



**HALF YEARLY REPORT**  
**DECEMBER 31, 2024**

# Shadman Cotton Mills Limited

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## Shadman Cotton Mills Limited

BOARD OF DIRECTORS	MR. SHAHID MAZHAR (Chief Executive) MRS. GHAZALA SHAHID (Chairperson) MR. AHMED BIN SHAHID MR. MUHAMMAD AFNAN SHAHID MR. MUHAMMAD AKHTAR MR. NADEEM BHATTI MR. HAMID BASIR
AUDITORS	MUSHTAQ & COMPANY CHARTERED ACCOUNTANTS
LEGAL ADVISOR	MR. FAZAL MAHMOOD (ADVOCATE)
AUDIT COMMITTEE	MR. NADEEM BHATTI (Chairman) MRS. GHAZALA SHAHID (Member) MR. MUHAMMAD AKHTAR (Member)
H.R. AND REMUNERATION COMMITTEE	MR. HAMID BASIR (Chairman) MR. AHMED BIN SHAHID (Member) MR. MUHAMMAD AFNAN SHAHID (Member)
CHIEF FINANCIAL OFFICER	MR. KHURRAM SHAHZAD
COMPANY SECRETARY	MR. MUHAMMAD AKHTAR
BANKERS	ALLIED BANK LIMITED SONERI BANK LIMITED THE BANK OF PUNJAB HABIB BANK LIMITED MEEZAN BANK LIMITED
REGISTERED OFFICE	3.5 K.M. FEROZE WATOAN, WARBURTON ROAD, KOT SHAH MOHAMMAD, NEAR CHANDI KOT TESIL & DISTRICT: NANKANA SAHIB
HEAD OFFICE	3.5 K.M. FEROZE WATOAN, WARBURTON ROAD, KOT SHAH MOHAMMAD, NEAR CHANDI KOT TESIL & DISTRICT: NANKANA SAHIB
SHARE REGISTRAR	M/S HAMEED MAJEED ASSOCIATES (PVT.) LTD. H.M. HOUSE, 7-BANK SQUARE LAHORE. TEL: 042-37235081-82 FAX: 042-37358817
MILLS	3.5 K.M. FEROZE WATOAN, WARBURTON ROAD, KOT SHAH MOHAMMAD, NEAR CHANDI KOT TESIL & DISTRICT: NANKANA SAHIB
URL	<a href="http://WWW.SHADMAN.COM.PK">WWW.SHADMAN.COM.PK</a>

## DIRECTORS' REPORT

Dear Shareholders,

The Directors are pleased to present the un-audited condensed interim financial statements of the company for the half year and the quarter ended December 31, 2024.

During the six months under review, the net turnover of the company is Rs. 268.653 million including export sale of Rs. 128.389 Million as compared to net turnover of Rs. 414.248 million of corresponding period of previous year. The turnover decreased due to decrease in output of apparel division because of high fashion stuff. During the first half after tax profit of the company is Rs. 2.609 million as compared to after tax loss of Rs. (8.169) million. Profit per share is Rs. 0.15 as compared to loss per share of Rs. (0.46) of the corresponding period of the previous year.

During the period under review the company mainly utilized the export oriented apparel division manufacturing process in a well-planned manner and also adopted alternative strategies to keep up the project.

In the meanwhile, government has put the burden of high income tax rates on exporters and they have also removed the EFS facility over local supplies, all these factors causing high cost. However, in spite of all these challenges, the management of the company is mainly focusing to decrease the cost of production with increase in productivity of apparel division along with alternative measures. We anticipate positive financial performance during the remaining period of current financial year.

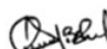
We remain committed to the difficult task to improve the financial results. We would like to highlight the hard work put in by the member of corporate family. We look forward to same dedication and cooperation in the days ahead.

For and on behalf of the Board



(Chief Executive)

For and on behalf of the Board



Director

Lahore: Feb 27, 2024

## ڈائریکٹرز کی رپورٹ

پیارے شیئر ہولڈرز،

ڈائریکٹرز 31 دسمبر 2024 کو ختم ہونے والی چھ ماہی اور سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ کنڈینسڈ عبوری مالیاتی گوشواروں کو پیش کرنے پر خوش ہیں۔

زیر نظر پہلی چھ ماہی کے دوران، کمپنی کا خالص کاروبار 268.653 ملین روپے ہے جس میں برآمدی فروخت 128.389 ملین بھی شامل ہے پچھلے سال کی اسی مدت کے مقابلے میں خالص کاروبار 414.248 ملین تھا۔ اعلیٰ فیشن کے ملبوسات کی وجہ سے پیداوار میں کمی کی وجہ سے کاروبار میں کمی واقع ہوئی۔ پہلی نصف کے دوران کمپنی کا بعد از ٹیکس منافع 2.609 ملین روپے ہے پچھلے سال کی اسی مدت کا بعد از ٹیکس نقصان (8.169) ملین تھا فی حصص منافع 0.15 روپے ہے۔ پچھلے سال کی اسی مدت کا فی حصص نقصان (0.46) تھا

زیر جائزہ مدت کے دوران کمپنی نے بنیادی طور پر ایکسپورٹ اور اینٹڈ ملبوسات کی تقسیم کے مینوفیکچرنگ کے عمل کو ایک اچھی منصوبہ بندی کے ساتھ استعمال کیا اور اس منصوبے کو جاری رکھنے کے لیے متبادل حکمت عملی بھی اپنائی۔


حکومت نے برآمد کنندگان پر انکم ٹیکس کی بلند شرحوں کا بوجھ ڈال دیا ہے اور انہوں نے مقامی سپلائرز پر EFS کی سہولت بھی ختم کر دی ہے، یہ تمام عوامل زیادہ لاگت کا باعث بنتے ہیں۔ تاہم، ان تمام چیلنجوں کے باوجود، کمپنی کی انتظامیہ بنیادی طور پر متبادل اقدامات کے ساتھ ملبوسات کی تقسیم کی پیداواری صلاحیت میں اضافے کے ساتھ پیداواری لاگت کو کم کرنے پر توجہ مرکوز کر رہی ہے۔ ہم رواں مالی سال کی بقیہ مدت کے دوران مثبت مالی کارکردگی کی توقع کرتے ہیں۔

ہم مالیاتی نتائج کو بہتر بنانے کے لیے مشکل کام کے لیے پرعزم ہیں۔ ہم کارپوریٹ فیملی کے ممبر کی طرف سے کی گئی محنت کو اجاگر کرنا چاہیں گے۔ ہم آنے والے دنوں میں اسی لگن اور تعاون کے منتظر ہیں۔

منجانب بورڈ

  
(ڈائریکٹر)

منجانب بورڈ

  
(چیف ایگزیکٹو)

27 فروری 2025 6



## *Independent auditor's review report to the members of Shadman Cotton Mills Limited*

### *Report on the Review of the Interim Financial Statements*

#### **Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Shadman Cotton Mills Limited (The Company)** as at 31<sup>st</sup> December, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, together with the notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for preparation and presentation of this interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss, condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023, and the notes forming part thereof have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

#### **Scope of Review**

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

#### **Basis for Qualified Conclusion**

1. Trade and other payables includes liability amounting to Rs. 18.316 million payable to Excise and Taxation Officer (ETO) Government of Sindh. Company had filed the suit against ETO in Sindh High Court against this levy. No copy of suit filed provided to us neither legal advisor confirmed this suit in his direct confirmation.
2. Trade debts includes an amount receivable from LESCO of Rs. 16.198 million, this receivable is past due since 30<sup>th</sup> June, 2011. The balance is not directly confirmed by the party as the said balance is also under litigation. In our opinion, this past due balance has been impaired but no loss allowance in respect of this receivable balance has been made in the financial statements.
3. As disclosed in Note 4.1.3, a suit has been filed by the Meezan bank limited before the banking court, Lahore, against recovery of outstanding balance of ijara rentals amounting to Rs. 51.419 million. Suit decreed by Banking Court for Rs. 28.54 million. Appeal of said decree has been filed in Lahore High Court. Bank's execution is also pending before Banking Court Lahore. We do not receive bank confirmation for this Rental Payable.




## Shadman Cotton Mills Limited

### Qualified Conclusion

Based on our review, with the exception of the matters described in the basis for qualified conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on review resulting in this independent auditor's review report is Nouman Arshad, ACA.

  
MUSHTAQ & CO  
Chartered Accountants



Lahore.

Dated: 28-Feb-2025

UDIN: RR202410724glQ87ncZ0



# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-Audited) AS AT DECEMBER 31, 2024

	Note	December 31, 2024 Rupees (Un-Audited)	June 30, 2024 Rupees (Audited)
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
18,000,000 (June 30, 2024: 18,000,000) ordinary shares of Rs. 10 each		180,000,000	180,000,000
Issued, subscribed and paid-up capital		176,367,190	176,367,190
Share premium reserve		53,218,752	53,218,752
Accumulated losses		(378,094,231)	(383,752,398)
Director's loan		210,000,000	210,000,000
Surplus on revaluation of property, plant and equipment		759,134,412	762,183,007
<b>TOTAL EQUITY</b>		<b>820,626,123</b>	<b>818,016,551</b>
<b>NON-CURRENT LIABILITIES</b>			
Long term finances - secured		235,310,384	254,920,384
Long term payable		1,600,000	1,600,000
Employee retirement obligation		8,985,603	7,646,946
Deferred taxation		77,710,016	83,897,051
		<b>323,606,003</b>	<b>348,064,381</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		189,793,502	243,512,618
Short term borrowings		158,037,317	152,091,317
Current portion of non-current liabilities		49,025,000	49,025,000
Ijara rentals payable		28,544,690	28,544,690
Provision for taxation		11,224,336	18,655,862
		<b>436,624,845</b>	<b>491,829,487</b>
<b>TOTAL LIABILITIES</b>		<b>760,230,848</b>	<b>839,893,868</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	4		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,580,856,971</b>	<b>1,657,910,419</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	1,041,486,797	1,049,209,509
Investment property	6	107,224,012	108,581,278
Long term deposits - unsecured, considered good		28,198,874	28,198,874
Long term Loan to Employees- unsecured, considered good		2,533,954	1,800,000
		<b>1,179,443,637</b>	<b>1,187,789,661</b>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		59,965,567	75,852,601
Stock in trade		81,456,889	93,824,824
Trade debts - unsecured		64,885,061	95,565,890
Loans and advances		2,059,588	8,624,839
Trade deposits and short term prepayments		3,814,984	4,059,009
Other receivables		1,543,154	4,222,147
Tax refunds due from Government		43,623,547	57,009,003
Short term investments	7	87,869,545	37,862,046
Cash and bank balances		11,792,262	28,453,912
		<b>357,010,597</b>	<b>405,474,271</b>
Non - current asset held for sale		44,402,737	64,646,487
<b>TOTAL ASSETS</b>		<b>1,580,856,971</b>	<b>1,657,910,419</b>

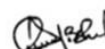
The annexed notes form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Note	Half year ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	Rupees	Rupees	Rupees	Rupees
Turnover - net	268,653,814	414,248,973	141,354,724	223,226,079
Cost of sales	(257,979,156)	(406,218,626)	(111,346,130)	(240,486,121)
Gross profit / (loss)	10,674,658	8,030,347	30,008,594	(17,260,042)
Selling and distribution expenses	(7,776,548)	(19,007,706)	(2,464,860)	(11,426,654)
Administrative and general expenses	(42,387,449)	(22,712,687)	(25,377,376)	(13,724,774)
	(50,163,997)	(41,720,393)	(27,842,236)	(25,151,428)
Other income	(39,489,339)	(33,690,046)	2,166,358	(42,411,470)
	38,860,778	27,834,998	21,751,347	19,492,659
Operating profit / (loss)	(628,561)	(5,855,048)	23,917,705	(22,918,811)
Finance cost	(488,703)	(1,160,188)	(96,854)	(1,047,420)
Other Expenses	(1,549,189)	(1,890,818)	(870,556)	(1,194,784)
Profit / (loss) before levies and taxation	(2,666,453)	(8,906,054)	22,950,295	(25,161,015)
Levies	(3,358,173)	-	(3,358,173)	-
Profit / (loss) Before taxation	(6,024,626)	(8,906,054)	19,592,122	(25,161,015)
Taxation	8,634,198	736,464	10,293,125	3,220,224
Profit / (loss) after taxation	2,609,572	(8,169,590)	29,885,247	(21,940,791)
Earning / (loss) per share - basic and diluted	0.15	(0.46)	1.69	(1.24)

The annexed notes form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	Rupees	Rupees	Rupees	Rupees
Profit /(loss) after taxation for the period	2,609,572	(8,169,590)	29,885,247	(21,940,791)
<b>Other comprehensive income</b>				
<i>Items that will not be reclassified to profit or loss</i>				
Remeasurements of defined benefit obligation	-	-	-	-
<b>Total comprehensive income /(loss)</b>	<b>2,609,572</b>	<b>(8,169,590)</b>	<b>29,885,247</b>	<b>(21,940,791)</b>

The annexed notes form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended	
	December 31, 2024	December 31, 2023
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit / (loss) before levies and taxation	(2,666,453)	(8,906,054)
<b>Adjustments for non-cash items</b>		
Depreciation	11,387,978	13,239,294
Provision for employees retirement benefits	1,648,657	3,648,000
Gain on disposal of property, plant and equipment	(892,705)	(5,916,667)
Changes in fair value of investments at fair value through profit or loss	(7,499)	(110,791)
Finance cost	488,703	1,160,188
	12,625,134	12,020,024
<b>Operating profit /(loss) before changes in working capital</b>	<b>9,958,681</b>	<b>3,113,970</b>
<b>Changes in working capital</b>		
Stores, spares and loose tools	42,599,480	(2,761,808)
Stock in trade	12,367,935	(1,076,268)
Trade debts	30,680,829	4,486,045
Advances, prepayments and other receivables	23,142,939	(22,328,339)
Trade and other payables	(53,719,116)	12,097,322
	55,072,067	(9,583,048)
<b>Net cash generated from / (used in) operations</b>	<b>65,030,748</b>	<b>(6,469,078)</b>
<b>Payments for</b>		
Finance cost	(488,703)	(1,160,188)
Income tax	(733,953)	(9,320,115)
Long Term Loan	(8,611,751)	-
Employees retirement benefits	(310,000)	(410,000)
<b>Net cash generated from / (used in) operating activities</b>	<b>54,886,341</b>	<b>(17,359,381)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	21,136,455	(2,833,340)
Proceeds from disposal of property, plant and equipment	(29,020,446)	55,500,000
Short term investment	(50,000,000)	(27,500,000)
<b>Net cash generated from / (used in) investing activities</b>	<b>(57,883,991)</b>	<b>25,166,660</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net increase / (decrease) in long term financing	-	(23,615,608)
Repayment of long term loan	(19,610,000)	-
Net increase / (decrease) in short term borrowings	5,946,000	2,000,000
Net increase / (decrease) in accrued markup	-	-
<b>Net cash generated from / (used in) financing activities</b>	<b>(13,664,000)</b>	<b>(21,615,608)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(16,661,650)</b>	<b>(13,808,329)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>28,453,912</b>	<b>27,354,135</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>11,792,262</b>	<b>13,545,806</b>

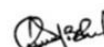
The annexed notes form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR



# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Share capital	Capital Reserve	Revenue Reserve	Equity	Revaluation Surplus	
	Issued, subscribed and paid-up capital	Share premium reserve	Accumulated losses	Director's loan	Revaluation Surplus on Property, plant and equipment	Total equity
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at July 01, 2023 - Audited	176,367,190	53,218,752	(285,358,788)	210,000,000	768,436,536	922,663,690
Loss after taxation for the Period	-	-	(8,169,590)	-	-	(8,169,590)
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive Income/ (Loss)	-	-	(8,169,590)	-	-	(8,169,590)
Incremental Depreciation-net of deferred tax	-	-	3,126,765	-	(3,126,765)	-
Balance as at December 31, 2023 - Un-audited	176,367,190	53,218,752	(290,401,613)	210,000,000	765,309,771	914,494,100
Balance as at July 01, 2024 - Audited	176,367,190	53,218,752	(383,752,398)	210,000,000	762,183,007	818,016,551
Profit after taxation for the period	-	-	2,609,572	-	-	2,609,572
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive Income/ (Loss)	-	-	2,609,572	-	-	2,609,572
Incremental Depreciation-net of deferred tax	-	-	3,048,595	-	(3,048,595)	-
Balance as at December 31, 2024 - Un-audited	176,367,190	53,218,752	(378,094,231)	210,000,000	759,134,412	820,626,123

The annexed notes form an integral part of this condensed interim financial information.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2024

### 1 THE COMPANY AND ITS OPERATIONS

Shadman Cotton Mills Limited ('the Company') was incorporated in Pakistan as a public limited company on November 24, 1979 under the then Companies Act, 1973 (now the Companies Act 2017) and is listed on Pakistan Stock Exchange Limited. The Company is engaged in the manufacturing and sale of yarn and apparels. The registered office, the manufacturing facilities and land covering 328 kanals 15 marlas of the company is located at 3.5 KM Feroze Watoan Warburton Road, Kot Shah Mohammad, Near Chandi Kot Tehsil & District Nankana Sahib.

### 2 STATEMENT OF COMPLIANCE

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the IAS 34 Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017 as applicable in Pakistan. This condensed interim financial information does not include all of the information and disclosures required for annual financial statements and should be read in conjunction with the financial statements of the Company as at and for the year ended June 30, 2024.

These condensed interim financial statements comprise of condensed interim statement of financial position, condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes for the half year ended December 31, 2024 which have been subject to a review but not audited. These condensed interim financial statements also include the condensed interim income statement for the quarter ended December 31, 2024.

Where the provision of and directives issued under the Companies Act, 2017 differ with the requirement of IAS 34, the provision of and directives issued under the Companies Act, 2017 have been followed.

#### 2.1 Accounting convention

The condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees retirement benefits at present value. In this financial information, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

### 3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Company for the year ended June 30, 2024.

### 4 CONTINGENCIES AND COMMITMENTS

#### 4.1 Contingencies

4.1.1 A suit has been filed by the company before the Civil Court, Lahore against recovery of outstanding balance amounting to Rs. 16.198 million from Lahore Electric Supply Company (LESCO). The case is pending in court however legal advisor is of the view that the outcome of the case will be in favor of the company.

4.1.2 Shadman Cottons Mills Limited had filed a suit in Lahore High Court (COS No. 26/2012) against Bank Of Punjab (BOP) which included various claims, with a total recovery amounting to Rs. 744.348 million. However, the suit was withdrawn in January 30, 2023, following an amicable settlement between the company and the bank. As a result of this settlement, there is no risk of financial loss to the company related to this case.

4.1.3 A suit was filed by the Meezan bank limited before the Banking Court Lahore against recovery of outstanding balance of ijara rentals amounting to Rs. 51.419 million. The suit is decreed by the banking court for an amount of Rs. 28.545 million along with costs of suit as well as costs of funds. Appeal is pending in Lahore High Court. Bank's execution is also pending before Banking Court Lahore.

#### 4.2 Commitments

4.2.1 Outstanding commitments related to letter of credit-raw material at the end of period equivalent to Rs. 0.408 million (June 30, 2024: Rs. 11.482 million).

	Note	December 31, 2024 Rupees (Un-Audited)	June 30, 2024 Rupees (Audited)
<b>5 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	5.1	1,038,543,297	1,030,857,841
Capital work in progress		2,943,500	18,351,668
		<u>1,041,486,797</u>	<u>1,049,209,509</u>

*gm*

# Shadman Cotton Mills Limited

	Note	December 31, 2024 Rupees (Un-Audited)	June 30, 2024 Rupees (Audited)
<b>5.1 Operating fixed assets</b>			
Assets owned by the Company	5.1.1	1,038,543,297	1,030,857,841
		<u>1,038,543,297</u>	<u>1,030,857,841</u>
<b>5.1.1 Assets owned by the Company</b>			
Net book value at the beginning of the period/year		1,030,857,841	1,165,913,953
Additions during the period/year		17,716,168	6,934,803
Adjustments during the period/year-net		-	(64,646,487)
Revaluation additions during the period/year- net		-	-
Net book value of assets disposed during the period/year		-	(54,651,339)
Depreciation for the period/year		(10,030,712)	(22,693,089)
Net book value at end of the period/year		<u>1,038,543,297</u>	<u>1,030,857,841</u>
	Note	December 31, 2024 Rupees (Un-Audited)	June 30, 2024 Rupees (Audited)
<b>6 INVESTMENT PROPERTY - At Cost</b>			
Net carrying value as at July 01		108,581,278	111,365,413
Depreciation charged to other operating expenses during the period/year		(1,357,266)	(2,784,135)
Net book value as at close of period		<u>107,224,012</u>	<u>108,581,278</u>
Gross carrying value			
Cost		122,267,095	122,267,095
Accumulated Depreciation		(15,043,083)	(13,685,817)
Net book value		<u>107,224,012</u>	<u>108,581,278</u>
6.1 Depreciation is charged by reducing balance method at the rate % per annum		<u>2.5%</u>	<u>2.5%</u>
6.2 Depreciation charge for the period has been allocated as follows:			
Other operating expenses		(1,357,266)	(2,784,135)
<b>7 SHORT TERM INVESTMENTS</b>			
Term Deposit Certificates		87,500,000	37,500,000
Investment in Shares		369,545	362,046
		<u>87,869,545</u>	<u>37,862,046</u>

## 8 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties from the Company's perspective comprise associated companies and undertakings and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, and includes the Chief Executive and Directors of the Company. Details of transactions and balances with related parties is as follows:

	Note	December 31, 2024 Rupees (Un-Audited)	December 31, 2023 Rupees (Un-Audited)
<b>8.1 Transactions with related parties</b>			
Nature of relationship	Nature of transaction		
Directors	Short term borrowings obtained	20,175,000	6,500,000
	Short term borrowings repaid	14,229,000	4,500,000
Associate	Short term borrowings obtained	-	-
	Short term borrowings repaid	-	-

# Shadman Cotton Mills Limited

		Note	December 31, 2024	June 30, 2024
			Rupees (Un-Audited)	Rupees (Audited)
<b>8.2</b>	<b>Balances with related parties</b>			
	<b>Nature of relationship</b>	<b>Nature of balances</b>		
	Directors	Equity	210,000,000	210,000,000
		Short term borrowings	158,037,317	152,091,317
	Associate	Short term borrowings	-	-

## 9 EVENTS AFTER THE REPORTING PERIOD

There are no significant events after the reporting period that may require adjustment of and/or disclosure in this condensed interim financial information.

## 10 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information have been approved and authorized for issue on February 27, 2025 by the Board of Directors of the Company.

## 11 GENERAL

Figures have been rounded off to the nearest Rupee.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR