

# Shield®

## TRUSTED BY GENERATIONS FOR



## YEARS

## FIRST QUARTER REPORT 2026

# CONTENTS

---

Company Information	03
Directors' Review	04
Directors' Review Urdu	05
Condensed Interim Statement of Financial Position	06
Condensed Interim Statement of Profit or Loss	07
Condensed Interim Statement of Comprehensive Income	08
Condensed Interim Statement of Changes in Equity	09
Condensed Interim Statement of Cash Flows	10
Notes to the Condensed Interim Financial Statement	11

# COMPANY INFORMATION

## Board of Directors

Mr. Ebrahim Qassim	Chairman
Mr. Mohammad Haroon Qassim	Chief Executive
Mr. Vali Muhammad A. Habib	Director
Mr. Muhammad Rafique Umer Afinwala	Director
Mr. Abdul Ghaffar Umer Kapadia	Director
Mrs. Saadia Naveed	Director
Mr. Mohammad Salman Qassim	Director

## Audit Committee

Mr. Muhammad Rafique Umer Afinwala	Chairman
Mr. Vali Muhammad A. Habib	Member
Mr. Abdul Ghaffar Umer Kapadia	Member

## Human Resource & Remuneration Committee

Mr. Abdul Ghaffar Umer Kapadia	Chairman
Mr. Mohammad Haroon Qassim	Member
Mr. Vali Muhammad A. Habib	Member

## Risk Management Committee

Mr. Mohammad Haroon Qassim	Chairman
Mr. Vali Muhammad A. Habib	Member
Mr. Muhammad Rafique Umer Afinwala	Member

## Chief Financial Officer

Mr. Yasir Yousuf Chhabra

## Company Secretary

Mr. Hafiz Muhammad Hasan

## Head of Internal Audit

Mr. Tariq Shahzad

## Legal Advisors

Mr. Shafqat Zaman

## External Auditors

BDO Ebrahim & Co.  
Chartered Accountants

## Internal Auditors

Yousuf Adil  
Chartered Accountants

## Bankers

Meezan Bank Limited  
Bank Al-Habib Limited - Islamic Banking  
Habib Metropolitan Bank Limited - Islamic Banking  
Habib Metropolitan Bank Limited

## Registrar & Share Registration Office

CDC Share Registrar Services Limited  
CDC House, 99-B, S.M.C.H.S.,  
Main Shahrah-e-Faisal,  
Karachi

## Registered Office

Office 1007, Business Avenue,  
Block 6, P.E.C.H.S., Shahrah-e-Faisal,  
Karachi

## Factory

Plot No. 368/4 & 5  
Landhi Industrial Area  
Baldia Road  
Karachi

## Email & URL

mail@shield.com.pk  
www.shield.com.pk

## DIRECTORS' REVIEW

On behalf of the Board of Directors, we present the un-audited condensed interim financial statements for the period ended September 30, 2025.

### Financial summary

Operating Results	September 2025	September 2024	Increase / (Decrease)
	(Rupees)	(Rupees)	
Net Sales	717,666,049	719,914,590	(0.31%)
Gross Profit	180,385,797	167,251,373	7.85%
Gross Profit %	25.14%	23.23%	191 bps
Selling and Distribution Expenses	158,322,777	158,277,000	0.03%
Administrative Expenses	17,714,307	16,059,884	10.30%
Finance Costs	20,725,725	48,829,782	(57.56%)
Loss after Tax	(36,225,934)	(57,902,343)	(37.44%)
Loss per Share	(9.29)	(14.85)	(37.44%)

Net sales of the Company decreased by 0.31%, however due to better sales mix, gross profit improved in percentage as well as absolute basis. Finance cost also reduced by 57.56% due to reduction in policy rate and borrowing levels as compared to same period last year. During the period, disposal of non-current assets held for sale was also completed. Company incurred loss after taxation of Rs. 36.2 million as compared to loss after taxation of Rs.57.90 million in the corresponding quarter last year, resulting in loss per share of Rs. 9.29 as compared to loss per share of Rs. 14.85.

Management is working to improve sales. Additionally, stable macroeconomic environment primarily due to stable policy rate and stable foreign exchange parity will help Company in improving results. We remain committed to overcome the economic and business challenges with a focus on sustainable growth and long-term stability.

The Board of Directors would like to express their gratitude to all customers, financial institutions, staff members, suppliers and shareholders who have been associated with the Company for their continued support and cooperation.

On behalf of the Board



Mohammad Haroon Qassim  
Chief Executive



Muhammad Rafique Umer Afinwala  
Director

Karachi: October 30, 2025

## ڈائریکٹرز کا جائزہ

ہم بورڈ آف ڈائریکٹرز کی جانب سے ۳۰ ستمبر ۲۰۲۵ کو ختم ہونے والی مدت کے لیے غیر آڈٹ شدہ مختصر عبوری مالیاتی گوشوارے پیش کر رہے ہیں۔  
سرمائے کا خلاصہ


عملداری نتائج	ستمبر ۲۰۲۵ (روپے)	ستمبر ۲۰۲۴ (روپے)	اضافہ/(کمی)
خالص سیلز	717,666,049	719,914,590	(0.31%)
مجموعی منافع	180,385,797	167,251,373	7.85%
مجموعی فیصدی منافع	25.14%	23.23%	191 bps
فروخت اور تقسیم کاری کے اخراجات	158,322,777	158,277,000	0.03%
انتظامی اخراجات	17,714,307	16,059,884	10.30%
مالیاتی لاگت	20,725,725	48,829,782	(57.56%)
بعد از ٹیکس نقصان	(36,225,934)	(57,902,343)	(37.44%)
فی شیئر نقصان	(9.29)	(14.85)	(37.44%)


کمپنی کی خالص سیلز میں 0.31% کی کمی واقع ہوئی، تاہم بہتر سیلز مکس کے باعث مجموعی منافع میں فیصدی اور مالی دونوں بنیادوں پر بہتری دیکھی گئی۔ گزشتہ سال کے اسی عرصے کے مقابلے میں مالیاتی اخراجات میں بھی 57.56% کی کمی واقع ہوئی جو پالیسی ریٹ اور قرضوں کی سطح میں کمی کے نتیجے میں ہے۔ اس مدت کے دوران نان کرنٹ ایسٹس ہیلڈ فارسیل کی فروخت (ڈسپوزل) بھی مکمل کر لی گئی۔ گزشتہ سال کی اسی سہ ماہی میں بعد از ٹیکس 57.90 ملین روپے کے خسارے کے مقابلے میں اس سال کمپنی کو بعد از ٹیکس 36.2 ملین روپے کا خسارہ ہوا۔ نتیجتاً فی حصص خسارہ 9.29 روپے رہا جبکہ گزشتہ سال اسی عرصے میں یہ 14.85 روپے تھا۔

انتظامیہ فروخت میں بہتری کے لیے کوشاں ہے۔ مزید برآں، مستحکم پالیسی ریٹ اور زرمبادلہ کی شرح میں استحکام کی بدولت معاشی حالات میں بہتری کمپنی کے نتائج پر مثبت اثر ڈالے گی۔ ہم پائیدار ترقی اور طویل المدتی استحکام پر توجہ دیتے ہوئے معاشی اور کاروباری چیلنجز پر قابو پانے کے لیے پُر عزم ہیں۔

بورڈ آف ڈائریکٹرز ان تمام صارفین، مالیاتی اداروں، عملے کے اراکین، سپلائرز اور شیئر ہولڈرز کا شکریہ ادا کرنا چاہیں گے جو کمپنی کے ساتھ مسلسل تعاون اور تائید کے لیے منسلک ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے

  
محمد رفیق عرفینوالا  
ڈائریکٹر

  
محمد ہارون قاسم  
چیف ایگزیکٹو

کراچی: ۳۰ اکتوبر ۲۰۲۵

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note	-----Rupees-----	
<b>ASSETS</b>			
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment	6	1,237,648,433	1,227,047,187
Intangible asset		1,405	9,000
Long term deposits		1,272,666	1,272,666
		1,238,922,504	1,228,328,853
<b>CURRENT ASSETS</b>			
Stores and spares		45,762,193	71,953,361
Stock-in-trade	7	477,115,257	639,929,637
Trade debts	8	99,455,787	65,023,990
Loans and advances	9	12,298,290	3,089,658
Trade deposits, prepayments and other receivable	10	11,978,171	5,559,670
Taxation and levy - net		171,870,035	167,979,102
Cash and bank balances	11	6,360,938	7,087,523
		824,840,671	960,622,941
Non current assets - held for sale	12	-	55,498,889
<b>TOTAL ASSETS</b>		<b>2,063,763,175</b>	<b>2,244,450,683</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital			
15,000,000 (June 30, 2025 : 15,000,000) ordinary shares of Rs. 10/- each		150,000,000	150,000,000
Issued, subscribed and paid-up capital			
3,900,000 (June 30, 2025: 3,900,000) ordinary shares of Rs. 10/- each		39,000,000	39,000,000
Loan from sponsors	13	851,000,000	815,000,000
Capital reserve		10,000,000	10,000,000
Revenue reserves		233,361,045	269,586,979
		1,133,361,045	1,133,586,979
<b>NON - CURRENT LIABILITIES</b>			
Deferred taxation		-	-
Long term financing - secured	14	228,687,796	236,230,775
		228,687,796	236,230,775
<b>CURRENT LIABILITIES</b>			
Trade and other payable	15	268,944,986	250,847,682
Due to related party		-	100,707,426
Current portion of long term financing - secured	14	79,955,108	84,684,240
Short term borrowings - secured	16	337,177,744	423,320,329
Accrued profit	17	14,763,208	14,199,964
Unpaid dividend		280,643	280,643
Unclaimed dividend		592,645	592,645
		701,714,334	874,632,929
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,063,763,175</b>	<b>2,244,450,683</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			

18

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim  
Chief Executive



Muhammad Rafique Umer Afinwala  
Director



Yasir Yousuf Chhabra  
Chief Financial officer

# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)

## FOR THE QUARTER ENDED SEPTEMBER 30, 2025

		September 30, 2025	September 30, 2024
	Note	-----Rupees-----	
Sales - net	19	717,666,049	719,914,590
Cost of sales		(537,280,252)	(552,663,217)
Gross profit		180,385,797	167,251,373
Selling and distribution expenses		(158,322,777)	(158,277,000)
Administrative and general expenses		(17,714,307)	(16,059,884)
(Allowance for) / reversal of expected credit loss	8.2	(2,429,459)	1,934,462
Other operating expenses		(9,075,837)	(593,603)
Other operating income		857,264	7,880,515
Operating (loss) / profit		(6,299,319)	2,135,863
Finance costs	20	(20,725,725)	(48,829,782)
Loss before income tax and minimum tax		(27,025,044)	(46,693,919)
Minimum tax differential - levy		(9,200,890)	(8,892,358)
Loss before income tax		(36,225,934)	(55,586,277)
Taxation		-	(2,316,066)
Loss for the period		(36,225,934)	(57,902,343)
Loss per share - basic and diluted	21	(9.29)	(14.85)

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim  
Chief Executive



Muhammad Rafique Umer Afinwala  
Director



Yasir Yousuf Chhabra  
Chief Financial officer

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	September 30, 2025	September 30, 2024
	-----Rupees-----	
Loss for the period	(36,225,934)	(57,902,343)
Other comprehensive income	-	-
Total comprehensive loss for the period	<u>(36,225,934)</u>	<u>(57,902,343)</u>

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim  
Chief Executive



Muhammad Rafique Umer Afinwala  
Director



Yasir Yousuf Chhabra  
Chief Financial officer



# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

## FOR THE QUARTER ENDED SEPTEMBER 30, 2025

Issued, subscribed and paid-up capital	Loan from sponsors	Reserve				Total
		Capital reserve	Revenue reserves		Sub total	
		Share Premium	General	Unappropriated profit		
(Rupees)						
39,000,000	305,000,000	10,000,000	55,000,000	227,244,501	292,244,501	636,244,501
-	-	-	-	(57,902,343)	(57,902,343)	(57,902,343)
-	-	-	-	-	-	-
-	-	-	-	(57,902,343)	(57,902,343)	(57,902,343)
-	360,000,000	-	-	-	-	360,000,000
39,000,000	665,000,000	10,000,000	55,000,000	169,342,158	234,342,158	938,342,158
39,000,000	815,000,000	10,000,000	55,000,000	214,586,979	279,586,979	1,133,586,979
-	-	-	-	(36,225,934)	(36,225,934)	(36,225,934)
-	-	-	-	-	-	-
-	-	-	-	(36,225,934)	(36,225,934)	(36,225,934)
-	36,000,000	-	-	-	-	36,000,000
39,000,000	851,000,000	10,000,000	55,000,000	178,361,045	243,361,045	1,133,361,045

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim  
Chief Executive



Muhammad Rafique Umer Afinwala  
Director



Yasir Yousuf Chhabra  
Chief Financial officer

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

## FOR THE QUARTER ENDED SEPTEMBER 30, 2025

		September 30, 2025	September 30, 2024
	Note	-----Rupees-----	
<b>Cash flows from operating activities</b>			
Cash generated from / (used in) operations	22	59,255,044	(166,567,503)
Finance costs - net		(20,162,481)	(53,316,722)
Sale proceeds from disposal of stores and spares		16,409,467	-
Income tax - net		(13,091,823)	(9,371,840)
Net cash flows generated from / (used in) operating activities		42,410,207	(229,256,065)
<b>Cash flows from investing activities</b>			
Fixed capital expenditure including work in progress		(37,430,553)	(22,411,148)
Sale proceeds from disposal of non current assets - held for sale		55,498,889	-
Sale proceeds from disposal of operating fixed assets		1,252,844	-
Net cash generated from / (used in) investing activities		19,321,180	(22,411,148)
<b>Cash flows from financing activities</b>			
Long term financing - net		(12,272,111)	(33,701,908)
Loan received from sponsors	13	36,000,000	360,000,000
Short term murabaha finance and istisna finance - net		(41,880,271)	32,176,190
Dividend paid		-	(475)
Net cash flows (used in) / generated from financing activities		(18,152,382)	358,473,807
Net increase in cash and cash equivalents		43,579,005	106,806,594
Cash and cash equivalents at the beginning of the period		(280,365,598)	(376,699,438)
Effect of movements in exchange rates on cash held		(43,276)	(24,924)
Cash and cash equivalents at the end of the period	23	(236,829,869)	(269,917,768)

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim  
Chief Executive



Muhammad Rafique Umer Afinwala  
Director



Yasir Yousuf Chhabra  
Chief Financial officer

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

## FOR THE QUARTER ENDED SEPTEMBER 30, 2025

### 1 STATUS AND NATURE OF BUSINESS

Shield Corporation Limited (the Company) was incorporated on January 10, 1975 as a public limited company in Pakistan under the repealed Companies Act, 1913 (now Companies Act, 2017) and is quoted on Pakistan Stock Exchange Limited. The Company started its commercial production on November 26, 1975 and is mainly engaged in the manufacturing, trading and sales of oral care, baby care and hygiene products.

### 2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at office No. 1007, 10th Floor, Business Avenue, Block 6, P.E.C.H.S., Shahrah-e-Faisal, Karachi. The manufacturing facility of the Company is located at Plot No. 368/4&5, Landhi Industrial Area, Karachi.

### 3 BASIS OF PREPARATION

#### 3.1 Statement of compliance

These condensed interim financial statements of the Company for the period ended September 30, 2025 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

3.1.1 These condensed interim financial statements do not include all the information and disclosures required in an annual audited financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

3.1.2 The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended June 30, 2025, whereas the comparative 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 thereto for the period ended September 30, 2025 have been extracted from the condensed interim financial statements of the Company for the period ended September 30, 2024.

### 4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are same as those for the preceding annual financial statements for the year ended June 30, 2025.

#### 4.1 Standards, amendments and interpretations to accounting standards that are effective in the current period

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on January 01, 2024, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

#### 4.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are not effective for the Company's current accounting period. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

### 5 ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make certain judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2025.

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
Note		-----Rupees-----	
<b>6</b>	<b>PROPERTY, PLANT AND EQUIPMENT</b>		
	Operating fixed assets	6.1 1,220,487,609	1,211,007,237
	Capital work in progress	6.2 17,160,824	16,039,950
		<u>1,237,648,433</u>	<u>1,227,047,187</u>
<b>6.1</b>	<b>Operating fixed assets</b>		
	Opening net book value	1,211,007,237	1,437,964,645
	Additions / transfers during the period / year at cost	36,309,680	129,772,894
		<u>1,247,316,917</u>	<u>1,567,737,539</u>
	Disposals during the period / year at net book value	2,392,781	139,640,793
	Impairment	-	37,979,109
	Transfer to non current assets - held for sale	-	55,498,889
	Depreciation charge for the period / year	24,436,527	123,611,511
		<u>(26,829,308)</u>	<u>(356,730,302)</u>
	Closing net book value	<u>1,220,487,609</u>	<u>1,211,007,237</u>

6.1.1 Following are the cost of operating fixed assets added and disposed off during the period / year ended:

	September 30, 2025 (Unaudited)			June 30, 2025 (Audited)		
	Additions (at cost)	Disposals (at net book value)	Impairment	Additions (at cost)	Disposals (at net book value)	Impairment
	------(Rupees)-----					
Building	-	-	-	9,366,190	-	-
Plant and machinery	36,055,240	2,392,781	-	116,604,073	139,611,426	37,979,109
Office equipments	215,500	-	-	1,525,937	29,367	-
Furniture and fittings	-	-	-	2,026,410	-	-
Computers	38,940	-	-	250,284	-	-
	<u>36,309,680</u>	<u>2,392,781</u>	<u>-</u>	<u>129,772,894</u>	<u>139,640,793</u>	<u>37,979,109</u>

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note	-----Rupees-----	
<b>6.2 Capital work in progress</b>			
Plant and machinery		7,961,993	5,785,206
Advances to suppliers		9,198,831	10,254,744
	6.2.1	<u>17,160,824</u>	<u>16,039,950</u>
6.2.1 Movement of carrying amount is as follows:			
Opening balance		16,039,950	25,546,990
Additions (at cost) during the period / year		33,985,805	73,730,670
		50,025,755	99,277,660
Transfer to operating fixed assets during the period / year		(32,864,931)	(83,237,710)
Closing balance		<u>17,160,824</u>	<u>16,039,950</u>

## 7 STOCK-IN-TRADE

### Manufacturing:

#### Raw and packing materials

in hand

in transit

#### Work-in-process

#### Finished goods

#### Less: Provision for NRV

### Trading:

in hand

Less: Provision for NRV

in transit

236,923,880	284,110,116
21,804,026	9,186,806
<u>258,727,906</u>	<u>293,296,922</u>
67,863,935	66,858,066
<u>139,562,310</u>	<u>266,508,226</u>
<u>(4,181,330)</u>	<u>(4,963,454)</u>
<u>135,380,980</u>	<u>261,544,772</u>
15,399,054	18,396,686
<u>(262,571)</u>	<u>(174,360)</u>
<u>15,136,483</u>	<u>18,222,326</u>
5,953	7,551
<u>15,142,436</u>	<u>18,229,877</u>
<u>477,115,257</u>	<u>639,929,637</u>

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note	-----Rupees-----	
<b>8</b>	<b>TRADE DEBTS</b>		
(Unsecured - considered good)			
Due from associated undertakings	8.1	51,506,950	4,805,925
Others		47,948,837	60,218,065
		99,455,787	65,023,990
(Unsecured - considered doubtful)			
Considered doubtful	8.2	12,550,132	10,120,673
Allowance for expected credit loss		(12,550,132)	(10,120,673)
		99,455,787	65,023,990
8.1 This comprises of amounts receivable from:			
Premier Agencies		7,383,003	4,805,925
Premier Sales (Private) Limited		44,096,407	-
Memon Medical Institute		27,540	-
		51,506,950	4,805,925
8.2 Allowance for expected credit loss			
Opening balances		10,120,673	9,542,897
Allowance for expected credit loss		2,429,459	577,776
Closing balances		12,550,132	10,120,673

## 9 LOANS AND ADVANCES

Loan to employees		446,141	177,960
Advances			
to suppliers	9.1	9,597,596	2,015,984
to others		2,254,553	895,714
		11,852,149	2,911,698
		12,298,290	3,089,658
9.1 This represents advances to suppliers in the normal course of business and does not carry any interest or mark-up.			

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note	-----Rupees-----	
<b>10</b>	<b>TRADE DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>		
LG margin	10.1	10,000,000	5,000,000
Security deposits		775,996	555,996
Prepayments		1,202,175	3,674
		11,978,171	5,559,670
10.1 This represents short term deposits in the normal course of business and does not carry any interest or mark-up.			

			September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note		-----Rupees-----	
<b>11 CASH AND BANK BALANCES</b>				
Cash in hand				
Local currency			143,118	191,954
Foreign currency			872,531	880,621
			1,015,649	1,072,575
Cash at bank				
Current account	11.1		5,345,289	6,014,948
			6,360,938	7,087,523

11.1 This includes balances amounting to Rs. 5.944 million (June 30, 2025: Rs. 5.767 million) with Shariah compliant banks.

## 12 NON CURRENT ASSETS - HELD FOR SALE

Plant and machinery	12.1	-	55,498,889
12.1	During the period, the Company completed the disposal of plant and machinery classified as assets held for sale, for a consideration of Rs. 55.499 million.		

## 13 LOAN FROM SPONSORS

The sponsors of the Company, have granted an interest free loan to the Company. As per the terms of the contract the amount is repayable at the discretion of the Company. During the period, the Company received additional loan of Rs. 36 million on same repayment terms and conditions.

## 14 LONG TERM FINANCING - SECURED

Shariah Arrangements	Installment payable	Repayment period	Profit rate	Note	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
					-----Rupees-----	
Bank Al-Habib Limited - Islamic banking	Quarterly	2019-25	0.75% above 6 months KIBOR	14.1	-	2,412,422
Bank Al-Habib Limited - Islamic banking	Quarterly	2019-25	1% above 6 months KIBOR	14.1	-	4,253,243
Bank Al-Habib Limited - Islamic banking	Quarterly	2022-27	1% above 6 months KIBOR	14.1	3,177,900	3,707,550
Bank Al-Habib Limited - Islamic banking	Quarterly	2023-28	1% above 6 months KIBOR	14.1	3,492,683	3,810,200
Bank Al-Habib Limited - Islamic banking	Quarterly	2024-29	1% above 6 months KIBOR	14.1	63,111,750	67,540,689
Bank Al-Habib Limited - Islamic banking	Quarterly	2025-30	1% above 6 months KIBOR	14.1	30,118,855	15,983,005
Meezan Bank Limited	Quarterly	2019-25	1% above 3 months KIBOR	14.2	-	909,909
Meezan Bank Limited	Quarterly	2020-25	1% above 3 months KIBOR	14.2	522,171	1,044,326
Bank Al-Habib Limited - Islamic banking	Quarterly	2023-31	1% above 6 months KIBOR	14.3	208,219,545	221,253,671
					308,642,904	320,915,015

Shariah Arrangements	Installment payable	Repayment period	Profit rate	Note	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
					-----Rupees-----	
Less: Current portion shown under current liabilities						
Bank Al-Habib Limited - Islamic banking					(79,432,937)	(82,730,021)
Meezan Bank Limited					(522,171)	(1,954,219)
					(79,955,108)	(84,684,240)
					228,687,796	236,230,775

- 14.1 This facility has been obtained from Bank Al-Habib Limited-Islamic banking under the diminishing musharakah. The term of the loan was 5 years from the date of disbursement, repayable in 20 equal quarterly installments. During the period, the Company had made repayment of Rs. 11.942 million (June 30, 2025: Rs. 46.447 million). The facility is secured by first exclusive charge of particular machinery of the Company and personal guarantee of chairman of the Board of Directors. The facility carries profit rates ranging from 12.09% to 13.10% (June 30, 2025: 12.72% to 22.79%) per annum.
- 14.2 This facility has been obtained from Meezan Bank Limited under the diminishing musharakah. The term of the loan was 2 to 5 years from the date of disbursement, repayable in 8 to 20 equal quarterly installments. During the period, the Company had made repayment of Rs. 1.432 million (June 30, 2025: Rs. 7.055 million). The facility is secured by a first exclusive charge over particular machinery of the Company. The facility carries profit rates ranging from 12.23% to 13.13% (June 30, 2025: 12.91% to 20.00%) per annum.
- 14.3 This facility has been obtained from Bank Al Habib Limited - Islamic banking under the diminishing musharakah. The term of the loan was 8 years including 1 year grace period from the date of disbursement, repayable in 28 equal quarterly installments. During the period, the Company had made repayment of Rs. 13.034 million (June 30, 2025: Rs. 52.274 million). The facility is secured by a equitable mortgage of factory property and personal guarantee of the Chairman of the Board of Directors. The facility carries profit rates ranging from 12.11% to 13.12% (June 30, 2025: 12.79% to 22.70%) per annum.

	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
-----Rupees-----		
<b>15 TRADE AND OTHER PAYABLES</b>		
Creditors	114,360,084	126,191,200
Bills payable	19,554,573	21,714,058
Accrued liabilities	84,892,098	67,531,925
Sales tax payable	22,458,240	11,478,064
Provident fund payable	-	66,350
Contract Liability	27,679,991	23,866,085
	268,944,986	250,847,682
<b>16 SHORT TERM BORROWINGS - SECURED</b>		
From banking companies - secured		
Islamic mode		
Murabaha finance	93,986,937	135,867,208
Running musharakah	243,190,807	287,453,121
	337,177,744	423,320,329



	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	-----Rupees-----	
<b>17 ACCRUED PROFIT</b>		
Long-term financing from Banks Shariah Arrangement: Diminishing musharakah	5,965,982	6,114,321
Short-term borrowings from Banks Murabaha financing	2,449,076	2,734,971
Musharakah financing	6,158,606	5,182,415
	8,607,682	7,917,386
Guarantee commission	189,544	168,257
	<u>14,763,208</u>	<u>14,199,964</u>

## 18 CONTINGENCIES AND COMMITMENTS

### 18.1 Contingencies

18.1.1 There is no significant change in the status of contingencies as set out in the Company's annual financial statements for the year ended June 30, 2025.

### 18.2 Commitments

18.2.1 The Company has commitments under letter of credit for purchases amounting to Rs. 63.191 million (June 30, 2025: Rs. 34.606 million).

18.2.2 The Company has letter of credit and other commitments for capital expenditures amounting to Rs. 17.980 million (June 30, 2025: Rs. 26.759 million).

	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
	-----Rupees-----	
<b>19 SALES - NET</b>		
Gross sales		
Local sales	869,946,615	829,746,011
Sales tax	(135,251,600)	(129,724,111)
	<u>734,695,015</u>	<u>700,021,900</u>
Discounts	(19,760,533)	(17,650,741)
	<u>714,934,482</u>	<u>682,371,159</u>
Export sales	2,731,567	37,543,431
	<u>717,666,049</u>	<u>719,914,590</u>

19.1 Information by geographical area for export sales

Afghanistan	-	15,716,141
Ghana	2,731,567	-
Madagascar	-	5,655,530
Sudan	-	9,459,609
UK	-	1,570,667
Uzbekistan	-	5,141,484
	<u>2,731,567</u>	<u>37,543,431</u>

	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
	-----Rupees-----	
<b>20 FINANCE COSTS</b>		
Shariah Arrangement		
Profit on short term borrowings	10,707,838	21,649,492
Rent on diminishing musharakah	9,780,790	26,707,674
Guarantee commission	46,287	83,377
Bank charges	178,272	308,210
	<u>20,713,187</u>	<u>48,748,753</u>
Non-Shariah Arrangement		
Guarantee commission	9,978	478
Bank charges	2,560	80,551
	<u>20,725,725</u>	<u>48,829,782</u>

## 21 LOSS PER SHARE - BASIC AND DILUTED

Loss for the period	(36,225,934)	(57,902,343)
	(Number of shares)	
Weighted average number of ordinary shares in issue during the period	3,900,000	3,900,000
Loss per share - basic and diluted	(9.29)	(14.85)

	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
	-----Rupees-----	
<b>22 CASH GENERATED FROM / (USED IN) OPERATIONS</b>		
Loss before taxation	(27,025,044)	(46,693,919)
Adjustments for:		
Depreciation	24,436,526	31,001,754
Amortization	7,595	18,408
Provision for / (reversal of) impairment of trade debts	2,429,459	(1,934,462)
Exchange loss	43,276	24,924
Loss on disposal of property, plant and equipment	1,139,937	-
Loss on disposal of stores and spares	7,719,532	-
Finance costs	20,725,725	48,829,782
Changes in:		
Stores and spares	2,062,169	3,650,565
Stock-in-trade	162,814,380	(29,512,700)
Trade receivables	(36,861,256)	22,274,352
Loans and advances	(9,208,632)	(1,822,198)
Trade deposits and short term prepayments	(6,418,501)	8,368,359
Trade and other payables	18,097,304	(58,060,547)
Due to related party	(100,707,426)	(142,711,821)
Cash generated from / (used in) operations	<u>59,255,044</u>	<u>(166,567,503)</u>

		September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
	Note	-----Rupees-----	
<b>23 CASH AND CASH EQUIVALENTS</b>			
Running musharakah - secured	16	(243,190,807)	(279,953,212)
Cash and bank balances	11	6,360,938	10,035,444
		<u>(236,829,869)</u>	<u>(269,917,768)</u>

## 24 ENTITY-WIDE INFORMATION

The Company constitutes of a single reportable segment, the principal classes of products of which are oral care, baby care and hygiene products.

The Company's principal classes of products accounted for the following percentages of sales:

Baby care	82.18%	87.32%
Oral care	14.16%	10.77%
Hygiene	3.66%	1.91%
	<u>100.00%</u>	<u>100.00%</u>

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note	-----Rupees-----	
<b>25 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES</b>			
<b>25.1 Financial instruments by category</b>			
<b>Financial assets at amortized cost</b>			
Deposits		2,048,662	1,828,662
Loan to employees		446,141	177,960
Trade debts	8	99,455,787	65,023,990
Cash and bank balances	11	6,360,938	7,087,523
		<u>108,311,528</u>	<u>74,118,135</u>
<b>Financial liabilities at amortized cost</b>			
Long term financing - secured	14	308,642,904	320,915,015
Trade and other payables	15	218,806,755	215,503,533
Accrued profit	17	14,763,208	14,199,964
Short term borrowings - secured	16	337,177,744	423,320,329
		<u>879,390,611</u>	<u>973,938,841</u>

## 26 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset either directly that is, derived from prices.
- Level 3: Inputs for the asset or liability that are not based on observable market data ( that is, unadjusted) inputs.

Transfer between levels of the fair value hierarchy are recognised at the end of the reporting period during which the changes have occurred. At the reporting date, none of the financial instruments of the company are carried at fair value.

The Company has not disclosed the fair values for all other financial assets and financial liabilities, as these are either short term in nature or reprice periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

## 27 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of other associated companies, key management personnel, directors and post employment benefit plan. Transactions with related parties and associated undertakings other than those disclosed elsewhere in the financial statements are as under:

### 27.1 Transactions

Name	Nature of relationship	Basis of relationship	Nature of transaction	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
				-----Rupees-----	
Premier Sales (Private) Limited	Associated Company	Common Director	Sale of goods - net off discount of Rs. nil (September 30, 2024: Rs. 0.017 million)	625,519,186	492,049,524
			Reimbursement of selling and distribution expenses	72,391,745	67,582,271
			Sindh Sales Tax on distribution services	99,503	52,436
Premier Agencies	Associated undertaking	Common Director	Sale of goods - net off discount of Rs. 0.09 million (September 30, 2024: Rs. nil)	3,582,933	-
			Reimbursement of selling and distribution expenses	1,729,278	-
Memon Medical Institute	Associated undertaking	Common Director	Sale of goods	27,540	3,938
Mr. Ebrahim Qassim	Related party	Chairman	Loan received	36,000,000	155,000,000
Mr. Mohammad Haroon Qassim	Related party	Chief Executive	Loan received	-	60,000,000
Mr. Mohammad Salman Qassim	Related party	Director	Loan received	-	145,000,000
Employees provident fund	Retirement benefit fund	Employees benefit fund	Contribution made	3,104,427	3,050,553
Key management personnel	Related party	Executives	Remuneration and benefits	19,388,346	10,308,740

27.2 The Company does not have any shareholding in above related parties as on September 30, 2025 (June 30, 2025: Nil).

	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
-----Rupees-----		
<b>27.3 Period / year end balances</b>		
Receivable from related parties (refer note 8.1)	51,506,950	4,805,925
Payable to related parties	-	100,707,426
Loan from Sponsors (refer note 13)	851,000,000	815,000,000

27.4 The transactions with related parties are conducted at terms agreed and as approved by the Company's Board of Directors.

## 28 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 30, 2025 by the Board of Directors of the Company.

## 29 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation. However, no significant reclassification has been made other than those mentioned in these condensed interim financial statements.

## 30 GENERAL

Figures have been rounded off to the nearest Pakistan rupee unless otherwise stated.



Mohammad Haroon Qassim  
Chief Executive



Muhammad Rafique Umer Afinwala  
Director



Yasir Yousuf Chhabra  
Chief Financial officer





**SHIELD CORPORATION LTD.**

Office No:1007,10th Floor, Business Avenue,  
Block 6, P.E.C.H.S.,Shahrah-e-Faisal  
Karachi -75400, Pakistan.

Tel: [92-21] 34385003-4 Fax: [92-21] 34556344

Web: [www.shield.com.pk](http://www.shield.com.pk) Email:[mail@shield.com.pk](mailto:mail@shield.com.pk)

 [shieldbabies](#) | [shieldmuskurahat](#)

 [shieldbabiespk](#) | [shieldmuskurahatpk](#)

 Shield Corporation Limited