(4,684,381)
Closing balance	1,518,751	1,162,320

4.4 Additions to plant and machinery include transfer from capital work-in-progress. It also includes borrowing cost for various projects amounting to:

14,004 132,085

5 Intangible assets

Intangible assets - at net book value - note 5.1

13,694 16,460

5.1 Addition to intangible assets:

1,068 9,724

6 Long-term investments

Unquoted

Subsidiaries

- ICI Pakistan PowerGen Limited (wholly owned) - note 6.1
7,100,000 ordinary shares (June 30, 2016: 7,100,000) of PKR 100 each
Provision for impairment loss

710,000	710,000
(209,524)	(209,524)
500,476	500,476

- Cirin Pharmaceuticals (Private) Limited (wholly owned) - note 6.2
112,000 ordinary shares of PKR 100 each and premium of PKR 8,661.61 per share

981,300 -

Associate

- NutriCo Pakistan (Private) Limited (40% ownership)
200,000 ordinary shares (June 30, 2016: 200,000 shares) of PKR 1,000 each and premium of PKR 3,800 per share

960,000 960,000

Others

Equity security available for sale
- Arabian Sea Country Club Limited

2,500 2,500

2,444,276 1,462,976

	December 31, 2016 (Unaudited)	June 30, 2016 (Audited)
6.1 As of the balance sheet date, the value of the Company's investment on the basis of net assets of ICI Pakistan PowerGen Limited (PowerGen) as disclosed in its unaudited condensed interim financial statements:	739,912	831,156
6.2 On 23rd December, 2016, the Company acquired 100% voting shares of Cirin Pharmaceuticals (Private) Limited ("Cirin") against a net consideration of PKR 981.300 million. Cirin is involved in manufacturing and sales of pharmaceutical products.		
As of the balance sheet date, there is no material adjustment required to the carrying amount stated in financial statements.		
7 Long-term loans		
Considered Good		
Due from executives and employees	477,036	459,221
Current portion shown under loans and advances	<u>(108,190)</u>	<u>(102,891)</u>
	<u>368,846</u>	<u>356,330</u>
8 Stock-in-trade		
It includes items carried at net realisable value of PKR 356.516 million (June 30, 2016: PKR 338.822) million on which reversal of PKR 18.589 million (June 30, 2016: PKR 10.999 expense) was recognised during the period / year.		
9 Long-term loans		
Long term loans - note 9.1	4,824,147	4,046,369
Current portion shown under current liabilities	<u>(416,180)</u>	<u>(393,783)</u>
	<u>4,407,967</u>	<u>3,652,586</u>
9.1 Opening balance	4,046,369	2,449,498
Obtained during the period / year	1,000,000	2,552,427
Repaid during the period / year	<u>(222,222)</u>	<u>(955,556)</u>
Closing balance- note 9.2	<u>4,824,147</u>	<u>4,046,369</u>
9.2 There is no material change in the amounts and disclosures made in the annual financial statements with regard to long term loans except that the Company availed a further long term loan based on Diminishing Musharaka amounting to PKR 1,000 million @ 6MKIBOR + 0.05% The markup is payable on semi annual basis.		
10 Deferred tax liability - net		
Deductible temporary differences		
Provisions for retirement benefits, doubtful debts and others	(247,344)	(239,276)
Retirement funds provision	<u>(19,491)</u>	<u>(19,491)</u>
Taxable temporary differences		
Property, plant and equipment	1,647,606	1,689,556
	<u>1,380,771</u>	<u>1,430,789</u>
11 Short-term borrowings and running finance		
Export refinance - mark-up: SBP rate + 0.25% per annum	332,943	388,741
Money market	500,000	300,000
Short-term running finance - secured	<u>467,303</u>	<u>1,275,892</u>
	<u>1,300,246</u>	<u>1,964,433</u>
12 Contingencies and commitments		
12.1 Claims against the Company not acknowledged as debts are as follows:		
Local bodies	1,100	1,100
Others	<u>16,148</u>	<u>28,529</u>
	<u>17,248</u>	<u>29,629</u>
12.2 There are no material changes in the status of custom duty, income tax and sales tax contingencies as reported in the annual audited financial statements of the Company.		
12.3 Commitments in respect of capital expenditure (including light ash and coal & steam generation project of Soda Ash)	<u>2,631,482</u>	<u>2,193,478</u>
12.4 Commitments for rentals under operating lease / ljarah contracts in respect of vehicles are as follows:		
Year		
2016-17	36,327	64,050
2017-18	56,714	44,247
2018-19	44,146	28,227
2019-20	24,325	6,550
2020-21	<u>4,266</u>	<u>-</u>
	<u>165,778</u>	<u>143,074</u>
Payable not later than one year	36,327	64,050
Payable later than one year but not later than five years	<u>129,451</u>	<u>79,024</u>
	<u>165,778</u>	<u>143,074</u>

13 Operating Segment results (Unaudited)

Amounts in PKR '000

	Polyester				Soda Ash				Life Sciences				Chemicals				Company			
	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015
Turnover - note 13.1, 13.2 & 13.3	3,870,781	7,156,885	3,620,281	6,954,682	3,623,163	6,921,265	3,453,026	6,710,612	3,402,858	6,312,323	2,944,529	5,081,689	1,152,804	2,233,765	1,023,143	2,122,272	12,048,884	22,620,918	11,038,791	20,865,574
Sales tax	-	-	(105,460)	(202,593)	(508,549)	(959,114)	(476,548)	(931,687)	(48,862)	(66,169)	(46,700)	(74,219)	(130,845)	(242,941)	(110,182)	(227,754)	(688,256)	(1,268,224)	(738,890)	(1,436,253)
Commission and discounts	(96,889)	(175,062)	(94,378)	(208,193)	(245,567)	(441,693)	(178,648)	(306,303)	(597,950)	(1,026,907)	(379,421)	(684,793)	(37,478)	(71,513)	(85,797)	(166,483)	(977,884)	(1,715,175)	(738,244)	(1,365,772)
	(96,889)	(175,062)	(199,838)	(410,786)	(754,116)	(1,400,807)	(655,196)	(1,237,990)	(646,812)	(1,093,076)	(426,121)	(759,012)	(168,323)	(314,454)	(195,979)	(394,237)	(1,666,140)	(2,983,399)	(1,477,134)	(2,802,025)
Net turnover	3,773,892	6,981,823	3,420,443	6,543,896	2,869,047	5,520,458	2,797,830	5,472,622	2,756,046	5,219,247	2,518,408	4,322,677	984,481	1,919,311	827,164	1,728,035	10,382,744	19,637,519	9,561,657	18,063,549
Cost of sales - note 13.1 and 14	(3,769,360)	(6,942,549)	(3,544,028)	(6,807,575)	(1,958,415)	(3,860,708)	(1,880,375)	(3,700,098)	(1,933,351)	(3,687,379)	(1,813,252)	(3,101,430)	(778,417)	(1,512,685)	(649,625)	(1,358,401)	(8,438,821)	(16,000,001)	(7,885,092)	(14,963,823)
Gross profit	4,532	39,274	(123,585)	(263,679)	910,632	1,659,750	917,455	1,772,524	822,695	1,531,868	705,156	1,221,247	206,064	406,626	177,539	369,634	1,943,923	3,637,518	1,676,565	3,099,726
Selling and distribution expenses	(56,653)	(104,310)	(55,475)	(129,297)	(68,325)	(132,874)	(79,945)	(152,488)	(435,673)	(820,216)	(311,084)	(593,027)	(75,429)	(159,181)	(65,363)	(136,203)	(636,080)	(1,216,581)	(511,867)	(1,011,015)
Administration and general expenses	(76,758)	(143,715)	(68,688)	(138,302)	(62,331)	(120,745)	(58,374)	(116,282)	(72,184)	(152,237)	(59,199)	(118,039)	(33,622)	(70,587)	(34,372)	(68,077)	(244,895)	(487,284)	(220,633)	(440,700)
Operating result	(128,879)	(208,751)	(247,748)	(531,278)	779,976	1,406,131	779,136	1,503,754	314,838	559,415	334,873	510,181	97,013	176,858	77,804	165,354	1,062,948	1,933,653	944,065	1,648,011

Amounts in PKR '000

	For the 3 months ended December 31, 2016	For the 6 months ended December 31, 2016	For the 3 months ended December 31, 2015	For the 6 months ended December 31, 2015
	(Unaudited)			
13.1 Turnover				
Inter-segment sales and purchases have been eliminated from the total.	722	3,320	2,188	3,681
13.2 Transactions among the business segments are recorded at arm's length prices using admissible valuation methods.				
13.3 Turnover includes export sales made to various countries amounting to:	139,003	353,606	193,027	340,264
14 Cost of sales				
Opening stock of raw and packing materials	2,189,951	2,258,116	2,089,132	2,056,724
Purchases	4,224,018	8,183,152	3,938,141	8,001,062
	6,413,969	10,441,268	6,027,273	10,057,786
Closing stock of raw and packing materials	(2,240,515)	(2,240,515)	(1,859,684)	(1,859,684)
Raw and packing materials consumption	4,173,454	8,200,753	4,167,589	8,198,102
Manufacturing costs	2,169,450	4,303,220	2,076,314	4,071,709
	6,342,904	12,503,973	6,243,903	12,269,811
Opening stock of work-in-process	121,656	140,179	103,250	96,034
	6,464,560	12,644,152	6,347,153	12,365,845
Closing stock of work-in-process	(131,252)	(131,252)	(117,108)	(117,108)
Cost of goods manufactured	6,333,308	12,512,900	6,230,045	12,248,737
Opening stock of finished goods	3,144,216	2,898,451	2,819,962	2,769,008
Finished goods purchased	2,049,770	3,677,123	1,203,012	2,314,005
	11,527,294	19,088,474	10,253,019	17,331,750
Closing stock of finished goods	(3,088,473)	(3,088,473)	(2,367,927)	(2,367,927)
Cost of Sales	8,438,821	16,000,001	7,885,092	14,963,823
15 Taxation				
Current	248,035	534,048	283,584	442,485
Deferred	18,610	(50,018)	(65,008)	(91,534)
	266,645	484,030	218,576	350,951
16 Cash flows from operations				
Profit before taxation			2,019,864	1,656,063
Adjustments for:				
Depreciation and amortisation			1,102,561	929,933
(Gain) / loss on disposal of operating fixed assets			(605)	5,649
Provision for non-management staff gratuity and eligible retired employees' medical scheme			15,950	7,180
Provision for staff retirement benefit plan			13,514	23,442
Dividend from Subsidiary			(125,000)	(150,000)
Dividend from Associate			(280,000)	(180,000)
Interest expense			195,227	169,575
Provision / (reversal) for slow moving and obsolete stock-in-trade			29,320	(1,925)
Provision for doubtful trade debts			27,389	16,312
Provision for slow moving and obsolete stores, spares and consumables			-	7,193
			2,998,220	2,483,422
Movement in:				
Working capital - note 16.1			(114,464)	(723,399)
Long-term loans			(12,517)	(16,255)
Long-term deposits and prepayments			771	(325)
Cash generated from operations			2,872,010	1,743,443
16.1 Movement in working capital				
(Increase) / decrease in current assets				
Stores, spares and consumables			(66,578)	(105,312)
Stock-in-trade			(192,814)	578,972
Trade debts			(274,665)	(530,429)
Loans and advances			(36,997)	(30,704)
Trade deposits and short-term prepayments			(16,041)	(28,998)
Other receivables			(103,470)	18,138
			(690,565)	(98,333)
Increase / (decrease) in current liabilities				
Trade and other payables			576,101	(625,066)
			(114,464)	(723,399)

17 Transactions with related parties

The related parties comprise the holding company (Lucky Holding Limited), the ultimate parent company (Lucky Cement Limited) and related group companies, associated company, subsidiary company, directors of the Company, companies where directors also hold directorship, key employees and staff retirement funds. Details of transactions with related parties, other than those which have been specifically disclosed elsewhere in these unconsolidated financial statements are as follows:

Relationship with the company	Nature of Transaction	For the	For the	For the	For the
		3 months ended December 31, 2016	6 months ended December 31, 2016	3 months ended December 31, 2015	6 months ended December 31, 2015
Holding Company	Royalty	66,429	125,023	62,183	120,165
	Dividend	620,967	620,967	448,476	448,476
Subsidiary Companies PowerGen	Purchase of electricity	133,499	251,752	49,866	131,425
	Provision of services and other receipts	495	990	495	990
	Sale of goods and material	-	221	-	896
	Dividend income	125,000	125,000	150,000	150,000
Cirin	Investment in subsidiary	981,300	981,300	-	-
Associated Companies	Purchase of goods, materials and services	42,745	53,907	58,873	70,690
	Sale of goods and materials	406,298	771,406	344,079	726,038
	Reimbursement of expenses	24,897	41,873	17,613	31,990
	Dividend paid to associate	99,523	99,523	71,878	71,878
	Dividend income from associate	160,000	280,000	105,000	180,000
Others	Staff retirement benefits	41,386	87,844	55,074	89,375
Key management personnel	Remuneration paid	48,823	151,854	44,126	124,608
	Post employment benefits	7,820	15,025	7,791	15,128

18 Estimates

Judgments and estimates made by the management in the preparation of the condensed interim unconsolidated financial statements were the same as those applied to the financial statements as at and for the year ended June 30, 2016.

19 New amended and revised standards and interpretations of IFRSs

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those of the previous financial year except as follows:

The Company has adopted the following amendment to IFRSs which became effective for the current period:

IFRS 10 – Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 27 Separate Financial Statements: Investment Entities: Applying the Consolidation Exception (Amendment)
 IFRS 11 – Joint Arrangements: Accounting for Acquisition of Interest in Joint Operation (Amendment)
 IAS 1 – Presentation of Financial Statements: Disclosure Initiative (Amendment)
 IAS 16 – Property, Plant and Equipment and IAS 38 Intangible Assets: Clarification of Acceptable Method of Depreciation and Amortization (Amendment)
 IAS 16 – Property, Plant and Equipment and IAS 41 Agriculture: 'Agriculture - Bearer Plants (Amendment)
 IAS 27 – Separate Financial Statements: Equity Method in Separate Financial Statements (Amendment)

The adoption of the above amendment to accounting standards did not have any effect on the condensed interim financial statements.

In addition to the above standards and amendments, improvements to various accounting standards have also been issued by the IASB. The Company expects that such improvements to the standards do not have any material impact on the Company's financial statements for the period.

20 Financial risk management

The Company's financial risk management objective and policies are consistent with that disclosed in the represented financial statements as at and for the year ended June 30, 2016.

21 Post balance sheet - dividend

The Directors in their meeting held on January 24, 2017 have recommended and approved an interim cash dividend of PKR 8.00 per share in respect of six months ended December 31, 2016 (December 2015: PKR 6.50 per share). The condensed interim unconsolidated financial statements for the six months ended December 31, 2016 do not include the effect of the above interim dividend which will be accounted for in the period in which it is approved.

22 Date of authorisation

The condensed interim unconsolidated financial information was authorised for issue in the Board of Directors meeting held on January 24, 2017.

23 General

23.1 Figures have been rounded off to the nearest thousand rupees except as stated otherwise.

Muhammad Sohail Tabba
Chairman / Director

Asif Jooma
Chief Executive

Muhammad Abid Ganatra
Chief Financial Officer