



Service Global Footwear Limited

Servis House, 2-Main Gulberg
Lahore-54662 (Pakistan)
Phone: (42) 35751990-96
Fax: (42) 35711827

SGFL/PSX/CS/68
March 18, 2026

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

SUBJECT: FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2025

Dear Sir,

We have to inform you that the Board of Directors of Service Global Footwear Limited (the "Company") in their meeting held on **March 18, 2026 at 10:00 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, 2025 and recommended the following:

CASH DIVIDEND

A Final Cash Dividend for the year ended December 31, 2025 at **Rs. 2 per share i.e., 20%**.

FINANCIAL RESULTS:

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

PRICE SENSITIVE INFORMATION:

Subject to approval of the members of the Company, the Board of Directors have recommended the renewal of investment of up to PKR 4.5 Billion in the form of working capital loan to Service Industries Limited, a holding / associated company, for a further period of one year till June 30, 2027 with all other terms and conditions of the investment to remain unchanged.

ANNUAL GENERAL MEETING:

The Annual General Meeting of the Company will be held on **Wednesday, April 29, 2026 at 10:00 a.m.**, at Shalimar Tower Hotel, Adjacent Servis House, 2-Main Gulberg, Lahore.

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

The Share Transfer Books of the Company will remain closed from **April 23, 2026 to April 29, 2026 (both days inclusive)**. Transfers received at the office of the share registrar of the Company, M/s. Corplink (Private) Limited, Wings Arcade, 1-K, Commercial, Model Town, Lahore at the close of business on April 22, 2026 will be treated in time for the purpose of above entitlement of Cash Dividend and for attending and voting at the AGM.





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The Annual Report of the Company for the year ended December 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
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

	2025	2024		2025	2024
	(Rupees in thousand)			(Rupees in thousand)	
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON-CURRENT ASSETS		
Authorized share capital			Fixed assets	4,198,142	2,948,805
250,000,000 (2024: 250,000,000) ordinary shares of Rupees 10 each	<u>2,500,000</u>	<u>2,500,000</u>	Long term security deposits	4,491	4,354
			Long term loans to employees	17,931	2,845
			Long term investments	5,799,215	4,035,432
			Long term loan to Holding Company	-	-
				<u>10,019,779</u>	<u>6,991,436</u>
Issued, subscribed and paid-up share capital	2,064,676	2,060,564			
Reserves	<u>6,329,979</u>	<u>5,150,351</u>			
Total equity	8,394,655	7,210,915			
LIABILITIES			CURRENT ASSETS		
NON-CURRENT LIABILITIES			Stores, spares and loose tools	194,749	166,034
Long term financing	1,055,360	253,426	Stock-in-trade	3,894,694	4,151,812
Employees' retirement benefit	260,507	238,661	Trade debts	2,927,254	2,306,192
Deferred income tax liability - net	786,075	278,796	Loans and advances	253,564	2,873,329
	2,101,942	770,883	Accrued mark-up	7,966	9,599
CURRENT LIABILITIES			Short term deposits and prepayments	36,382	24,703
Trade and other payables	2,793,668	2,078,710	Other receivables	1,856,323	1,758,777
Accrued mark-up	73,772	46,928	Short term investments	94,832	-
Short term borrowings	7,128,240	9,032,440	Advance income tax and prepaid levy - net	270,404	178,145
Current portion of non-current liability	185,141	59,543	Cash and bank balances	1,123,513	744,970
Unclaimed dividend	2,042	5,578		10,659,681	12,213,561
	<u>10,182,863</u>	<u>11,223,199</u>			
Total liabilities	12,284,805	11,994,082			
CONTINGENCIES AND COMMITMENTS					
TOTAL EQUITY AND LIABILITIES	<u>20,679,460</u>	<u>19,204,997</u>	TOTAL ASSETS	<u>20,679,460</u>	<u>19,204,997</u>



SERVICE GLOBAL FOOTWEAR LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2025

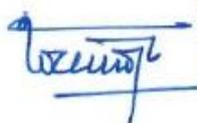
	2025	2024
	(Rupees in thousand)	
REVENUE - net	19,886,480	17,391,854
COST OF SALES	(16,428,271)	(14,501,963)
GROSS PROFIT	3,458,209	2,889,891
DISTRIBUTION COST	(1,552,249)	(1,352,327)
ADMINISTRATIVE EXPENSES	(924,384)	(776,650)
OTHER EXPENSES	(78,883)	(109,374)
	(2,555,516)	(2,238,351)
	902,693	651,540
OTHER INCOME	182,734	319,241
PROFIT FROM OPERATIONS	1,085,427	970,781
FINANCE COST	(480,482)	(667,078)
	604,945	303,703
SHARE OF NET PROFIT OF ASSOCIATE ACCOUNTED FOR USING THE EQUITY METHOD	2,277,572	1,323,147
PROFIT BEFORE LEVY AND TAXATION	2,882,517	1,626,850
LEVY	(92,850)	(197,133)
PROFIT BEFORE TAXATION	2,789,667	1,429,717
TAXATION	(854,627)	(324,480)
PROFIT AFTER TAXATION	1,935,040	1,105,237
EARNINGS PER SHARE - BASIC (RUPEES)	9.38	5.37
EARNINGS PER SHARE - DILUTED (RUPEES)	9.32	5.34



**SERVICE GLOBAL FOOTWEAR LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2025**

2025 **2024**
(Rupees in thousand)

PROFIT AFTER TAXATION	1,935,040	1,105,237
OTHER COMPREHENSIVE LOSS		
Items that will not be reclassified to profit or loss:		
Remeasurements of employees' retirement benefit obligation - net of tax	(6,452)	(18,689)
Items that may be reclassified subsequently to profit or loss		
Share of other comprehensive loss of investment accounted for using the equity method	(223)	-
Other comprehensive loss for the year - net of tax	(6,675)	(18,689)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>1,928,365</u>	<u>1,086,548</u>

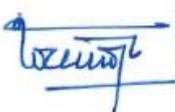



SERVICE GLOBAL FOOTWEAR LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2025

SHARE CAPITAL	RESERVES								TOTAL	TOTAL EQUITY
	CAPITAL RESERVES							REVENUE RESERVE		
	Reserve for issuance of bonus shares	Share premium	Share options reserve	Share of exchange translation reserve equity accounted investee company	Share of share premium of equity accounted investee company	Share of employee share options reserve held by equity accounted investee company	Un-appropriated profit			
------(Rupees in thousand)-----										
Balance as at 31 December 2023	2,059,175	1,390,684	1,713,028	895	-	-	-	1,337,061	4,441,668	6,500,843
Adjustment due to equity accounted investee company	-	-	-	-	-	-	24,389	-	24,389	24,389
Transactions with owners:										
Final dividend for the year ended 31 December 2023 @ Rupees 2 per share	-	-	-	-	-	-	-	(411,835)	(411,835)	(411,835)
Ordinary shares issued under Employees Stock Option Scheme	1,389	-	3,184	(406)	-	-	-	-	2,778	4,167
Employee share options lapsed	-	-	109	(109)	-	-	-	-	-	-
Recognition of share options reserve	-	-	-	6,803	-	-	-	-	6,803	6,803
	1,389	-	3,293	6,288	-	-	-	(411,835)	(402,254)	(400,865)
Profit for the year	-	-	-	-	-	-	-	1,105,237	1,105,237	1,105,237
Other comprehensive loss for the year	-	-	-	-	-	-	-	(18,689)	(18,689)	(18,689)
Total comprehensive income for the year	-	-	-	-	-	-	-	1,086,548	1,086,548	1,086,548
Balance as at 31 December 2024	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	-	-	-	-	-	-	35,328	-	35,328	35,328
Adjustment due to issuance of shares of equity accounted investee company under employees stock option scheme	-	-	-	-	-	55,714	(55,714)	-	-	-
Transactions with owners:										
Final dividend for the year ended 31 December 2024 @ Rupees 4 per share	-	-	-	-	-	-	-	(824,226)	(824,226)	(824,226)
Ordinary shares issued under Employees Stock Option Scheme	4,112	-	13,727	(3,879)	-	-	-	-	9,848	13,960
Employee share options lapsed	-	-	559	(559)	-	-	-	-	-	-
Recognition of share options reserve	-	-	-	30,313	-	-	-	-	30,313	30,313
	4,112	-	14,286	25,875	-	-	-	(824,226)	(784,065)	(779,953)
Profit for the year	-	-	-	-	-	-	-	1,935,040	1,935,040	1,935,040
Other comprehensive loss for the year	-	-	-	-	(223)	-	-	(6,452)	(6,675)	(6,675)
Total comprehensive income for the year	-	-	-	-	(223)	-	-	1,928,588	1,928,365	1,928,365
Balance as at 31 December 2025	<u>2,064,676</u>	<u>1,390,684</u>	<u>1,730,607</u>	<u>33,058</u>	<u>(223)</u>	<u>55,714</u>	<u>4,003</u>	<u>3,116,136</u>	<u>6,329,979</u>	<u>8,394,655</u>

SERVICE GLOBAL FOOTWEAR LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025	2024
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
CASH GENERATED FROM OPERATIONS	1,674,668	594,703
Finance cost paid	(453,439)	(786,881)
Income tax and levy paid	(532,457)	(354,490)
Workers' profit participation fund paid	-	(35,275)
Workers' welfare fund paid	-	(992)
Employees' retirement benefit paid	(16,938)	(40,327)
Net (increase) / decrease in long term loans to employees	(18,642)	7,551
Net decrease / (increase) in security deposits	4,155	(8,788)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	657,347	(624,499)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets	(1,557,034)	(178,017)
Interest on saving accounts received	63,126	22,245
Return on term deposit receipts	725	-
Loans given to Holding Company	(74,000)	(6,025,000)
Loans repaid by Holding Company	2,574,000	4,775,000
Interest on loans to Holding Company received	33,354	87,133
Dividend received from associate	548,894	379,360
Short term investment made	(91,000)	-
Long term investment made	-	(286,400)
Proceeds from disposal of operating fixed assets	13,601	16,187
NET CASH FROM / (USED IN) INVESTING ACTIVITIES	1,511,666	(1,209,492)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from exercise of share options	13,960	4,167
Long term financing obtained	986,983	-
Repayment of long term financing	(59,451)	(49,395)
Short term borrowings - net	(1,904,200)	750,093
Dividend paid	(827,762)	(1,028,954)
NET CASH USED IN FINANCING ACTIVITIES	(1,790,470)	(324,089)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	378,543	(2,158,080)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	744,970	2,903,050
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	1,123,513	744,970



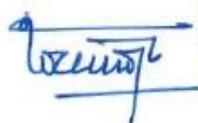

SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

	2025 (Rupees in thousand)	2024 (Rupees in thousand)		2025 (Rupees in thousand)	2024 (Rupees in thousand)
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON-CURRENT ASSETS		
Authorized share capital			Fixed assets	4,211,854	2,960,941
250,000,000 (2024: 250,000,000) ordinary shares of Rupees 10 each	<u>2,500,000</u>	<u>2,500,000</u>	Long term security deposits	4,491	4,354
			Long term loans to employees	17,931	2,845
			Long term investment	5,710,048	3,946,265
			Long term loan to Ultimate Holding Company	-	-
				<u>9,944,324</u>	<u>6,914,405</u>
Issued, subscribed and paid-up share capital	2,064,676	2,060,564			
Reserves	6,326,335	5,140,491			
Total equity	<u>8,391,011</u>	<u>7,201,055</u>			
LIABILITIES			CURRENT ASSETS		
NON-CURRENT LIABILITIES			Stores, spares and loose tools	194,749	166,034
Long term financing	1,055,360	253,426	Stock-in-trade	3,894,694	4,151,812
Employees' retirement benefit	260,507	238,661	Trade debts	3,001,047	2,338,417
Deferred income tax liability - net	786,075	278,796	Loans and advances	270,962	2,917,537
	<u>2,101,942</u>	<u>770,883</u>	Accrued mark-up	7,966	9,599
CURRENT LIABILITIES			Short term deposits and prepayments	39,047	26,043
Trade and other payables	3,057,521	2,326,991	Other receivables	2,073,092	1,944,955
Accrued mark-up	73,772	46,928	Short term investments	94,832	-
Short term borrowings	7,128,240	9,032,440	Advance income tax and prepaid levy - net	270,404	178,145
Current portion of non-current liability	185,141	59,543	Cash and bank balances	1,148,552	796,471
Unclaimed dividend	2,042	5,578		<u>10,995,345</u>	<u>12,529,013</u>
	<u>10,446,716</u>	<u>11,471,480</u>			
Total liabilities	<u>12,548,658</u>	<u>12,242,363</u>			
CONTINGENCIES AND COMMITMENTS					
TOTAL EQUITY AND LIABILITIES	<u>20,939,669</u>	<u>19,443,418</u>	TOTAL ASSETS	<u>20,939,669</u>	<u>19,443,418</u>



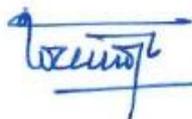
SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025	2024
	(Rupees in thousand)	
REVENUE - net	19,935,066	17,467,975
COST OF SALES	(16,015,597)	(14,288,696)
GROSS PROFIT	3,919,469	3,179,279
DISTRIBUTION COST	(1,958,100)	(1,619,648)
ADMINISTRATIVE EXPENSES	(952,431)	(792,507)
OTHER EXPENSES	(78,883)	(99,749)
	(2,989,414)	(2,511,904)
	930,055	667,375
OTHER INCOME	182,976	322,551
PROFIT FROM OPERATIONS	1,113,031	989,926
FINANCE COST	(498,189)	(678,210)
	614,842	311,716
SHARE OF NET PROFIT OF ASSOCIATE ACCOUNTED FOR USING THE EQUITY METHOD	2,277,572	1,323,147
PROFIT BEFORE LEVY AND TAXATION	2,892,414	1,634,863
LEVY	(92,850)	(197,133)
PROFIT BEFORE TAXATION	2,799,564	1,437,730
TAXATION	(862,334)	(324,480)
PROFIT AFTER TAXATION	1,937,230	1,113,250
EARNINGS PER SHARE - BASIC (RUPEES)	9.39	5.40
EARNINGS PER SHARE - DILUTED (RUPEES)	9.33	5.38



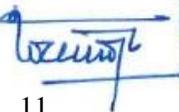

**SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2025**

	2025	2024
	(Rupees in thousand)	
PROFIT AFTER TAXATION	1,937,230	1,113,250
OTHER COMPREHENSIVE LOSS		
Items that will not be reclassified to profit or loss:		
Remeasurements of employees' retirement benefit obligation - net of tax	(6,452)	(18,689)
Items that may be reclassified subsequently to profit or loss:		
Share of other comprehensive loss of investment accounted for using the equity method	(223)	-
Exchange difference on translation of foreign subsidiary	4,025	(2,991)
Other comprehensive loss for the year - net of tax	(2,650)	(21,680)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	1,934,580	1,091,570




SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2025

SHARE CAPITAL	RESERVES								TOTAL RESERVES	TOTAL EQUITY	
	CAPITAL RESERVES							REVENUE RESERVE			
	Exchange translation reserve	Share of exchange translation reserve - equity accounted investee company	Reserve for issuance of bonus shares	Share premium	Share options reserve	Share of share premium of equity accounted investee company	Share of employee share options reserve held by equity accounted investee company	Un-appropriated profit			
------(Rupees in thousand)-----											
Balance as at 31 December 2023	2,059,175	(4,609)	-	1,390,684	1,713,028	895	-	-	1,326,788	4,426,786	6,485,961
Adjustment due to equity accounted investee company	-	-	-	-	-	-	-	24,389	-	24,389	24,389
Transactions with owners:											
Final dividend for the year ended 31 December 2023 @ Rupees 2 per share	-	-	-	-	-	-	-	-	(411,835)	(411,835)	(411,835)
Ordinary shares issued under Employees Stock Option Scheme	1,389	-	-	-	3,184	(406)	-	-	-	2,778	4,167
Employee share options lapsed	-	-	-	-	109	(109)	-	-	-	-	-
Recognition of share options reserve	-	-	-	-	-	6,803	-	-	-	6,803	6,803
	1,389	-	-	-	3,293	6,288	-	-	(411,835)	(402,254)	(400,865)
Profit for the year	-	-	-	-	-	-	-	-	1,113,250	1,113,250	1,113,250
Other comprehensive loss for the year	-	(2,991)	-	-	-	-	-	-	(18,689)	(21,680)	(21,680)
Total comprehensive income for the year	-	(2,991)	-	-	-	-	-	-	1,094,561	1,091,570	1,091,570
Balance as at 31 December 2024	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	-	-	-	-	-	-	-	35,328	-	35,328	35,328
Adjustment due to issuance of shares of equity accounted investee company under employees stock option scheme	-	-	-	-	-	-	55,714	(55,714)	-	-	-
Transactions with owners:											
Final dividend for the year ended 31 December 2024 @ Rupees 4 per share	-	-	-	-	-	-	-	-	(824,226)	(824,226)	(824,226)
Ordinary shares issued under Employees Stock Option Scheme	4,112	-	-	-	13,727	(3,879)	-	-	-	9,848	13,960
Employee share options lapsed	-	-	-	-	559	(559)	-	-	-	-	-
Recognition of share options reserve	-	-	-	-	-	30,313	-	-	-	30,313	30,313
	4,112	-	-	-	14,286	25,875	-	-	(824,226)	(784,065)	(779,953)
Profit for the year	-	-	-	-	-	-	-	-	1,937,230	1,937,230	1,937,230
Other comprehensive loss for the year	-	4,025	(223)	-	-	-	-	-	(6,452)	(2,650)	(2,650)
Total comprehensive income for the year	-	4,025	(223)	-	-	-	-	-	1,930,778	1,934,580	1,934,580
Balance as at 31 December 2025	2,064,676	(3,575)	(223)	1,390,684	1,730,607	33,058	55,714	4,003	3,116,067	6,326,335	8,391,011




SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025	2024
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	1,675,044	613,298
Finance cost paid	(471,146)	(798,013)
Income tax and levy paid	(540,164)	(354,490)
Workers' profit participation fund paid	-	(35,275)
Workers' welfare fund paid	-	(992)
Employees' retirement benefit paid	(16,938)	(40,327)
Net (increase) / decrease in long term loans to employees	(18,642)	7,551
Net decrease / (increase) in security deposits	2,966	(9,470)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	631,120	(617,718)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets	(1,561,328)	(178,544)
Interest on saving accounts received	63,160	22,304
Return on term deposit receipts	725	-
Loans given to Ultimate Holding Company	(74,000)	(6,025,000)
Loans repaid by Ultimate Holding Company	2,574,000	4,775,000
Interest on loans to Ultimate Holding Company received	33,354	87,133
Dividend received from associate	548,894	379,360
Short term investment made	(91,000)	-
Long term investment made	-	(286,400)
Proceeds from disposal of operating fixed assets	13,601	16,187
NET CASH FROM / (USED IN) INVESTING ACTIVITIES	1,507,406	(1,209,960)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from exercise of share options	13,960	4,167
Proceeds from long term financing	986,983	-
Repayment of long term financing	(59,451)	(49,395)
Short term borrowings - net	(1,904,200)	750,093
Dividend paid	(827,762)	(1,028,954)
NET CASH USED IN FINANCING ACTIVITIES	(1,790,470)	(324,089)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	348,056	(2,151,767)
Effects of exchange rate changes on cash and cash equivalents	4,025	(2,991)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	796,471	2,951,229
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	1,148,552	796,471

