



Service Industries Limited

Servis House, 2-Main Gulberg
Lahore-54662 (Pakistan)
Phone: (42) 5751990-96
Fax: (42) 5710593

SIL/PSX/CS/97

March 31, 2021

The General Manager

Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

SUBJECT: FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2020

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on **March 31, 2021 at 11:00 a.m.**, at the registered office of the Company, has approved the separate and consolidated audited financial statements of the Company for the year ended December 31, 2020 and recommended the following:

(i) CASH DIVIDEND

A Final Cash Dividend for the year ended December 31, 2020 at **Rs. 15/- per share i.e. 150%**.

(ii) BONUS SHARES

It has been recommended by the Board of Directors to issue Bonus Shares in the proportion of 100 shares for every 100 shares held i.e. 100%. The said Bonus Shares shall not be eligible for the dividend declared for the year ended December 31, 2020.

A certified copy of the resolution passed by the Board of Directors of the Company is enclosed herewith as Annexure-B as required under sub clause (ii) of regulation 4(1) of the Companies (Further Issue of Shares) Regulations, 2020.

FINANCIAL RESULTS:

The financial results of the Company are enclosed herewith as Annexure-A.

ANNUAL GENERAL MEETING (AGM):

The Annual General Meeting of the Company will be held on **Wednesday, April 28, 2021 at 11:00 a.m.**, through video link facility from the registered office of the Company situated at Servis House, 2-Main Gulberg, Lahore.

BOOK CLOSURE FOR THE PURPOSE OF ENTITLEMENT OF FINAL CASH DIVIDEND, BONUS SHARES AND AGM:

The Share Transfer Books of the Company for the purpose of Final Cash Dividend, Bonus Issue and AGM will remain closed from **April 22, 2021 to April 28, 2021 (both days inclusive)**. Transfers received at the share registrar office, M/s. Corplink (Private) Limited, Wings Arcade, 1-K, Commercial,





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Model Town, Lahore at the close of business on April 21, 2021 will be treated in time for the purpose of above entitlement of Cash Dividend, Bonus Shares and to attend and vote at the AGM.

The Annual Report of the Company for the year ended December 31, 2020 will be transmitted through PUCARS separately, within the specified time.

Thanking you.

Yours faithfully

FOR SERVICE INDUSTRIES LIMITED

Waheed Ashraf
Company Secretary



Enclosed as above.

C.C:

Commissioner (CLD),
Securities & Exchange Commission of Pakistan,
NIC Building, Jinnah Avenue, Blue Area,
63-Jinnah Avenue,
Islamabad.

Director / HOD,
Surveillance, Supervision and Enforcement Department,
Securities & Exchange Commission of Pakistan,
NIC Building, Jinnah Avenue, Blue Area,
63-Jinnah Avenue,
Islamabad.



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Annexure - A

SERVICE INDUSTRIES LIMITED STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 31 DECEMBER 2020

| | 2020 | 2019 |
|---|------------------------------|-----------------|
| |Rupees in thousand..... | |
| SALES - net | 24,442,492 | 26,156,201 |
| COST OF SALES | (19,521,551) | (21,271,958) |
| GROSS PROFIT | 4,920,941 | 4,884,243 |
| DISTRIBUTION COST | (1,437,878) | (1,697,756) |
| ADMINISTRATIVE EXPENSES | (1,056,792) | (1,117,181) |
| OTHER EXPENSES | (266,728) | (205,142) |
| | (2,761,398) | (3,020,079) |
| | 2,159,543 | 1,864,164 |
| OTHER INCOME | 134,378 | 312,202 |
| PROFIT FROM OPERATIONS | 2,293,921 | 2,176,366 |
| FINANCE COST | (1,084,627) | (1,123,589) |
| | 1,209,294 | 1,052,777 |
| SHARE OF (LOSS) / PROFIT IN EQUITY ACCOUNTED | | |
| INVESTEE - NET OF TAXATION | (48,110) | 20,248 |
| PROFIT BEFORE TAXATION | 1,161,184 | 1,073,025 |
| TAXATION | (471,160) | (186,661) |
| PROFIT AFTER TAXATION | 690,024 | 886,364 |
| | | Restated |
| EARNINGS PER SHARE - BASIC AND DILUTED (Rupees) | 29.37 | 37.73 |





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SERVICE INDUSTRIES LIMITED AND ITS SUBSIDIARY COMPANIES CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 31 DECEMBER 2020

| | 2020 | 2019 |
|---|------------------------------|--------------|
| | -----Rupees in thousand----- | |
| SALES - net | 31,160,011 | 30,058,321 |
| COST OF SALES | (24,852,381) | (24,327,246) |
| GROSS PROFIT | 6,307,630 | 5,731,075 |
| DISTRIBUTION COST | (1,872,870) | (1,994,315) |
| ADMINISTRATIVE EXPENSES | (1,514,046) | (1,328,266) |
| OTHER EXPENSES | (314,116) | (241,086) |
| | (3,701,032) | (3,563,667) |
| | 2,606,598 | 2,167,408 |
| OTHER INCOME | 376,185 | 448,410 |
| PROFIT FROM OPERATIONS | 2,982,783 | 2,615,818 |
| FINANCE COST | (999,373) | (1,062,429) |
| | 1,983,410 | 1,553,389 |
| SHARE OF (LOSS) / PROFIT IN EQUITY ACCOUNTED INVESTEES - NET OF TAXATION | (91,509) | 33,232 |
| PROFIT BEFORE TAXATION | 1,891,901 | 1,586,621 |
| TAXATION | (567,469) | (227,612) |
| PROFIT AFTER TAXATION | 1,324,432 | 1,359,009 |
| SHARE OF PROFIT ATTRIBUTABLE TO: | | |
| EQUITY HOLDERS OF THE HOLDING COMPANY | 1,322,475 | 1,372,058 |
| NON-CONTROLLING INTEREST | 1,957 | (13,049) |
| | 1,324,432 | 1,359,009 |
| | | Restated |
| EARNINGS PER SHARE - BASIC AND DILUTED (Rupees) | 56.29 | 58.40 |





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Annexure - B

CERTIFIED TRUE COPY OF THE RESOLUTION PASSED BY THE BOARD OF DIRECTORS OF SERVICE INDUSTRIES LIMITED IN THEIR MEETING HELD ON MARCH 31, 2021

BOARD RESOLUTION

Resolved that the Board of Directors of the Company recommends to issue Bonus Shares in the proportion of 100 Ordinary Shares for every 100 Ordinary Shares held by the Members (i.e. 100%).

Further resolved that the share transfer books of the Company will remain closed from April 22, 2021 to April 28, 2021 (both days inclusive) for the purpose of determining the shareholder's entitlement to the bonus shares. The entitlement of bonus shares will be issued to those shareholders whose names will appear on the register of members on the close of business on April 21, 2021.

Further resolved that the Board of Directors of the Company proposed that the following resolution be passed as an Ordinary Resolution in the Annual General Meeting of the Company to be held on **Wednesday, April 28, 2021 at 11:00 a.m.**, through video link facility from the registered office of the Company situated at Servis House, 2-Main Gulberg, Lahore:

"Further Resolved that

- (i) A sum of Rs. 234,937,270 (Rupees two hundred thirty four million nine hundred thirty seven thousand two hundred seventy) out of the free reserves of the Company be capitalized and applied towards issue of 23,493,727 Ordinary Shares of Rs. 10 each as bonus shares in the proportion of 100 Ordinary Shares for every 100 Ordinary shares (i.e., @100%) held by every Member whose name appears on the Members' Register at the close of business on April 21, 2021.
- (ii) These bonus shares shall rank pari passu in all respects with the existing shares but shall not be eligible for the final cash dividend declared for the year ended December 31, 2020.
- (iii) Members entitled to fractions of shares shall be given the sale proceeds of their fractional entitlements for which purpose the fractions shall be consolidated into whole shares and sold on the Pakistan Stock Exchange Limited.
- (iv) The Chief Executive Officer or any Director or Company Secretary be and is hereby authorized singly to give effect to this resolution and to do or cause to be done all acts, deeds and things that may be necessary or required for issue, allotment and distribution of the said bonus shares, sale of fractions and payment of the sale proceeds of the fractional shares."

