



Service Global Footwear Limited

Servis House, 2-Main Gulberg
Lahore-54662 (Pakistan)
Phone: (42) 35751990-96
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SGFL/PSX/CS/56
April 29, 2025

The General Manager
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

SUBJECT: FINANCIAL RESULTS FOR THE 1ST QUARTER ENDED MARCH 31, 2025

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on **April 29, 2025 at 10:00 a.m.**, at the registered office of the Company, Servis House, 2-Main Gulberg, Lahore, has approved the separate and consolidated financial statements for the first quarter ended March 31, 2025 and has not recommended cash dividend, bonus shares or right shares.

FINANCIAL RESULTS:

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

The Quarterly Report of the Company for the period ended March 31, 2025 will be transmitted through PUCARS separately, within the specified time.

Thanking you.

Yours faithfully,

FOR SERVICE GLOBAL FOOTWEAR LIMITED


Waheed Ashraf
Company Secretary



Enclosed as above.

C.C:

Executive Director / HOD,
Supervision Division,
Securities & Exchange Commission of Pakistan,
63, NIC Building, Jinnah Avenue, Blue Area,
Islamabad.

Annexure - A

SERVICE GLOBAL FOOTWEAR LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025

	Un-audited	Audited		Un-audited	Audited
	March 31, 2025	December 31, 2024		March 31, 2025	December 31, 2024
 (Rupees in thousand) (Rupees in thousand) (Rupees in thousand) (Rupees in thousand)
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON-CURRENT ASSETS		
Authorized share capital			Fixed assets	3,005,255	2,948,805
250,000,000 (31 December 2024: 250,000,000) ordinary shares of Rupees 10 each	<u>2,500,000</u>	<u>2,500,000</u>	Long term security deposits	4,627	4,354
			Long term loans to employees	2,845	2,845
			Long term investments	<u>4,205,909</u>	<u>4,035,432</u>
				7,218,636	6,991,436
Issued, subscribed and paid-up share capital					
206,056,400 (31 December 2024: 206,056,400) ordinary shares of Rupees 10 each	2,060,564	2,060,564			
Reserves	<u>5,263,345</u>	<u>5,150,351</u>			
Total equity	<u>7,323,909</u>	<u>7,210,915</u>			
LIABILITIES			CURRENT ASSETS		
NON-CURRENT LIABILITIES			Stores, spares and loose tools	170,672	166,034
Long term financing - secured	330,160	253,426	Stock in trade	4,195,331	4,151,812
Employees' retirement benefit	251,332	238,661	Trade debts	2,304,112	2,306,192
Deferred liabilities	341,640	278,796	Loans and advances	634,051	2,873,329
	923,132	770,883	Accrued mark-up	3,065	9,599
CURRENT LIABILITIES			Short term deposits and prepayments	23,614	24,703
Trade and other payables	1,960,463	2,078,710	Other receivables	1,835,105	1,758,777
Accrued mark-up	112,422	46,928	Advance income tax and prepaid levy - net	225,863	178,145
Short term borrowings	6,613,494	9,032,440	Cash and bank balances	<u>388,092</u>	<u>744,970</u>
Current portion of non-current liabilities	59,543	59,543		9,779,905	12,213,561
Unclaimed dividend	5,578	5,578			
	<u>8,751,500</u>	<u>11,223,199</u>			
Total liabilities	<u>9,674,632</u>	<u>11,994,082</u>			
CONTINGENCIES AND COMMITMENTS					
TOTAL EQUITY AND LIABILITIES	<u>16,998,541</u>	<u>19,204,997</u>	TOTAL ASSETS	<u>16,998,541</u>	<u>19,204,997</u>




SERVICE GLOBAL FOOTWEAR LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

	Un-audited March 31, 2025	Un-audited March 31, 2024
 (Rupees in thousand)	
REVENUE	4,793,152	4,541,895
COST OF SALES	(4,068,245)	(3,713,308)
GROSS PROFIT	724,907	828,587
DISTRIBUTION COST	(376,800)	(295,825)
ADMINISTRATIVE EXPENSES	(195,643)	(172,698)
OTHER EXPENSES	(4,761)	(18,173)
	(577,204)	(486,696)
	147,703	341,891
OTHER INCOME	73,884	43,608
PROFIT FROM OPERATIONS	221,587	385,499
FINANCE COST	(150,059)	(200,734)
	71,528	184,765
SHARE OF PROFIT OF EQUITY ACCOUNTED INVESTEE - NET OF TAXATION	154,403	362,165
PROFIT BEFORE TAXATION AND LEVY	225,931	546,930
LEVY	(42,320)	(62,157)
PROFIT BEFORE TAXATION	183,611	484,773
TAXATION	(86,691)	(99,159)
PROFIT AFTER TAXATION	96,920	385,614
EARNINGS PER SHARE - BASIC (RUPEES)	0.47	1.87
EARNINGS PER SHARE - DILUTED (RUPEES)	0.47	1.87




SERVICE GLOBAL FOOTWEAR LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

	Un-audited	Un-audited
	March 31, 2025	March 31, 2024
..... (Rupees in thousand)		
PROFIT AFTER TAXATION	96,920	385,614
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the period	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>96,920</u>	<u>385,614</u>




SERVICE GLOBAL FOOTWEAR LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

SHARE CAPITAL	RESERVES						TOTAL EQUITY	
	CAPITAL RESERVE				REVENUE RESERVE	TOTAL		
	Reserve for issuance of bonus shares	Share premium	Share options reserve	Share of employee share options reserve held by equity accounted investee	Un- appropriated profit			
-----Rupees in thousand-----								
Balance as at 31 December 2023 - audited	2,059,175	1,390,684	1,713,028	895	-	1,337,061	4,441,668	6,500,843
Profit for the period ended 31 March 2024	-	-	-	-	-	385,614	385,614	385,614
Other comprehensive income for the period ended 31 March 2024	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended 31 March 2024	-	-	-	-	-	385,614	385,614	385,614
Balance as at 31 March 2024 - un-audited	2,059,175	1,390,684	1,713,028	895	-	1,722,675	4,827,282	6,886,457
Balance as at 31 December 2024 - audited	2,060,564	1,390,684	1,716,321	7,183	24,389	2,011,774	5,150,351	7,210,915
Adjustment due to equity accounted investee company	-	-	-	-	16,074	-	16,074	16,074
Profit for the period ended 31 March 2025	-	-	-	-	-	96,920	96,920	96,920
Other comprehensive income for the period ended 31 March 2025	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended 31 March 2025	-	-	-	-	-	96,920	96,920	96,920
Balance as at 31 March 2025 - un-audited	2,060,564	1,390,684	1,716,321	7,183	40,463	2,108,694	5,263,345	7,323,909




SERVICE GLOBAL FOOTWEAR LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

Un-audited	Un-audited
March 31, 2025	March 31, 2024

(Rupees in thousand)

CASH FLOWS FROM OPERATING ACTIVITIES

Cash used in operations	(265,732)	(207,600)
Finance cost paid	(84,565)	(216,852)
Income tax and levy paid	(113,885)	(53,884)
Workers' profit participation fund paid	-	(35,275)
Staff retirement benefit paid	(113)	(34,847)
Long term loans to employees - net	2,536	2,652
Long term security deposits - net	(273)	(54)
Net cash used in operating activities	(462,032)	(545,860)

CASH FLOWS FROM INVESTING ACTIVITIES

Capital expenditure on fixed assets	(122,814)	(72,385)
Proceeds from disposal of fixed assets	819	1,197
Loan given to Service Industries Limited - Holding Company	(74,000)	-
Loan repayment from Service Industries Limited - Holding Company	2,574,000	900,000
Profit on bank deposits received	36,007	13,151
Mark-up received on loan to Service Industries Limited - Holding Company	33,354	23,731
Long term investments made	-	(286,400)
Net cash from investing activities	2,447,366	579,294

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from long term financing	85,864	-
Repayment of long term financing	(9,130)	(7,840)
Short term borrowings - net	(2,418,946)	(1,520,058)
Dividend paid	-	(617,370)
Net cash used in financing activities	(2,342,212)	(2,145,268)
Net decrease in cash and cash equivalents	(356,878)	(2,111,834)
Cash and cash equivalents at the beginning of the period	744,970	2,903,050
Cash and cash equivalents at the end of the period	388,092	791,216




SERVICE GLOBAL FOOTWEAR LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025

	Un-audited	Audited		Un-audited	Audited
	March 31, 2025	December 31, 2024		March 31, 2025	December 31, 2024
 (Rupees in thousand) (Rupees in thousand)	
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON-CURRENT ASSETS		
Authorized share capital			Fixed assets	3,020.185	2,960.941
250,000,000 (31 December 2024: 250,000,000) ordinary shares of Rupees 10 each	<u>2,500,000</u>	<u>2,500,000</u>	Long term security deposits	4,627	4,354
			Long term loans to employees	2,845	2,845
Issued, subscribed and paid-up share capital			Long term investments	<u>4,116,742</u>	<u>3,946,265</u>
206,056,400 (31 December 2024: 206,056,400) ordinary shares of Rupees 10 each	2,060.564	2,060.564		7,144.399	6,914.405
Reserves	<u>5,279.513</u>	<u>5,140.491</u>			
Total equity	<u>7,340.077</u>	<u>7,201.055</u>			
LIABILITIES			CURRENT ASSETS		
NON-CURRENT LIABILITIES			Stores, spares and loose tools	170.672	166.034
Long term financing - secured	330.160	253.426	Stock in trade	4,195.331	4,151.812
Employees' retirement benefit	251.332	238.661	Trade debts	2,338.780	2,338.417
Deferred liabilities	341,640	278,796	Loans and advances	686.968	2,917.537
	923.132	770.883	Accrued mark-up	3,065	9,599
CURRENT LIABILITIES			Short term deposits and prepayments	27,777	26,043
Trade and other payables	2,182,350	2,326,991	Other receivables	2,023,351	1,944,955
Accrued mark-up	112,422	46,928	Advance income tax and prepaid levy - net	225,863	178,145
Short term borrowings	6,613,494	9,032,440	Cash and bank balances	<u>420,390</u>	<u>796,471</u>
Current portion of non-current liabilities	59,543	59,543		10,092.197	12,529.013
Unclaimed dividend	<u>5,578</u>	<u>5,578</u>			
	8,973,387	11,471,480			
Total liabilities	<u>9,896,519</u>	<u>12,242,363</u>			
CONTINGENCIES AND COMMITMENTS					
TOTAL EQUITY AND LIABILITIES	<u>17,236,596</u>	<u>19,443,418</u>	TOTAL ASSETS	<u>17,236,596</u>	<u>19,443,418</u>




SERVICE GLOBAL FOOTWEAR LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

	Un-audited March 31, 2025	Un-audited March 31, 2024
 (Rupees in thousand)	
REVENUE	4,810,942	4,544,368
COST OF SALES	(3,970,610)	(3,693,124)
GROSS PROFIT	840,332	851,244
DISTRIBUTION COST	(455,294)	(351,345)
ADMINISTRATIVE EXPENSES	(201,011)	(176,228)
OTHER EXPENSES	(6,886)	(18,173)
	(663,191)	(545,746)
	177,141	305,498
OTHER INCOME	73,884	50,684
PROFIT FROM OPERATIONS	251,025	356,182
FINANCE COST	(153,928)	(205,114)
	97,097	151,068
SHARE OF PROFIT OF EQUITY ACCOUNTED INVESTEE - NET OF TAXATION	154,403	362,165
PROFIT BEFORE TAXATION AND LEVY	251,500	513,233
LEVY	(42,320)	(62,157)
PROFIT BEFORE TAXATION	209,180	451,076
TAXATION	(87,170)	(99,159)
PROFIT AFTER TAXATION	122,010	351,917
EARNINGS PER SHARE - BASIC (RUPEES)	0.59	1.71
EARNINGS PER SHARE - DILUTED (RUPEES)	0.59	1.71



SERVICE GLOBAL FOOTWEAR LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

Un-audited	Un-audited
March 31, 2025	March 31, 2024
..... (Rupees in thousand)	

PROFIT AFTER TAXATION	122,010	351,917
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OTHER COMPREHENSIVE INCOME

Items that will not be reclassified to profit or loss

-	-
938	(2,079)

Items that may be reclassified subsequently to profit or loss

Exchange difference on translation of foreign subsidiary

Other comprehensive income / (loss) for the period

TOTAL COMPREHENSIVE INCOME FOR THE PERIOD

938	(2,079)
<u>122,948</u>	<u>349,838</u>




SERVICE GLOBAL FOOTWEAR LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

SHARE CAPITAL	RESERVES							TOTAL	TOTAL EQUITY
	CAPITAL RESERVE					REVENUE RESERVE			
	Exchange translation reserve	Reserve for issuance of bonus shares	Share premium	Share options reserve	Share of employee share options reserve held by equity accounted investee	Un-appropriated profit			
-----Rupees in thousand-----									
Balance as at 31 December 2023 - audited	2,059,175	(4,609)	1,390,684	1,713,028	895	-	1,326,788	4,426,786	6,485,961
Profit for the period ended 31 March 2024	-	-	-	-	-	-	351,917	351,917	351,917
Other comprehensive loss for the period ended 31 March 2024	-	(2,079)	-	-	-	-	-	(2,079)	(2,079)
Total comprehensive income for the period ended 31 March 2024	-	(2,079)	-	-	-	-	351,917	349,838	349,838
Balance as at 31 March 2024 - un-audited	2,059,175	(6,688)	1,390,684	1,713,028	895	-	1,678,705	4,776,624	6,835,799
Balance as at 31 December 2024 - audited	2,060,564	(7,600)	1,390,684	1,716,321	7,183	24,389	2,009,514	5,140,491	7,201,055
Adjustment due to equity accounted investee company	-	-	-	-	-	16,074	-	16,074	16,074
Profit for the period ended 31 March 2025	-	-	-	-	-	-	122,010	122,010	122,010
Other comprehensive income for the period ended 31 March 2025	-	938	-	-	-	-	-	938	938
Total comprehensive income for the period ended 31 March 2025	-	938	-	-	-	-	122,010	122,948	122,948
Balance as at 31 March 2025 - un-audited	2,060,564	(6,662)	1,390,684	1,716,321	7,183	40,463	2,131,524	5,279,513	7,340,077




SERVICE GLOBAL FOOTWEAR LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2025
(UN-AUDITED)

Un-audited	Un-audited
March 31, 2025	March 31, 2024

(Rupees in thousand)

CASH FLOWS FROM OPERATING ACTIVITIES

Cash used in operations	(278,078)	(217,848)
Finance cost paid	(88,434)	(221,232)
Income tax and levy paid	(114,364)	(53,884)
Workers' profit participation fund paid	-	(35,275)
Staff retirement benefit paid	(113)	(34,847)
Long term loans to employees - net	2,536	2,652
Long term security deposits - net	(273)	(54)
Net cash used in operating activities	(478,726)	(560,488)

CASH FLOWS FROM INVESTING ACTIVITIES

Capital expenditure on fixed assets	(126,261)	(72,385)
Proceeds from disposal of fixed assets	819	1,197
Loan given to Service Industries Limited - Ultimate Holding Company	(74,000)	-
Loan repayment from Service Industries Limited - Ultimate Holding Company	2,574,000	900,000
Profit on bank deposits received	36,007	13,151
Mark-up received on loan to Service Industries Limited - Ultimate Holding Company	33,354	23,731
Long term investments made	-	(286,400)
Net cash from investing activities	2,443,919	579,294

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from long term financing	85,864	-
Repayment of long term financing	(9,130)	(7,840)
Short term borrowings - net	(2,418,946)	(1,520,058)
Dividend paid	-	(617,370)
Net cash used in financing activities	(2,342,212)	(2,145,268)
Effect of exchange rate changes on cash and cash equivalents	938	(1,645)
Net decrease in cash and cash equivalents	(376,081)	(2,128,107)
Cash and cash equivalents at the beginning of the period	796,471	2,951,229
Cash and cash equivalents at the end of the period	420,390	823,122


