

Cultivating Growth

ICI Pakistan Limited
Report for the Quarter & Nine Months
Ended March 31, 2014



ICI PAKISTAN

Contents

ICI Pakistan Limited

Company Information	2
Review of the Directors	3
Condensed Interim Unconsolidated Balance Sheet	7
Condensed Interim Unconsolidated Profit and Loss Account	8
Condensed Interim Unconsolidated Statement of Comprehensive Income	10
Condensed Interim Unconsolidated Cash Flow Statement	11
Condensed Interim Unconsolidated Statement of Changes in Equity	12
Notes to the Condensed Interim Unconsolidated Financial Information	13

Condensed Interim Consolidated Financial Information

Review of the Directors for ICI Pakistan Group	22
Condensed Interim Consolidated Balance Sheet	23
Condensed Interim Consolidated Profit and Loss Account	24
Condensed Interim Consolidated Statement of Comprehensive Income	26
Condensed Interim Consolidated Cash Flow Statement	27
Condensed Interim Consolidated Statement of Changes in Equity	28
Notes to the Condensed Interim Consolidated Financial Information	29

Company Information

Board of Directors

M Yunus Tabba	Chairman (Non-Executive)	Asif Jooma	Chief Executive
M Ali Tabba	Vice Chairman (Non-Executive)	Khawaja Iqbal Hassan	Independent
M Sohail Tabba	Non-Executive	M Abid Ganatra	Executive
Amina A Aziz Bawany	Non-Executive		

Board Sub Committees:

Audit Committee

Khawaja Iqbal Hassan	Chairman
M Ali Tabba	Member
M Sohail Tabba	Member

HR & Remuneration Committee

M Ali Tabba	Chairman
M Sohail Tabba	Member
Asif Jooma	Member
Khawaja Iqbal Hassan	Member

Chief Financial Officer

M Abid Ganatra

Company Secretary

Saima Kamila Khan

Executive Management Team

Asif Jooma	Chief Executive	M Asif Malik	Vice President Life Sciences Business
Fathema Zuberi	General Manager, Human Resources	Saima Kamila Khan	General Counsel & Company Secretary
M Abid Ganatra	Chief Financial Officer	Suhail Aslam Khan	Vice President, Polyester & Soda Ash Businesses
M A Samie Cashmiri	General Manager, Chemicals and Strategy	Syed Iqbal Haider	General Manager, Technical

Bankers

Allied Bank Limited
Askari Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
Citibank N.A.
Deutsche Bank AG
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited

HSBC Bank Middle East Limited
HSBC Bank Oman S.A.O.G
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
NIB Bank Limited
Samba Bank Limited
Standard Chartered Bank (Pakistan) Limited
United Bank Limited

Auditors

Internal Auditors
KPMG Taseer Hadi & Co.,
Chartered Accountants

External Auditors
Ernst & Young Ford Rhodes Sidat Hyder & Co,
Chartered Accountants

Registered Office

ICI House, 5 West Wharf, Karachi-74000
Tel # 111-100-200, (021) 32313717-22
Fax # 32311739
Website: www.ici.com.pk

Shares Registrar

FAMCO Associates (Pvt) Ltd
8-F, Next to Hotel Faran,
Nursery, Block-6 .P.E.C.H.S.
Shahra-e-Faisal, Karachi
Tel: (021) 34380101-2
Fax : (021) 34380106

Review of the Directors

For the Quarter & Nine Months Ended March 31, 2014

The Directors are pleased to present their review together with the un-audited financial statements of the Company for the quarter and nine months ended March 31, 2014.

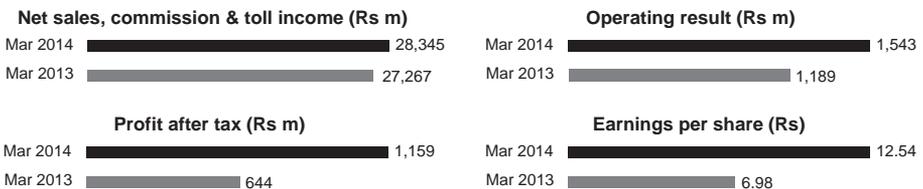
Net sales income for the quarter at Rs 9,727 million is 4% higher than the same period last year with strong performance by the Soda Ash Business and export of Polyurethane to the UAE by the Chemicals Business. Operating result for the quarter at Rs 442 million is 18% higher compared to the same period last year mainly due to higher sales in the Soda Ash and Chemicals Businesses which were partially offset by the weaker performance of Polyester and Life Sciences Businesses compared to the same period last year.

Net sales income for the nine months at Rs 28,345 million is 4% higher than the same period last year primarily due to higher sales in the Soda Ash, Life Sciences and Chemicals Businesses. Operating result for the period at Rs 1,543 million is 30% higher compared to the same period last year driven mainly by cost optimization initiatives and operating efficiency improvements in the Soda Ash Business. The Life Sciences and Chemicals Business performance was positively impacted as a consequence of growth across all segments and cost control measures.

The net profit after tax for the nine months of Rs 1,159 million is 80% above the same period last year.

Earnings per share for the nine months ended March 31, 2014, at Rs 12.54 is correspondingly 80% higher as compared to the same period last year.

	Quarter Ended March 31		Nine Months Ended March 31	
	2014	2013	2014	2013
Net sales income (Rs m)	9,727	9,315	28,345	27,267
Profit before taxation (Rs m)	487	265	1,424	989
Profit after taxation (Rs m)	393	173	1,159	644
Earnings per share (Rs)	4.26	1.88	12.54	6.98



Review of the Directors

For the Quarter & Nine Months Ended March 31, 2014

Polyester Staple Fibre Business (PSF)

Net sales, commission & toll income (Rs m)		Operating result (Rs m)	
Mar 2014	 14,336	Mar 2014	 (575)
Mar 2013	 14,790	Mar 2013	 (6)

The domestic PSF market continued to remain under pressure throughout the period under review due to oversupply in both domestic and regional markets coupled with dumping of PSF in Pakistan from China. Aggressive pricing at uneconomic levels by Chinese exporters continued to prejudice both sales volumes and pricing in the domestic industry, resulting in operational losses for the Business.

Net sales revenue declined by 3% over the corresponding period last year due to a decline in sales volumes of 3%. Margins over raw material remained considerably lower compared to the corresponding period last year along with further increases in energy costs due to the continuing shortage of gas availability. The lower volumes and increased costs resulted in an operating loss of Rs 575 million as compared to operating loss of Rs 6 million in the corresponding period last year.

The two coal based energy projects currently underway are expected to reduce the Business' reliance on gas and add value in terms of reducing energy costs. The Coal Fired Heaters are expected to come online within Q4 2013/2014 whilst the Steam Turbine project is scheduled for completion towards the end of the next financial year.

Going forward, improvement in margins will depend on the outcome of an appeal filed against the unfavorable final determination by the NTC on the removal of the provisional anti-dumping duty on Chinese exports into Pakistan. Industrial activity in the domestic textile industry will largely be driven by the Government's policy on provision of gas to the textile sector as it looks to take advantage of the GSP Plus status for exports to the European Union.

Soda Ash Business

Net sales, commission & toll income (Rs m)		Operating result (Rs m)	
Mar 2014	 6,429	Mar 2014	 1,271
Mar 2013	 5,838	Mar 2013	 522

Energy shortages continue to remain an area of concern for the Business as well as the downstream consumers of Soda Ash. The domestic supply overhang in the Soda Ash market is further exacerbated due to continued influx of low priced Soda Ash imports.

The initiatives launched by the Business in energy, cost savings and efficiency improvements helped mitigate the adverse impact of expensive fuel cost during periods of gas supply constraints. Operating result at Rs 1,271 million was therefore 144% higher than same period last year.

Review of the Directors

For the Quarter & Nine Months Ended March 31, 2014

The recently commissioned Coal Fired Boilers at Khewra continue to deliver value to the Business. Post-commissioning teething issues faced during the quarter are being resolved in consultation with the equipment supplier. The power generating unit of this project is expected to be operational within Q4 of the current financial year.

In the near term, gas supply issues, challenging trading conditions and dumping of Soda Ash into Pakistan remain key concerns for the Business.

Life Sciences Business

Net sales, commission & toll income (Rs m)		Operating result (Rs m)	
Mar 2014	4,874	Mar 2014	599
Mar 2013	4,354	Mar 2013	480

Net sales income of the Business is 12% higher than same period last year led by the Pharmaceuticals and Agri Divisions which posted double digit growth. The Business re-entered the Agro-Chemicals industry during this period, which has added top line growth. Pharma sales were higher driven mainly by Cardiovascular & Oncology therapeutic areas, while sales of the Agri Division benefited from higher Seeds and Vegetable Seeds sales. The Animal Health segment sales also grew during the period with higher livestock sales that partially helped mitigate lower sales to the poultry segment.

The operating result of the Business for the current period is 25% above same period last year primarily due to higher sales and sharper cost control.

In line with the Business' plan to consolidate the manufacturing of Animal Health products at one location, it was planned to lease a manufacturing facility. This arrangement could not be concluded due to the Central Licensing Board's decision to not grant a transfer of license due to regulatory constraints consequently resulting ICI Pakistan Limited to obtain a new Drug Manufacturing License. The decision to not proceed was based on structural and technical issues related to obtaining a new license. The Business is now evaluating alternate options for leased, rented or own manufacturing facility. This change will not impact the availability of Company's marketed Animal Health products. The Seed Processing Plant at Sahiwal has commenced trial production and is scheduled to be operating at full capacity by the end of the year. The Business expects to strengthen its existing portfolio in the next quarter and continue to launch new products in the Agro-Chemicals, Pharmaceuticals and Animal Health segments while exploring opportunities for organic and inorganic growth.

Review of the Directors

For the Quarter & Nine Months Ended March 31, 2014

Chemicals Business



Net sales income for the nine months at Rs 2,709 million is 17% higher on the back of higher sales volume. Consequently, the operating result at Rs 249 million is higher by 29% as the focus on volume growth, margin management, and cost efficiency yielded positive results.

The economic environment is expected to improve further as macroeconomic steps taken by the Government for stabilization of the Rupee and inflation gain traction.

The outlook for the upcoming quarter remains positive as most of the service segments will be at peak seasonal demand.

New Initiatives

During the quarter ended March 31, 2014, ICI Pakistan executed a Memorandum of Understanding (MoU) with Unibrands (Private) Limited to participate in their existing business of marketing and distribution of Morinaga Milk Industry Company Limited Japan's range of infant formula and nutrition products in Pakistan. This partnership is expected to position the Company to leverage the opportunities presented by the high growth food and nutrition sector in Pakistan. The due diligence process along with a financial evaluation is at a final stage of completion and the Joint Venture is expected to take effect by the end of the current financial year.

Future Outlook

Going forward, dumping of PSF and Soda Ash at uneconomical prices and the energy crisis will continue to pose a challenge for the Company. The Company remains focused on customers, energy conservation and cost reduction initiatives. The projects aimed at improving conversion efficiencies and productivity are expected to yield positive results in the Company's performance going forward.

Muhammad Yunus Tabba
Chairman / Director

April 16, 2014
Karachi

Asif Joorna
Chief Executive

Condensed Interim Unconsolidated Balance Sheet (Unaudited)

As at March 31, 2014

Amounts in Rs '000

	Note	March 31, 2014	June 30, 2013
ASSETS			
Non-Current Assets			
Property, plant and equipment	4	11,590,422	10,550,038
Intangible assets	5	16,617	45,123
		11,607,039	10,595,161
Long-term investments	6	502,976	502,976
Long-term loans	7	230,107	199,063
Long-term deposits and prepayments		29,298	33,338
		762,381	735,377
		12,369,420	11,330,538
Current Assets			
Stores, spares and consumables		600,516	558,736
Stock-in-trade	8	4,988,570	4,573,275
Trade debts		1,255,964	865,690
Loans and advances		240,919	158,716
Trade deposits and short-term prepayments		166,950	156,512
Other receivables		1,260,344	1,096,823
Taxation - net		1,704,399	1,474,066
Cash and bank balances		541,433	730,349
		10,759,095	9,614,167
Total Assets		23,128,515	20,944,705

EQUITY AND LIABILITIES

Share Capital and Reserves

Authorised capital 1,500,000,000 (June 30, 2013: 1,500,000,000) ordinary shares of Rs 10 each		15,000,000	15,000,000
Issued, subscribed and paid-up capital 92,359,050 (June 30, 2013: 92,359,050) ordinary shares of Rs 10 each		923,591	923,591
Capital reserves		309,643	309,643
Revenue reserves - Unappropriated profit		9,772,743	8,555,755
Total Equity		11,005,977	9,788,989
Surplus on Revaluation of Property, Plant and Equipment		640,101	698,536

LIABILITIES

Non-Current Liabilities

Provisions for non-management staff gratuity and eligible retired employees' medical scheme		107,686	119,392
Long-term loan	9	2,553,693	1,887,026
Deferred tax liability - net	10	1,201,761	1,101,111
		3,863,140	3,107,529

Current Liabilities

Current Portion of Long-term loan		733,333	-
Trade and other payables		6,245,386	4,695,102
Short-term borrowings and running finance	11	640,578	2,654,549
		7,619,297	7,349,651

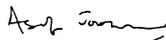
Contingencies and Commitments

	12		
Total Equity and Liabilities		23,128,515	20,944,705

The annexed notes from 1 to 21 form an integral part of the condensed interim unconsolidated financial information.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Condensed Interim Unconsolidated Profit and Loss Account (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Polyester				Soda Ash			
For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated

Turnover - note 13

	4,941,910	14,941,970	4,948,562	14,996,855	2,850,717	7,856,027	2,318,970	6,948,315
Sales tax	(96,912)	(293,030)	(33,367)	(33,367)	(402,442)	(1,109,619)	(305,898)	(919,459)
Commission and discounts to distributors and customers	(103,389)	(312,478)	(58,116)	(173,853)	(126,052)	(317,494)	(61,610)	(190,461)
	(200,301)	(605,508)	(91,483)	(207,220)	(528,494)	(1,427,113)	(367,508)	(1,109,920)
Net sales, commission and toll income	4,741,609	14,336,462	4,857,079	14,789,635	2,322,223	6,428,914	1,951,462	5,838,395
Cost of sales - note 13 and 14	(4,693,998)	(14,488,644)	(4,793,103)	(14,436,818)	(1,931,749)	(4,804,115)	(1,788,861)	(4,956,757)
Gross profit	47,611	(152,182)	63,976	352,817	390,474	1,624,799	162,601	881,638
Selling and distribution expenses	(16,867)	(50,736)	(17,649)	(53,239)	(28,036)	(95,175)	(26,574)	(77,042)
Administration and general expenses	(125,962)	(372,574)	(65,210)	(305,162)	(87,113)	(258,960)	(51,040)	(282,982)
Operating result	(95,218)	(575,492)	(18,883)	(5,584)	275,325	1,270,664	84,987	521,614

Financial charges

Workers' profit participation fund

Workers' welfare fund

Other operating charges

Other operating income

Profit before taxation

Taxation - note 15

Profit for the period

Basic and diluted earnings per share

The annexed notes from 1 to 21 form an integral part of the condensed interim unconsolidated financial information.

**Condensed Interim Unconsolidated
Statement of Comprehensive Income (Unaudited)**
For the Quarter and Nine Months Period Ended March 31, 2014

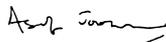
Amounts in Rs '000

	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated
Profit for the period	393,173	1,158,554	173,493	644,427
Items not to be reclassified to profit or loss in subsequent periods:				
Actuarial gains on defined benefit plans	-	-	-	52,782
Tax effect	-	-	-	(18,474)
	-	-	-	34,308
Recognized actuarial losses	-	-	-	(62,301)
Tax effect	-	-	-	21,805
	-	-	-	(40,496)
Total comprehensive income for the period	393,173	1,158,554	173,493	638,239

The annexed notes from 1 to 21 form an integral part of the condensed interim unconsolidated financial information.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Condensed Interim Unconsolidated Cash Flow Statement (Unaudited)

For the Nine Months Period Ended March 31, 2014

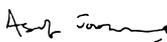
Amounts in Rs '000

	March 31, 2014	March 31, 2013 Restated
Cash Flows from Operating Activities		
Profit before taxation	1,423,721	988,537
Adjustments for:		
Depreciation and amortisation	950,018	821,183
Loss / (Gain) on disposal of property, plant and equipment	13,040	(13,799)
Provision for non-management staff gratuity and eligible retired employees' medical scheme	12,082	38,647
Provision for Staff retirement Benefit Plan	35,090	114,123
Mark-up on bank deposits and on loan / stand-by facility to subsidiary	-	(35,324)
Interest / mark-up expense	274,432	150,137
	2,708,383	2,063,504
Movement in:		
Working capital	317,462	(5,236,059)
Long-term loans	(31,044)	(12,649)
Long-term deposits and prepayments	4,040	(13,321)
Cash generated from / (used in) operations	2,998,841	(3,198,525)
Payments for :		
Non-management staff gratuity and eligible retired employees' medical scheme	(23,790)	(14,071)
Staff Retirement Benefit Plan	(34,839)	(172,328)
Taxation	(394,850)	(763,492)
Interest / mark-up	(226,167)	(131,046)
Profit / mark-up received on bank deposits	-	14,318
Net cash generated from / (used in) operating activities	2,319,195	(4,265,144)
Cash Flows from Investing Activities		
Payments for capital expenditure	(1,901,297)	(1,464,107)
Proceeds from disposal of property, plant and equipment	7,564	20,538
Profit / mark-up received from subsidiary	-	42,675
Loan / standby finance facility to subsidiary company - net	-	22,221
Net cash used in investing activities	(1,893,733)	(1,378,673)
Cash Flows from Financing Activities		
Long-term borrowings	1,400,000	887,026
Dividend paid	(407)	(323,257)
Net cash generated from / (used in) financing activities	1,399,593	563,769
Net increase / (decrease) in cash and cash equivalents	1,825,055	(5,080,048)
Cash and cash equivalents at July 1	(1,924,200)	2,094,785
Cash and cash equivalents at March 31	(99,145)	(2,985,263)
Movement in Working Capital (Increase) / decrease in current assets		
Stores, spares and consumables	(41,780)	(59,555)
Stock-in-trade	(415,295)	(727,961)
Trade debts	(390,274)	(204,789)
Loans and advances	(82,203)	(52,438)
Trade deposits and short-term prepayments	(10,689)	(85,167)
Other receivables	(163,521)	(622,105)
	(1,103,762)	(1,752,015)
Increase / (Decrease) in current liability		
Trade and other payables	1,421,224	(3,484,044)
	317,462	(5,236,059)
Cash and cash equivalents at March 31 comprise of:		
Cash and bank balances	541,433	801,482
Short-term borrowings and running finance	(640,578)	(3,786,745)
Cash and bank balances	(99,145)	(2,985,263)

The annexed notes from 1 to 21 form an integral part of the condensed interim unconsolidated financial information.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Condensed Interim Unconsolidated Statement of Changes in Equity (Unaudited)

For the Nine Months Period Ended March 31, 2014

Amounts in Rs '000

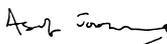
	Issued, subscribed and paid-up share capital	Capital reserves	Unappropriated profit	Total
Balance as on July 1, 2012 - restated	923,591	309,643	7,590,114	8,823,348
Interim Dividend for the year 2012 @ Rs 3.50 per share *	-	-	(323,257)	(323,257)
Final Dividend for the year 2012 @ Rs 2.00 per share	-	-	(184,718)	(184,718)
Profit for the nine months ended March 31, 2013	-	-	644,427	644,427
Other comprehensive income for the nine months ended - net off taxation	-	-	(6,188)	(6,188)
	-	-	130,264	130,264
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the nine months ended - net of deferred tax	-	-	69,200	69,200
	-	-	69,200	69,200
Balance as on March 31, 2013	923,591	309,643	7,789,578	9,022,812
Profit for the quarter ended June 30, 2013	-	-	514,274	514,274
Other comprehensive income for the quarter ended June 30, 2013	-	-	218,930	218,930
	-	-	733,204	733,204
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the period - net of deferred tax	-	-	32,973	32,973
	-	-	32,973	32,973
Balance as on June 30, 2013	923,591	309,643	8,555,755	9,788,989
Profit for the nine months ended March 31, 2014	-	-	1,158,554	1,158,554
Other comprehensive income for the nine months ended - net off taxation	-	-	-	-
	-	-	1,158,554	1,158,554
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the nine months ended - net of deferred tax	-	-	58,434	58,434
	-	-	58,434	58,434
Balance as on March 31, 2014	923,591	309,643	9,772,743	11,005,977

The annexed notes from 1 to 21 form an integral part of the condensed interim unconsolidated financial information.

* Interim dividend was declared post approval of demerger by High Court of Sindh on 92,359,050 shares.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

1. STATUS AND NATURE OF BUSINESS

ICI Pakistan Limited ("the Company") is incorporated in Pakistan and is listed on the Karachi, Lahore and Islamabad Stock Exchanges. 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, specialty 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 financial statements of the Company in which investment in subsidiary is stated at cost less impairment losses if any.

2. STATEMENT OF COMPLIANCE

The condensed interim unconsolidated financial information has been presented in condensed form in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting and is being submitted to shareholders in accordance with the requirements of section 245 of the Companies Ordinance, 1984. This condensed interim unconsolidated financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual financial statements as at and for the period ended June 30, 2013.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of this condensed interim unconsolidated financial information are the same as those applied in the preparation of the financial statements for the preceding period ended June 30, 2013.

4. PROPERTY, PLANT AND EQUIPMENT

	March 31, 2014	June 30, 2013
Operating fixed assets - at net book value	10,036,481	8,000,684
Capital work-in-progress - at cost		
Civil works and buildings	414,617	290,318
Plant and machinery	1,105,911	2,244,847
Advances to suppliers / contractors	33,413	14,189
	Note 4.2	
	1,553,941	2,549,354
Total property, plant and equipment	11,590,422	10,550,038

4.1 Following is the cost of operating property, plant and equipment that have been added / disposed off during the nine months ended March 31, 2014:

	Additions / Transfers		Disposals	
	March 31, 2014	June 30, 2013	March 31, 2014	June 30, 2013
Freehold Land	58,916	-	-	-
Buildings on freehold land	1,520	8,993	-	-
Buildings on leasehold land	423,466	14,383	4,060	6,911
Lime beds on freehold land	10,758	12,534	-	-
Plant and machinery	2,423,754	354,349	39,949	126,422
Vehicles	5,791	400	6,440	2,704
Furniture and equipment	51,393	14,311	1,090	315
Total	2,975,598	404,970	51,539	136,352

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

March 31, 2014	June 30, 2013
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4.2 The following is the movement in capital work-in-progress during the period

Opening balance	2,549,354	1,984,221
Add: Addition during the period	1,935,004	970,103
	4,484,358	2,954,324
Less: Tranferred to operating fixed assets	2,930,417	404,970
Closing balance	1,553,941	2,549,354

5. INTANGIBLE ASSETS

Intangible assets - at net book value - note 5.1	16,617	45,123
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5.1 This includes additions of intangible assets of Rs 2.313 million during the period.

6. LONG-TERM INVESTMENTS

Unquoted

Subsidiary - ICI Pakistan PowerGen Limited (wholly owned) - note 6.1

7,100,000 ordinary shares (June 30, 2013: 7,100,000) of Rs 100 each

Less: Provision of impairment loss recognized in December 2011 - note 6.2

710,000	710,000
209,524	209,524
500,476	500,476

Others

Equity security available for sale - Arabian Sea Country Club Limited

2,500	2,500
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Total long-term investments	502,976	502,976
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6.1 The value of the Company's investment on the basis of net assets of the Subsidiary as disclosed in the unaudited condensed interim financial information for the period ended March 31, 2014 amounted to Rs 748.208 million (June 30, 2013: Rs 640.248 million).

6.2 In 2011 the Company reviewed the future economic benefits of the Subsidiary based on its estimated future cash flows. The recoverable amount of investment was estimated based on its discounted value in use. Based on the assessment, the carrying amount of investment was determined to be Rs 209.524 million higher than the recoverable amount. However, based on assesment at last balance sheet date i.e. June 30, 2013 no further provision or reversal is required.

7. LONG-TERM LOANS - Considered Good

Due from Directors, Executives and Employees - note 7.1	320,841	268,904
Less: Current portion shown under current assets		
Due from Directors, Executives and Employees - note 7.1	90,734	69,841
Total long-term loans	230,107	199,063

7.1 Loans for the purchase of motor cars and house building assistance and are repayable between two to ten years. These loans are interest free and granted to the employees including Executives of the Company in accordance with their terms of employment.

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

8. STOCK-IN-TRADE

Reversal of impairment of inventory is booked in the current period by Rs. 5.583 million to bring inventory at its net realizable value of Rs. 242.102 million

March 31, 2014	June 30, 2013
-------------------	------------------

9. LONG-TERM LOANS - note 9.1, 9.2 & 9.3	2,553,693	1,887,026
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9.1 Long-Term Financing Facilities

From banking companies / financial institutions:

Faysal Bank Limited	343,591	343,591
Habib Bank Limited	543,435	543,435
	887,026	887,026

The Company has obtained long term finance facility (LTFF) for imported and locally manufactured plant and machinery from Faysal Bank Limited of Rs. 343.591 million (limit: Rs. 500 million) and Habib Bank Limited of Rs. 543.435 million (limit: Rs 1,000 million) for a period of 7 years (including 2 year grace period), with the principal payable on semi annual basis. The markup is chargeable at fixed rate ranging from 9.65% to 9.85% payable on quarterly basis. These facilities are secured against first pari passu hypothecation charge on the Property, Plant and Equipment (PPE) of the Company's Soda Ash Business. The loans have been refinanced by the State Bank of Pakistan under long term finance facility (LTFF) for Export Oriented Projects.

9.2 Islamic Term Finance

From banking companies / financial institutions:

Standard Chartered Bank (Pakistan) Limited	1,000,000	1,000,000
Less: Principal paid	100,000	-
Less: Current Portion of Long Term Loan	400,000	-
	500,000	1,000,000

The Company has obtained long-term finance for Rs 1,000 million from Standard Chartered Bank (Pakistan) Limited under Islamic Diminishing Musharaka upto a limit of Rs.1,000 million for a period of 3 years (including 6 month grace period). The rental payment is charged at relevant KIBOR plus 0.25% p.a. payable on semi annual basis. This facility is initially secured by a ranking charge to be subsequently replaced by a first pari passu hypothecation charge on the present and future fixed assets of the Company's Polyester Business located at Sheikhpura.

Meezan Bank Limited	500,000	-
Less: Current Portion of Long-Term Loan	166,667	-
	333,333	-

The Company has obtained long-term loan for Rs 500 million from Meezan Bank Limited under Islamic Diminishing Musharaka upto a limit of Rs. 500 million for a period of 3 years (including 9 month grace period). The rental payment is charged at relevant KIBOR plus 0.25% p.a. payable on quarterly basis. This facility is initially secured by a ranking charge to be subsequently replaced by a first pari passu hypothecation charge on the present and future Plant, Machinery and Equipment of the Company's Soda Ash Business located at Khewra.

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

March 31, 2014	June 30, 2013
-------------------	------------------

9.3 Long-Term Loans

Allied Bank Limited	1,000,000	-
Less: Current Portion of Long Term Loan	166,666	-
	833,334	-

The Company has obtained long-term loan for Rs 1,000 million from Allied Bank Limited under Long-Term Loan upto a limit of Rs. 1,000 million for a period of 4 years (including 1 year grace period). The rental payment is charged at relevant KIBOR plus 0.25% p.a. payable on quarterly basis. This facility is secured by a first pari passu hypothecation charge on the present and future Plant, Machinery & Equipment of the Company's Soda Ash Business located at Khewra.

10 DEFERRED TAX LIABILITY

This comprises of the following:

Deferred tax liability

Difference in tax and accounting bases of fixed assets	1,591,051	1,496,289
Deferred tax assets		
Retirement fund provision routed through OCI	(93,508)	(93,508)
Provisions	(295,782)	(301,670)
	1,201,761	1,101,111

11 SHORT-TERM BORROWINGS & RUNNING FINANCE

- note 11.1, 11.2 & 11.3

640,578 2,654,549

Short-term borrowings and running finance facility from various banks aggregated to Rs. 4,921 million (June 30, 2013: Rs. 4,715 million) and carry mark-up during the period of relevant KIBOR + 0.20% to 1.00% per annum with a weighted average markup rate of relevant KIBOR + 0.23% as at March 31, 2014 on utilized limits (June 30, 2013: relevant KIBOR + 0.40% to 0.75% per annum with an average markup rate of relevant KIBOR + 0.43% on utilized limits). These facilities are secured by hypothecation charge over the present and future stock-in-trade and book debts of the Company.

11.1 Short-Term Borrowings

- 2,126,000

There are no short-term borrowings utilized as at current period end (June 30, 2013: Rs. 2,126 million at relevant KIBOR + 0.20% to 0.40%).

11.2 Export Refinance

170,000 130,000

The Company has export refinance facility of Rs. 200 million (June 30, 2013: Rs. 200 million) available from Faysal Bank Limited as at March 31, 2014 out of which Rs. 170 million was utilized (June 30, 2013: Rs. 130 million). The export refinance facility carries mark-up at SBP rate + 0.25% per annum.

The above export refinance facility is secured by first pari passu hypothecation charge over the present and future stock-in-trade and book debts of the Company.

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

March 31, 2014	June 30, 2013
-------------------	------------------

11.3 Short Term Running Finance - Secured **470,578** 398,549

The above short term running finance is secured by first pari passu hypothecation charge as mentioned in note 11.

12. CONTINGENCIES AND COMMITMENTS

12.1 Claims against the Company not acknowledged as debts are as follows:

Local bodies	32,261	12,735
Others	28,288	28,288
Total	60,549	41,023

12.2 There are no changes in the status of income tax contingencies as reported in the annual audited financial statements of the Company for the period ended June 30, 2013.

12.3 Guarantee issued by the Company to a bank on behalf of its subsidiary ICI Pakistan PowerGen Limited for availing funded facility. - 133,000

12.4 Commitments in respect of capital expenditure (including coal fired projects of Soda Ash & Polyester Businesses) **1,072,359** 541,987

12.5 Commitments for rentals under operating lease / Ijarah agreements in respect of vehicles are as follows:

Year		
2014	16,105	54,462
2015	61,849	43,304
2016	48,174	26,216
2017	32,993	9,013
2018	7,093	-

166,214 132,995

Payable not later than one year	62,854	54,462
Payable later than one year but not later than five years	103,360	78,533

166,214 132,995

12.6 Outstanding foreign exchange contracts as at March 31, 2014 entered into by the Company to hedge the anticipated future transactions amounted to Rs 133.287 million (June 30, 2013: Rs 1,166.117 million).

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated
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13. TURNOVER

Inter-segment sales and purchases	-	3,370	2,206	38,382
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13.1 Inter-segment sales and purchases have been eliminated from the total.

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

13.3 Turnover includes export sales of Rs 290.960 million made to various countries during the period ended March 31, 2014.

14. COST OF SALES

Opening stock of raw and packing materials	2,303,938	2,069,329	2,458,293	1,790,807
Purchases	5,529,783	16,179,507	4,813,070	15,928,199
	7,833,721	18,248,836	7,271,363	17,719,006
Closing stock of raw and packing materials	(2,355,981)	(2,355,981)	(2,137,048)	(2,137,048)
Raw and packing materials consumption	5,477,740	15,892,855	5,134,315	15,581,958
Manufacturing costs	2,310,795	5,957,538	1,995,416	5,970,795
	7,788,535	21,850,393	7,129,731	21,552,753
Opening stock of work-in-process	219,145	232,840	147,963	213,571
	8,007,680	22,083,233	7,277,694	21,766,324
Closing stock of work-in-process	(222,327)	(222,327)	(257,031)	(257,031)
Cost of goods manufactured	7,785,353	21,860,906	7,020,663	21,509,293
Opening stock of finished goods	2,403,552	2,271,107	2,775,084	1,849,562
Finished goods purchased	901,336	3,327,659	859,656	3,231,222
	11,090,241	27,459,672	10,655,403	26,590,077
Closing stock of finished goods	(2,410,264)	(2,410,264)	(2,187,822)	(2,187,822)
Cost of Sales	8,679,977	25,049,408	8,467,581	24,402,255

15. TAXATION

Current	71,070	156,369	114,151	396,422
Prior year adjustment	(15,778)	(47,335)	-	-
Deferred	38,201	156,133	(22,226)	(52,312)
	93,493	265,167	91,925	344,110

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

16. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise ultimate holding company (Lucky Cement Limited), intermediary holding company (Lucky Holdings Limited), related group companies, local 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 financial statements are as follows:

	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated
Subsidiary Company				
Purchase of goods, materials and services	310,430	836,112	262,674	798,957
Provision of services and other receipts	495	1,485	495	1,485
Return on loan to subsidiary	-	-	-	27,702
Sale of goods, materials and services	-	1,771	-	-
Associated Companies				
Purchase of goods, materials and services	2,865	4,182	46	5,256
Provision of services and other receipts	-	-	-	2,706
Sale of goods and materials	457,855	1,063,998	334,955	888,668
Royalty	70,638	207,654	-	-
Dividends	-	-	-	245,044
Staff retirements benefits	41,717	111,991	99,103	224,220
Paid to ANPL in respect of inter-unit current account	-	-	-	3,686,810

16.1 Transaction with key management personnel

Key management personnel received an amount of Rs. 166.157 million (March 31, 2013: Rs. 460.134 million). This includes, remuneration, special and demerger bonuses of Rs. 317 million to Key Management Staff including payment to Chief Executive on account of his early departure from the Company) on account of remuneration out of which Rs. 22.392 million (March 31, 2013: Rs. 20.876 million) relates to post employment benefits.

17. ESTIMATES

Judgments and estimates made by the management in the preparation of the condensed interim unconsolidated financial statements were the same as those that were applied to the represented financial statements as at and for the period ended June 30, 2013.

Notes to the Condensed Interim Unconsolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

18. NEW AMENDED AND REVISED STANDARDS & INTERPRETATIONS OF IFRSs

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

The Company has adopted the following revised standard, amendments and interpretation of IFRSs which became effective for the current period:

IFRS 7 – Financial Instruments : Disclosures – (Amendment)

-Amendments enhancing disclosures about offsetting of financial assets and financial liabilities

IFRIC 20 – Stripping Costs in the Production Phase of a Surface Mine

Improvements to Accounting Standards Issued by the IASB

IAS 1 – Presentation of Financial Statements - Clarification of the requirements for comparative information

IAS 16 –Property, Plant and Equipment – Clarification of Servicing Equipment

IAS 32 – Financial Instruments : Presentation – Tax Effects of Distribution to Holders of Equity Instruments

IAS 34 – Interim Financial Reporting – Interim Financial Reporting and Segment Information for Total Assets and Liabilities

The adoption of the above amendments, revisions, improvements to accounting standards and interpretations did not have any effect on the condensed interim financial statements.

19. 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 period ended June 30, 2013.

20. DATE OF AUTHORISATION

The condensed interim unconsolidated financial information was authorised for issue in the Board of Directors meeting held on April 16, 2014.

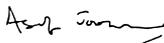
21. GENERAL

21.1 The corresponding figures of condensed interim unconsolidated profit and loss account, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated cash flow statement and condensed interim unconsolidated statement of changes in equity have been restated in line with changes in accounting policies as stated in notes 2.13 to the unconsolidated financial statements for the period ended June 30, 2013 due to adoption of IAS 19 "Employee Benefits.

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



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer



ICI PAKISTAN

**ICI Pakistan Limited
and its Subsidiary Company**
Consolidated Financial Statements



Review of the Directors

For the Quarter & Nine Months Ended March 31, 2014

The Directors are pleased to present their report together with the un-audited Group results of ICI Pakistan Limited for the quarter and nine months ended March 31, 2014. The ICI Pakistan Group comprises of ICI Pakistan Limited and ICI Pakistan PowerGen Limited (PG), a wholly owned subsidiary.

The Directors' report on the performance of ICI Pakistan Limited for the quarter ended March 31, 2014, has been presented separately.

Net sales income of PowerGen for the nine months at Rs 715 million is 4% higher as compared to corresponding period last year due to higher power tariff charged to Polyester Business as a result of higher fixed cost. However, higher sales revenue was diluted by higher fixed costs translating to an operating result for the nine months at Rs 116 million which is 8% lower compared to the corresponding period last year.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive

April 16, 2014
Karachi

Condensed Interim Consolidated Balance Sheet (Unaudited)

As at March 31, 2014

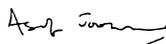
Amounts in Rs '000

	Note	March 31, 2014	June 30, 2013
ASSETS			
Non-Current Assets			
Property, plant and equipment	4	11,756,143	10,727,467
Intangible assets	5	16,617	45,123
		11,772,760	10,772,590
Long-term investment	6	2,500	2,500
Long-term loans	7	231,771	202,071
Long-term deposits and prepayments		29,298	33,338
		263,569	237,909
		12,036,329	11,010,499
Current assets			
Stores, spares and consumables		672,011	615,782
Stock-in-trade	8	5,009,740	4,594,877
Trade debts		1,281,444	891,186
Loans and advances		244,744	160,640
Trade deposits and short-term prepayments		177,874	161,888
Other receivables		1,328,089	1,188,212
Taxation - net		1,704,399	1,474,066
Cash and bank balances		543,191	836,143
		10,961,492	9,922,794
Total Assets		22,997,821	20,933,293
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised capital 1,500,000,000 (June 30, 2013: 1,500,000,000) ordinary shares of Rs 10 each		15,000,000	15,000,000
Issued, subscribed and paid-up capital 92,359,050 (June 30, 2013: 92,359,050) ordinary shares of Rs 10 each		923,591	923,591
Capital reserves		309,643	309,643
Revenue reserves - Unappropriated profit		9,869,469	8,545,000
Total equity		11,102,703	9,778,234
Surplus on Revaluation of Property, Plant and Equipment		785,082	843,037
LIABILITIES			
Non-current liabilities			
Provisions for non-management staff gratuity and eligible retired employees' medical scheme		107,925	119,631
Long-term loans	9	2,553,693	1,887,026
Deferred tax liability - net	10	1,201,761	1,101,111
		3,863,379	3,107,768
Current liabilities			
Current Portion of Long Term Borrowings		733,333	-
Trade and other payables		5,862,742	4,549,705
Short-term borrowings and running finance	11	650,582	2,654,549
		7,246,657	7,204,254
Contingencies and Commitments	12		
Total Equity and Liabilities		22,997,821	20,933,293

The annexed notes 1 to 21 form an integral part of the condensed interim consolidated financial information.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Condensed Interim Consolidated Profit and Loss Account (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

	Polyester				Soda Ash				Life Sciences			
	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated
Turnover - note 13	4,941,910	14,941,970	4,948,562	14,996,855	2,850,717	7,856,027	2,318,970	6,948,315	1,838,145	5,502,468	1,897,687	5,015,188
Sales tax	(96,912)	(293,030)	(33,367)	(33,367)	(402,442)	(1,109,619)	(305,898)	(919,459)	(7,640)	(22,181)	(4,020)	(13,080)
Commission and discounts to distributors and customers	(103,389)	(312,478)	(58,116)	(173,853)	(126,052)	(317,494)	(61,610)	(190,461)	(194,085)	(606,704)	(238,913)	(648,348)
	(200,301)	(605,508)	(91,483)	(207,220)	(528,494)	(1,427,113)	(367,508)	(1,109,920)	(201,725)	(628,885)	(242,933)	(661,428)
Net sales, commission and toll income	4,741,609	14,336,462	4,857,079	14,789,635	2,322,223	6,428,914	1,951,462	5,838,395	1,636,420	4,873,583	1,654,754	4,353,760
Cost of sales - note 13 and 14	(4,693,998)	(14,488,644)	(4,793,103)	(14,436,818)	(1,931,749)	(4,804,115)	(1,788,861)	(4,956,757)	(1,205,409)	(3,540,032)	(1,195,251)	(3,176,002)
Gross profit	47,611	(152,182)	63,976	352,817	390,474	1,624,799	162,601	881,638	431,011	1,333,551	459,503	1,177,758
Selling and distribution expenses	(16,867)	(50,736)	(17,649)	(53,239)	(28,036)	(95,175)	(26,574)	(77,042)	(210,896)	(586,768)	(179,527)	(526,681)
Administration and general expenses	(125,962)	(372,574)	(65,210)	(305,162)	(87,113)	(258,960)	(51,040)	(282,982)	(47,013)	(147,590)	(44,021)	(171,343)
Operating result	(95,218)	(575,492)	(18,883)	(5,584)	275,325	1,270,664	84,987	521,614	173,102	599,193	235,955	479,734

Financial charges

Workers' profit participation fund

Workers' welfare fund

Other operating charges

Other operating income

Profit before taxation

Taxation - note 15

Profit for the period

Basic and diluted earnings per share

The annexed notes 1 to 21 form an integral part of the condensed interim consolidated financial information.

**Condensed Interim Consolidated
Statement of Comprehensive Income (Unaudited)**
For the Quarter and Nine Months Period Ended March 31, 2014

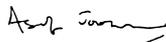
Amounts in Rs '000

	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated
Profit for the period	431,137	1,266,513	207,332	867,200
Items not to be reclassified to profit or loss in subsequent periods:				
Actuarial gains on defined benefit plans	-	-	-	52,782
Tax effect	-	-	-	(18,474)
				34,308
Recognized actuarial (losses)	-	-	-	(62,301)
Tax effect	-	-	-	21,805
				(40,496)
Total comprehensive income for the period	431,137	1,266,513	207,332	861,012

The annexed notes 1 to 21 form an integral part of the condensed interim consolidated financial information.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Condensed Interim Consolidated Cash Flow Statement (Unaudited)

For the Nine Months Period Ended March 31, 2014

Amounts in Rs '000

	March 31, 2014	March 31, 2013 Restated
Cash Flows from Operating Activities		
Profit before taxation	1,531,680	1,082,748
Adjustments for:		
Depreciation and amortisation	980,511	853,665
Loss / (Gain) on disposal of property, plant and equipment	12,920	(13,799)
Provision for non-management staff gratuity and eligible retired employees' medical scheme	12,082	38,646
Provision for Staff retirement Benefit Plan	35,368	114,368
Mark-up on bank deposits	-	(6,330)
Interest / mark-up expense	274,782	150,131
	2,847,343	2,219,429
Movement in:		
Working capital	107,227	(5,357,346)
Long-term loans	(29,700)	(10,915)
Long-term deposits and prepayments	4,040	(13,321)
Cash generated from / (used in) operations	2,928,910	(3,162,153)
Payments for :		
Non-management staff gratuity and eligible retired employees' medical scheme	(23,790)	(14,070)
Staff Retirement Benefit Plan	(35,086)	(172,328)
Taxation	(394,850)	(763,492)
Interest / mark-up	(226,517)	(131,047)
Profit / mark-up received on bank deposit	-	14,318
Net cash generated from / (used in) operating activities	2,248,667	(4,228,772)
Cash Flows from Investing Activities		
Payments for capital expenditure	(1,944,928)	(1,505,888)
Proceeds from disposal of property, plant and equipment	7,683	25,123
Net cash used in investing activities	(1,937,245)	(1,480,765)
Cash Flows from Financing Activities		
Long term financing	1,400,000	887,026
Dividend paid	(407)	(323,249)
Net cash generated from / (used in) financing activities	1,399,593	563,777
Net Increase / (decrease) in cash and cash equivalents	1,711,015	(5,145,760)
Cash and cash equivalents at July 1	(1,818,406)	2,260,820
Cash and cash equivalents at March 31	(107,391)	(2,884,940)
Movement in Working Capital		
(Increase) / Decrease in current assets		
Stores, spares and consumables	(56,229)	(67,856)
Stock-in-trade	(414,863)	(734,283)
Trade debts	(390,258)	(204,820)
Loans and advances	(84,104)	(50,463)
Trade deposits and short-term prepayments	(16,269)	(75,867)
Other receivables	(139,877)	(780,779)
	(1,101,600)	(1,914,068)
Increase / (Decrease) in current liabilities		
Trade and other payables	1,208,827	(3,443,278)
	107,227	(5,357,346)
Cash and cash equivalents at March 31 comprise of:		
Cash and bank balances	543,191	901,805
Short-term borrowings and running finance	(650,582)	(3,786,745)
Cash and bank balances	(107,391)	(2,884,940)

The annexed notes 1 to 21 form an integral part of the condensed interim consolidated financial information.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Condensed Interim Consolidated Statement of Changes in Equity (Unaudited)

For the Nine Months Period Ended March 31, 2014

Amounts in Rs '000

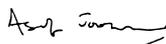
	Issued, subscribed and paid-up share capital	Capital reserves	Unappropriated profit	Total
Balance as on July 1, 2012 - restated	923,591	309,643	7,320,169	8,553,403
Interim dividend for the year 2012 @ Rs. 3.50 per share *	-	-	(323,257)	(323,257)
Final Dividend for the year 2012 @ Rs 2.00 per share	-	-	(184,718)	(184,718)
Profit for the nine months ended March 31, 2013	-	-	867,200	867,200
Other comprehensive income for the nine months ended - net off taxation	-	-	(6,188)	(6,188)
	-	-	353,037	353,037
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the nine months ended - net of deferred tax	-	-	68,501	68,501
	-	-	68,501	68,501
Balance as on March 31, 2013	923,591	309,643	7,741,707	8,974,941
Profit for the three months ended June 30, 2013	-	-	551,535	551,535
Other comprehensive income for the three months ended	-	-	218,930	218,930
	-	-	770,465	770,465
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the three months ended - net of deferred tax	-	-	32,828	32,828
	-	-	32,828	32,828
Balance as on June 30, 2013	923,591	309,643	8,545,000	9,778,234
Profit for the nine months ended March 31, 2014	-	-	1,266,513	1,266,513
Other comprehensive income for the nine months ended - net off taxation	-	-	-	-
	-	-	1,266,513	1,266,513
Transfer from surplus on revaluation of property, plant and equipment incremental depreciation for the nine months ended - net of deferred tax	-	-	57,956	57,956
	-	-	57,956	57,956
Balance as on March 31, 2014	923,591	309,643	9,869,469	11,102,703

The annexed notes 1 to 21 form an integral part of the condensed interim consolidated financial information.

* Interim dividend was declared post approval of demerger by High Court of Sindh on 92,359,050 shares.



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

1. STATUS AND NATURE OF BUSINESS

The Group consists of ICI Pakistan Limited; and ICI Pakistan PowerGen Limited. ICI Pakistan Limited ("the Company") is incorporated in Pakistan and is listed on the Karachi, Lahore and Islamabad Stock Exchanges. ICI Pakistan PowerGen Limited ("the Subsidiary") is incorporated in Pakistan as an unlisted public company and is a wholly owned subsidiary company of ICI Pakistan Limited. The Group is a subsidiary of Lucky Holding Limited (a subsidiary of Lucky Cement Limited). The Company is engaged in the manufacture of polyester staple fibre, POY chips, soda ash, specialty 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 Subsidiary is engaged in generating, selling and supplying electricity to the Company. The Group's registered office is situated at 5 West Wharf, Karachi.

The condensed interim consolidated financial information comprises the consolidated balance sheet of ICI Pakistan Limited and its subsidiary company, ICI Pakistan PowerGen Limited, as at March 31, 2014 and the related consolidated profit and loss account, consolidated statement of comprehensive income, consolidated cash flow statement and consolidated statement of changes in equity together with the notes forming part thereof.

2. STATEMENT OF COMPLIANCE

The condensed interim consolidated financial information has been prepared in condensed form in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting and is being submitted to shareholders in accordance with the requirements of section 245 of Companies Ordinance, 1984. This condensed interim consolidated financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements as at and for the period ended June 30, 2013.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of this condensed interim consolidated financial information are the same as those applied in the preparation of the financial statements for the preceding period ended June 30, 2013.

4. PROPERTY, PLANT AND EQUIPMENT

	March 31, 2014	June 30, 2013
Operating assets - at net book value	10,159,848	8,147,259
Capital work-in-progress - at cost		
Civil works and buildings	414,617	290,758
Plant and machinery	1,148,265	2,275,261
Advances to suppliers / contractors	33,413	14,189
	Note 4.2	
	1,596,295	2,580,208
Total property, plant and equipment	11,756,143	10,727,467

4.1 Following is the cost of operating property, plant and equipment that have been added / disposed off during the period ended March 31, 2014:

	Additions / Transfers		Disposals	
	March 31, 2014	June 30, 2013	March 31, 2014	June 30, 2013
Freehold Land	58,916	-	-	-
Buildings on freehold land	2,164	8,993	-	-
Buildings on leasehold land	423,466	14,383	4,060	6,911
Lime beds on freehold land	10,758	12,534	-	-
Plant and machinery	2,430,397	357,579	58,805	126,422
Vehicles	5,791	400	6,440	2,704
Furniture and equipment	51,393	14,311	1,090	315
Total	2,982,885	408,200	70,395	136,352

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

March 31, 2014	June 30, 2013
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4.2 The following is the movement in capital work-in-progress during the period

Opening balance	2,580,208	2,006,732
Add: Addition during the period	1,953,789	981,676
	4,533,997	2,988,408
Less: Transferred to operating fixed assets	2,937,702	408,200
Closing balance	1,596,295	2,580,208

5 INTANGIBLE ASSETS

Intangible assets - at net book value - note 5.1	16,617	45,123
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5.1 This includes additions of intangible assets of Rs 2.313 million during the period.

6. LONG-TERM INVESTMENT

Unquoted

Equity security available for sale - Arabian Sea Country Club Limited	2,500	2,500
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7. LONG-TERM LOANS - considered good

Due from Directors, Executives and Employees - note 7.1	325,642	272,953
Less: Current portion shown under current assets		
Due from Directors, Executives and Employees - note 7.1	93,871	70,882
Total long-term loans	231,771	202,071

7.1 Loans for the purchase of motor cars and house building assistance and are repayable between two to ten years. These loans are interest free and granted to the employees including Executives of the Group in accordance with their terms of employment.

8. STOCK-IN-TRADE

Reversal of impairment of inventory is booked in the current period by Rs. 5.583 million to bring inventory at its net realizable value of Rs. 242.102 million

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

	March 31, 2014	June 30, 2013
9. LONG-TERM LOANS - note 9.1, 9.2 & 9.3	2,553,693	1,887,026

9.1 Long-Term Financing Facilities

From banking companies / financial institutions:

Faysal Bank Limited	343,591	343,591
Habib Bank Limited	543,435	543,435
	887,026	887,026

The Group has obtained Long-Term Finance Facility (LTFF) for imported and locally manufactured plant and machinery from Faysal Bank Limited of Rs. 343.591 million (limit: Rs. 500 million) and Habib Bank Limited of Rs. 543.435 million (limit: Rs 1,000 million) for a period of 7 years (including 2 year grace period), with the principal payable on semi annual basis. The mark-up is chargeable at fixed rate ranging from 9.65% to 9.85% payable on quarterly basis. These facilities are secured against first pari passu hypothecation charge on the Property, Plant and Equipment (PPE) of the Group's Soda Ash Business. The loans have been refinanced by the State Bank of Pakistan under Long-Term Finance Facility (LTFF) for Export Oriented Projects.

9.2 Islamic Term Finance

From banking companies / financial institutions:

Standard Chartered Bank (Pakistan) Limited	1,000,000	1,000,000
Less: Principal paid	100,000	-
Less: Current Portion of Long Term Loan	400,000	-
	500,000	1,000,000

The Group has obtained long-term finance for Rs 1,000 million from Standard Chartered Bank (Pakistan) Limited under Islamic Diminishing Musharaka upto a limit of Rs.1,000 million for a period of 3 years (including 6 month grace period). The rental payment is charged at relevant KIBOR plus 0.25% p.a. payable on semi annual basis. This facility is initially secured by a ranking charge to be subsequently replaced by a first pari passu hypothecation charge on the present and future fixed assets of the Group's Polyester Business located at Sheikhpura.

Meezan Bank Limited	500,000	-
Less: Current Portion of Long-Term Loan	166,667	-
	333,333	-

The Group has obtained long-term loan for Rs 500 million from Meezan Bank Limited under Islamic Diminishing Musharaka upto a limit of Rs. 500 million for a period of 3 years (including 9 month grace period). The rental payment is charged at relevant KIBOR plus 0.25% p.a. payable on quarterly basis. This facility is initially secured by a ranking charge to be subsequently replaced by a first pari passu hypothecation charge on the present and future Plant, Machinery and Equipment of the Group's Soda Ash Business located at Khewra.

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

	March 31, 2014	June 30, 2013
9.3 Long-Term Loans		
Allied Bank Limited	1,000,000	-
Less: Current Portion of Long Term Loan	166,666	-
	833,334	-

The Group has obtained long-term loan for Rs 1,000 million from Allied Bank Limited under Long-Term Loan upto a limit of Rs. 1,000 million for a period of 4 years (including 1 year grace period). The rental payment is charged at relevant KIBOR plus 0.25% p.a. payable on quarterly basis. This facility is secured by first pari passu hypothecation charge on the present and future Plant, Machinery and Equipment of the Group's Soda Ash Business located at Khewra.

10. DEFERRED TAX LIABILITY

This comprises of the following:

Deferred tax liability

Difference in tax and accounting bases of fixed assets	1,591,051	1,496,289
Deferred tax assets		
Retirement fund provision routed through OCI	(93,508)	(93,508)
Provisions	(295,782)	(301,670)
	1,201,761	1,101,111

11 SHORT-TERM BORROWINGS & RUNNING FINANCE

- note 11.1, 11.2 & 11.3

650,582 2,654,549

Short-term borrowings and running finance facility from various banks aggregated to Rs. 4,946 million (June 30, 2013: Rs. 4,740 million) and carry mark-up during the period of KIBOR + 0.20% to 1.00% per annum with an average markup rate of relevant KIBOR + 0.24% as at March 31, 2014 on utilized limits (June 30, 2013: relevant KIBOR + 0.40% to 0.75% per annum with an average markup rate of relevant KIBOR + 0.20% on utilized limits). The facilities are secured by hypothecation charge over the present and future stock-in-trade and book debts of the Group.

11.1 Short-Term Borrowings

- 2,126,000

There are no short-term borrowings utilized as at the current period end (June 30, 2013: Rs. 2,126 million at relevant KIBOR + 0.20% to 0.40%).

11.2 Export Refinance

170,000 130,000

The Group has export refinance facility of Rs. 200 million (June 30, 2013: Rs. 200 million) available from Faysal Bank Limited as at March 31, 2014 out of which Rs.170 million was utilized (June 30, 2013: Rs. 130 million). The export refinance facility carries mark-up at SBP rate + 0.25% per annum.

The above export refinance facility is secured by first pari passu hypothecation charge over the present and future stock-in-trade and book debts of the Group.

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

March 31, 2014	June 30, 2013
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11.3 Short - Term Running Finance - Secured	480,582	398,549
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The above short - term running finance is secured by first pari passu hypothecation charge as mentioned in note 11.

12. CONTINGENCIES AND COMMITMENTS

12.1 Claims against the Group not acknowledged as debts are as follows:

Local bodies	28,288	30,446
Others	49,972	28,288
Total	78,260	58,734

12.2 There are no changes in the status of income tax contingencies as reported in the annual audited financial statements of the Group for the period ended June 30, 2013.

12.3 Commitments in respect of capital expenditure (including coal fired projects of Soda Ash & Polyester Businesses)	1,072,359	567,309
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12.4 Guarantee issued by the Group to a bank on behalf of its subsidiary ICI Pakistan PowerGen Limited for availing funded facility.	-	133,000
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12.5 Commitments for rentals under operating lease / Ijarah agreements in respect of vehicles are as follows:

Year		
2014	16,246	55,030
2015	62,416	43,872
2016	48,741	26,783
2017	33,560	9,581
2018	7,095	-
	168,058	135,266
Payable not later than one year	63,422	55,030
Payable later than one year but not later than five years	104,636	80,236
	168,058	135,266

12.6 Outstanding foreign exchange contracts as at March 31, 2014 entered into by the Group to hedge the anticipated future transactions amounted to Rs 133.287 million (June 30, 2013: Rs 1,166.117 million).

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated
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13. TURNOVER

Inter-segment sales and purchases	310,430	839,481	264,880	837,339
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3.1 Inter-segment sales and purchases have been eliminated from the total

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

3.3 Turnover includes export sales of Rs. 290.960 million made to various countries during the period.

14. COST OF SALES

Opening stock of raw and packing materials	2,338,169	2,090,931	2,488,565	1,807,239
Purchases	5,516,722	16,179,075	4,805,552	15,934,522
	7,854,891	18,270,006	7,294,117	17,741,761
Closing stock of raw and packing materials	(2,377,151)	(2,377,151)	(2,159,802)	(2,159,802)
Raw and packing materials consumption	5,477,740	15,892,855	5,134,315	15,581,959
Manufacturing costs	2,224,152	5,717,358	1,922,726	5,730,551
	7,701,892	21,610,213	7,057,041	21,312,510
Opening stock of work-in-process	219,145	232,840	147,963	213,571
	7,921,037	21,843,053	7,205,004	21,526,081
Closing stock of work-in-process	(222,327)	(222,327)	(257,031)	(257,031)
Cost of goods manufactured	7,698,710	21,620,726	6,947,973	21,269,050
Opening stock of finished goods	2,403,551	2,271,107	2,775,084	1,849,561
Finished goods purchased	901,336	3,327,659	860,119	3,231,685
	11,003,597	27,219,492	10,583,176	26,350,296
Closing stock of finished goods	(2,410,263)	(2,410,263)	(2,187,822)	(2,187,822)
	8,593,334	24,809,229	8,395,354	24,162,474

15. TAXATION

Current	71,070	156,369	114,151	267,861
Prior year adjustment	(15,778)	(47,335)	-	-
Deferred	38,201	156,133	(22,226)	(52,313)
	93,493	265,167	91,925	215,548

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

Amounts in Rs '000

16. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise ultimate holding company (Lucky Cement Limited), related group companies, local associated company, directors of the Group, 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 financial statements are as follows:

	For the 3 months ended March 31, 2014	For the 9 months ended March 31, 2014	For the 3 months ended March 31, 2013	For the 9 months ended March 31, 2013 Restated
Associated Companies				
Purchase of goods, materials and services	2,865	4,182	46	5,256
Provision of services and other receipts	-	-	-	2,706
Sale of goods and materials	457,855	1,063,998	334,955	888,668
Royalty	70,638	207,654	-	-
Dividends	-	-	-	245,044
Contribution to staff retirement benefit plans	41,717	111,991	99,103	224,220
Paid to Akzo Nobel Pakistan Limited in respect of inter-unit current account	-	-	-	3,686,810

16.1 Transactions with key management personnel

Key management personnel received an amount of Rs. 166.157 million (March 31, 2013: Rs. 460.134 million). This includes, remuneration, special and demerger bonuses of Rs. 317 million to Key Management Staff including payment to Chief Executive on account of his early departure from the Group) on account of remuneration out of which Rs. 22.392 million (March 31, 2013: Rs. 20.876 million) relates to post employment benefits.

17. ESTIMATES

Judgments and estimates made by the management in the preparation of the condensed interim consolidated financial statements were the same as those that were applied to the financial statements as at and for the period ended June 30, 2013.

Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)

For the Quarter and Nine Months Period Ended March 31, 2014

18. NEW AMENDED AND REVISED STANDARDS & INTERPRETATIONS OF IFRSs

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

The Company has adopted the following revised standard, amendments and interpretation of IFRSs which became effective for the current period:

IFRS 7 – Financial Instruments : Disclosures – (Amendment)

-Amendments enhancing disclosures about offsetting of financial assets and financial liabilities

IFRIC 20 – Stripping Costs in the Production Phase of a Surface Mine

Improvements to Accounting Standards Issued by the IASB

IAS 1 – Presentation of Financial Statements - Clarification of the requirements for comparative information

IAS 16 –Property, Plant and Equipment – Clarification of Servicing Equipment

IAS 32 – Financial Instruments : Presentation – Tax Effects of Distribution to Holders of Equity Instruments

IAS 34 – Interim Financial Reporting – Interim Financial Reporting and Segment Information for Total Assets and Liabilities

The adoption of the above amendments, revisions, improvements to accounting standards and interpretations did not have any effect on the condensed interim financial statements.

19. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objective and policies are consistent with that disclosed in the financial statements as at and for the period ended June 30, 2013.

20. DATE OF AUTHORISATION

The condensed interim consolidated financial information was authorised for issue in the Board of Directors meeting held on April 16, 2014.

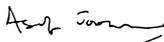
21. GENERAL

21.1 The corresponding figures of condensed interim consolidated profit and loss account, condensed interim consolidated statement of comprehensive income, condensed interim consolidated cash flow statement and condensed interim consolidated statement of changes in equity have been restated in line with changes in accounting policies as stated in notes 2.13 to the consolidated financial statements for the period ended June 30, 2013 due to adoption of IAS 19 "Employee Benefits .

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



Muhammad Yunus Tabba
Chairman / Director



Asif Jooma
Chief Executive



Muhammad Abid Ganatra
Chief Financial Officer

A publication of the Corporate Communications
& Public Affairs Department

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