



Shadab Textile Mills Limited

Manufacturer, Importer & Exporter

Registered Office: A-601/A, City Towers, 6-K, Main Boulevard, Gulberg-II, Lahore.
Ph: (042) 35788714-16 E-mail: shadstm@brain.net.pk Web: www.shadabtextile.com N.T.N.: 0657824-1

STM/PSX/2026

July 14, 2026

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

**RE: QUARTERLY PROGRESS REPORT ON UTILIZATION OF PROCEEDS
FROM RIGHT ISSUE FOR THE QUARTER ENDED JUNE 30, 2026**

Dear Sir,

In compliance with the applicable provisions of the Companies (Further Issue of Shares) Regulations, we are pleased to present the Quarterly Progress Report on Utilization of Proceeds from Right Issue as at and for the quarter ended June 30, 2026. The report is attached herewith as "Annexure-A"..

A Disclosure Form in terms of Sections 96 and 131 of the Securities Act, 2015 is also enclosed as "Annexure-B".

Yours sincerely,

For SHADAB TEXTILE MILLS LIMITED

MUHAMMAD SHAKEEL SARWAR
Company Secretary



CC:

The Director/HOD
Surveillance, Supervision and Enforcement Department
Securities and Exchange Commission of Pakistan
Islamabad.



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"Annexure-A"

QUARTERLY PROGRESS REPORT ON UTILIZATION OF PROCEEDS FROM RIGHT ISSUE (For the Quarter Ended June 30, 2026)

OVERVIEW

This is the first Quarterly Progress Report on Utilization of Proceeds from Right Issue following the completion of the Company's Right Issue on April 13, 2026. The report presents the status of the utilization of the Right Issue proceeds for the period from April 13, 2026 to June 30, 2026.

PRINCIPAL PURPOSE OF THE RIGHT ISSUE

The Company successfully completed its Right Issue on **April 13, 2026**, following the approval of the allotment of the right shares by the Board of Directors, and raised net proceeds of **Rs. 250.000 million**. The subscription proceeds were released to the Company by the banker and CDC on **April 16, 2026** and **April 22, 2026** respectively. Accordingly, the utilization of the Right Issue proceeds commenced upon the availability of the funds and is being carried out in accordance with the approved objects and implementation plan set out in the Offer Document.

UTILIZATION STATUS

Approved Object	Amount Allocated (Rs. million)	Amount Utilized During the Quarter (Rs. million)	Cumulative Utilization up to June 30, 2026 (Rs. million)	Utilization (%)	Balance (Rs. million)
Purchase of Plant and Machinery	131.50	79.09	79.09	60.14	52.41
Installation of solar system	47.50	47.50	47.50	100.00	--
Working Capital Requirements	71.00	71.00	71.00	100.00	--
Total	250.00	197.59	197.59	79.04	52.41

- Based on the above, we confirm that there has been no deviation or variation in the utilization of the proceeds from the objects disclosed in the Offer Document.

Yours sincerely,

For SHADAB TEXTILE MILLS LIMITED

Chief Financial Officer
Date: July 14, 2026





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"Annexure-B"

DISCLOSURE FORM

IN TERMS OF SECTIONS 96 AND 131 OF THE SECURITIES ACT, 2015

Name of Company:	Shadab Textile Mills Limited
Date of Report:	July 14, 2026
Contact Information:	Muhammad Shakeel Sarwar Company Secretary A-601/A, City Towers, 6-K Mainn Boulevard, Gulberg-II, Lahore. Phone:03228544623 E-mail:shakeel@shadabtextile.com

Disclosure of Inside Information

In compliance with the applicable provisions of the Companies (Further Issue of Shares) Regulations, we are pleased to present the Quarterly Progress Report on Utilization of Proceeds from Right Issue as at and for the quarter ended June 30, 2026. The report is attached herewith as "Annexure-A"..

SIGNATURE

For and on behalf of

SHADAB TEXTILE MILLS LIMITED

MUHAMMAD SHAKEEL SARWAR

Company Secretary

Dated: July 14, 2026

