



Date: February 26, 2026

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
KARACHI

SUBJECT: FINANCIAL RESULTS FOR THE SIX MONTHS & QUARTER ENDED DECEMBER 31, 2025

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held at 10:30 on Thursday, February 26, 2026 at Registered Office, Nankana Sahib has approved the Un-Audited Accounts of the Company for the Six Months & Quarter Ended December 31, 2025 and not recommended any entitlement as under:

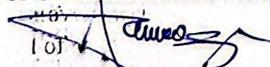
| | | | |
|-------------------|-----|---------------------------|-----|
| (1) Cash Dividend | NIL | (2) Bonus Shares | NIL |
| (3) Right Shares | NIL | (4) Any Other Entitlement | NIL |

The Financial Results of the Company are as under:

| | Six Months Ended | | Quarter Ended | |
|---|------------------|---------------|---------------|---------------|
| | Dec. 31, 2025 | Dec. 31, 2024 | Dec. 31, 2025 | Dec. 31, 2024 |
| | Rupees | Rupees | Rupees | Rupees |
| Turnover - net | 263,691,739 | 268,653,814 | 188,332,154 | 141,354,724 |
| Cost of sales | (308,740,694) | (257,979,156) | (219,512,747) | (111,346,130) |
| Gross profit/ (loss) | (45,048,955) | 10,674,658 | (31,180,593) | 30,008,594 |
| Selling and distribution expenses | (1,320,772) | (7,776,548) | (772,151) | (2,464,860) |
| Administrative and general expenses | (18,905,944) | (42,387,449) | (10,662,769) | (25,377,376) |
| | (20,226,716) | (50,163,997) | (11,434,920) | (27,842,236) |
| Other income | 64,751,917 | 38,860,778 | 28,098,234 | 21,751,347 |
| Operating profit/ (loss) | (523,754) | (628,561) | (14,517,279) | 23,917,705 |
| Finance cost | (1,412,306) | (488,703) | (32,833) | (96,854) |
| Other expenses | (2,645,545) | (1,549,189) | (455,297) | (870,556) |
| Profit/ (loss) before Levies & taxation | (4,581,605) | (2,666,453) | (15,005,409) | 22,950,295 |
| Levies | (3,296,147) | (3,358,173) | (2,354,152) | (3,358,173) |
| Profit/ (loss) before taxation | (7,877,752) | (6,024,626) | (17,359,561) | 19,592,122 |
| Taxation | 3,133,487 | 8,634,198 | 3,133,487 | 10,293,125 |
| Profit/ (loss) after taxation | (4,744,265) | 2,609,572 | (14,226,074) | 29,885,247 |
| Profit/ (loss) per share - basic and diluted | (0.27) | 0.15 | (0.81) | 1.69 |

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

Yours Sincerely,
For Shadman Cotton Mills Limited


Chief Executive Officer

3.5 K.M, Feroze Wattan, Warburton Road,
Kot Shah Muhammad Near Chandi Kot Stop,
Tehsil & District Nankana Sahib,
Tel: 92-56-3731270, 3731271

Email: info@shadman.com.pk www.shadman.com.pk

SHADMAN COTTON MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Un-Audited)
AS AT DECEMBER 31, 2025**

| | Note | December 31, 2025 Rupees (Un-Audited) | June 30, 2025 Rupees (Audited) |
|---|------|---|--------------------------------------|
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| <i>Authorized share capital</i> | | | |
| 18,000,000 (June 30, 2025: 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 | | (355,102,859) | (353,330,974) |
| Director's loan | | 247,336,000 | 210,000,000 |
| Surplus on revaluation of property, plant and equipment | | 712,904,182 | 715,876,562 |
| TOTAL EQUITY | | 834,723,265 | 802,131,530 |
| NON-CURRENT LIABILITIES | | | |
| Long term finances - <i>secured</i> | | 196,090,384 | 215,700,384 |
| Long term payable | | - | - |
| Employee retirement obligation | | 9,657,357 | 9,451,429 |
| Deferred taxation | | 61,609,316 | 62,629,080 |
| | | 267,357,057 | 287,780,893 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 97,536,065 | 100,942,687 |
| Short term borrowings | | 117,586,317 | 154,862,317 |
| Current portion of non-current liabilities | | 49,025,000 | 49,025,000 |
| Ijara rentals payable | | 28,544,690 | 28,544,690 |
| Provision for taxation | | 13,968,390 | 19,506,774 |
| | | 306,660,462 | 352,881,468 |
| TOTAL LIABILITIES | | 574,017,519 | 640,662,361 |
| CONTINGENCIES AND COMMITMENTS | | | |
| | 4 | | |
| TOTAL EQUITY AND LIABILITIES | | 1,408,740,784 | 1,442,793,891 |
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 5 | 1,004,616,707 | 1,019,099,301 |
| Intangibles | 6 | 2,428,387 | 2,698,208 |
| Investment property | 7 | 104,543,412 | 105,866,746 |
| Long term deposits - <i>unsecured, considered good</i> | | 30,062,794 | 30,062,794 |
| Long term Loan to Employees- <i>unsecured, considered good</i> | | - | - |
| | | 1,141,651,300 | 1,157,727,049 |
| CURRENT ASSETS | | | |
| Stores, spares and loose tools | | 6,026,613 | 11,455,261 |
| Stock in trade | | 68,331,331 | 44,107,838 |
| Trade debts - <i>unsecured</i> | | 16,415,672 | 40,285,414 |
| Loans and advances | | 9,591,517 | 5,924,921 |
| Trade deposits and short term prepayments | | 3,710,303 | 4,145,939 |
| Other receivables | | 5,852,845 | 2,788,061 |
| Tax refunds due from Government | | 45,646,872 | 39,487,065 |
| Short term investments | 8 | 85,000,000 | 109,500,000 |
| Cash and bank balances | | 26,514,331 | 27,372,343 |
| | | 267,089,484 | 285,066,842 |
| TOTAL ASSETS | | 1,408,740,784 | 1,442,793,891 |

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

CHIEF EXECUTIVE




CHIEF FINANCIAL OFFICER

3.5 K.M, Feroze Wattan, Warburton Road,
Kot Shah Muhammad Near Chandi Kot Stop,
Tehsil & District Nankana Sahib.
Tel: 92-56-3731270, 3731271

Email: info@shadman.com.pk www.shadman.com.pk

SHADMAN COTTON MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

| | Half year ended | |
|---|---------------------|---------------------|
| | December 31, 2025 | December 31, 2024 |
| | Rupees | Rupees |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit / (loss) before levies and taxation | (4,581,605) | (2,666,453) |
| Adjustments for non-cash Items | | |
| Depreciation | 10,199,514 | 11,387,978 |
| Amortization | 269,821 | - |
| Provision for employees retirement benefits | 1,665,928 | 1,648,657 |
| Rental Income | (49,730,862) | - |
| Gain on disposal of property, plant and equipment | (8,775,546) | (892,705) |
| Changes in fair value of investments at fair value through profit or loss | - | (7,499) |
| Finance cost | 1,412,306 | 488,703 |
| | (44,958,839) | 12,625,134 |
| Operating profit / (loss) before changes in working capital | (49,540,444) | 9,958,681 |
| Changes in working capital | | |
| Stores, spares and loose tools | 5,428,648 | 42,599,480 |
| Stock in trade | (24,223,493) | 12,367,935 |
| Trade debts | 23,869,742 | 30,680,829 |
| Advances, prepayments and other receivables | (12,930,160) | 23,142,939 |
| Trade and other payables | (3,406,622) | (53,719,116) |
| | (11,261,885) | 55,072,067 |
| Net cash generated from / (used in) operations | (60,802,329) | 65,030,748 |
| Payments for | | |
| Finance cost | (1,412,306) | (488,703) |
| Income tax | (6,246,199) | (733,953) |
| Long Term Loan | - | (8,611,751) |
| Employees retirement benefits | (1,460,000) | (310,000) |
| | (69,920,834) | 54,886,341 |
| Net cash generated from / (used in) operating activities | (69,920,834) | 54,886,341 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (18,568,980) | 21,136,455 |
| Proceeds from disposal of property, plant and equipment | 32,950,940 | (29,020,446) |
| Rental Income | 49,730,862 | - |
| Short term investment | 24,500,000 | (50,000,000) |
| | 88,612,822 | (57,883,991) |
| Net cash generated from / (used in) investing activities | 88,612,822 | (57,883,991) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment of long term loan | (19,610,000) | (19,610,000) |
| Net increase / (decrease) in short term borrowings | 60,000 | 5,946,000 |
| | (19,550,000) | (13,664,000) |
| Net cash generated from / (used in) financing activities | (19,550,000) | (13,664,000) |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | (858,012) | (16,661,650) |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 27,372,343 | 28,453,912 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 26,514,331 | 11,792,262 |

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

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SHADMAN COTTON MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

| | 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, 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 | - | - | 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 |
| Balance as at July 01, 2025 - Audited | 176,367,190 | 53,218,752 | (353,330,974) | 210,000,000 | 715,876,562 | 802,131,530 |
| Profit after taxation for the period | - | - | (4,744,265) | - | - | (4,744,265) |
| Other comprehensive income for the period | - | - | - | - | - | - |
| Total comprehensive Income | - | - | (4,744,265) | - | - | (4,744,265) |
| Director Loan | - | - | - | 37,336,000 | - | 37,336,000 |
| Incremental depreciation- net off deferred tax | - | - | 2,972,380 | - | (2,972,380) | - |
| Balance as at December 31, 2025 - Un-audited | 176,367,190 | 53,218,752 | (355,102,859) | 247,336,000 | 712,904,182 | 834,723,265 |

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