Service Global Footwear Limited

Focused Direction
Sustainable Growth

Reports & Un-Audited Accounts
for the Half Year Ended
June 30, 2026

Contents

Company Information

Board of Directors

Mr. Arif Saeed
Chairman / Non-Executive Director
Mr. Hassan Javed
Chief Executive Officer /Executive Director
Mr. Omar Saeed
Non-Executive Director
Mr. Saif Javed
Non-Executive Director
Mr. Azmat Ali Ranjha
Independent Director
Mr. Abdul Rashid Lone
Independent Director
Ms. Maleeha Humayun Bangash
Independent Director
Mr. Hassan Ehsan Cheema
Executive Director
Mr. Kashif Aziz Khwaja
Non-Executive Director

Mr. Usman Liaqat
Chief Financial Officer

Mr. Waheed Ashraf
Company Secretary

Audit Committee
Mr. Abdul Rashid Lone
Chairman
Mr. Omar Saeed
Member
Ms. Maleeha Humayun Bangash
Member

Human Resource and Remuneration Committee
Mr. Azmat Ali Ranjha
Chairman
Mr. Hassan Javed
Member
Mr. Omar Saeed
Member

Bankers
Allied Bank Limited
Askari Bank Limited
Bank Islami Pakistan Limited
Bank of Punjab - Islamic
Bank Alfalah Limited
Bank of Khyber
Bank Al Habib Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
Habib Metropolitan Bank
Habib Bank Limited
Meezan Bank Limited
MCB Islamic Bank Limited
MCB Bank Limited
National Bank of Pakistan
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
Samba Bank Limited
Sindh Bank Limited
United Bank Limited

Auditors
M/s. Riaz Ahmad & Company, Chartered Accountants

Legal Advisor
Muhammad Ashfaq, Advocate High Court,
of M/s. Bokhari Aziz & Karim 2-A, Block-G, Gulberg-II, Lahore.

Registered Office
Servis House, 2-Main Gulberg, Lahore-54662.
Tel:+92-42-35751990-96

Shares Registrar
M/s. Corplink (Pvt.) Limited
Wings Arcade, 1-K Commercial, Model Town, Lahore
Tel:+92-42- 35916719,
35839182

Pakistan Stock Exchange Limited
Stock Exchange Symbol **SGF**

Factory
10-KM Muridke, Sheikhupura Road, Muridke

Web Presence
www.serviceglobalfootwear.com


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Directors' Report to the Shareholders

The Directors are pleased to present their report, together with the condensed interim financial information of Service Global Footwear Limited ("SGFL") for the half year ended June 30, 2026.

Key Performance Indicators (KPIs)

Please find below key performance indicators of condensed interim financial statements of SGFL for the half year ended June 30, 2026.

Particulars	Half year ended				
	30 June 2026		30 June 2025		Percentage Change
	Rupees In Thousands	**Percentage to Revenue**	Rupees In Thousands	Percentage to Revenue	
Revenue	**8,103,903**	**100.00%**	9,541,414	100.00%	-15.07%
Gross Profit	**1,672,601**	**20.64%**	1,588,842	16.65%	5.27%
Profit before levy and taxation	**2,500,795**	**30.86%**	1,402,707	14.70%	78.28%
Profit after taxation	**2,501,581**	**30.87%**	1,115,458	11.69%	124.26%
Earnings per share- Basic	**12.12**		5.41		124.03%
Earnings per share- Diluted	**12.03**		5.37		124.02%

Financial and Operational Review

During the period under review, SGFL recorded net sales of Rs. 8.10 billion against Rs. 9.54 billion in the corresponding period last year, a decline of 15.07%. However Gross Profit has increased from 16.65% to 20.64% making a significant increase of nearly 4%. This reflects a deliberate shift in product mix towards high value articles, improved material yields and disciplined control of conversion cost in the operations.Net profit after tax stood at Rs.2.501 billion against last year 1.115 billion same period. Effective treasury and borrowing management, together with lower average mark-up rates during the period, delivered a substantial reduction in finance cost. The Company continued to shorten its working capital cycle and to make disciplined use of concessionary export financing, which held the cost of borrowing well below the levels of the comparative period, when policy rates and benchmark KIBOR were materially higher.

Following the frequent revisions to the United States tariff policy in last one year, most of customers advanced a significant part of their inventory intake into the earlier period, and the first half of 2026 has therefore been a phase of channel de-stocking rather than of end-consumer weakness alone. Retail demand in both the United States and Europe remained weak in this period on account of Middle East War and rising energy prices.

The earning per share (EPS) for the half year ended stood at Rs 12.12 compared to 5.41 in the corresponding period last year.

Investment in Service Long March

SGFL's strategic investment in Service Long March (SLM) continues to yield strong results. The Company's share of profit from SLM for the current period stands at Rs. 2.229 billion against Rs. 1.165 billion in the same period last year, reflecting its robust operational performance and effective cost management. This exceptional share of profit for the period includes a net dilution gain of Rs. 958 million on account of SGFL's share in the share premium reserve created on listing of SLM shares, net of a dilution loss arising from the reduction in the Company's shareholding percentage in SLM due to the IPO of SLM.

Despite a challenging global export environment, and particularly amid the evolving United States tariff landscape, Service Long March has demonstrated notable resilience and stability. Its consistent performance underscores the strength of its business model, its product positioning and its operational efficiencies. The management remains confident in SLM's ability to sustain its growth trajectory and to further consolidate its position within its category, supported by ongoing market diversification and a continued focus on operational excellence.

Pakistan's Economic Environment

Pakistan's economy delivered an uneven performance over the half year, with macroeconomic stability broadly preserved but the pace of activity remaining cautious. Economic activity slowed in the closing quarter of FY26 in the wake of the resurgence of conflict in the Middle East, the associated surge in global energy prices and the austerity measures adopted by the Government, although high frequency indicators pointed to some recovery towards the end of the period. The State Bank of Pakistan projects real GDP growth in the range of 3.5% to 4.5% for FY27.

Headline inflation eased to 11.1% year on year in June 2026 from 11.7% in the preceding month, assisted by the pass-through of lower global energy prices and a favourable electricity tariff adjustment, while core inflation moderated to 8.7%. Both measures, however, remain well above the medium-term target range of 5% to 7%, and in its meeting of July 27, 2026 the Monetary Policy Committee unanimously kept the policy rate unchanged at 11.5%. Financial conditions nevertheless continued to ease relative to the comparative period the Company was able to reprice a part of its borrowing accordingly.

The external account remained the most encouraging feature of the period. Pakistan closed FY26 with a current account deficit of only USD 139 million, with record workers' remittances offsetting a trade deficit that widened as energy prices rose. The State Bank's foreign exchange reserves exceeded the end-June 2026 target of USD 18 billion before settling at approximately USD 17.3 billion in mid-July following scheduled debt repayments, and are targeted to reach USD 20.20 billion by December 2026. Standard & Poor's upgraded Pakistan's sovereign credit rating to "B" during the period. The rupee remained broadly stable against the US dollar through the half year, which supported cost predictability but also meant that no exchange rate relief was available to offset competitor currency movements for exporters.

Directors' Report to the Shareholders

International Trade and the Global Footwear Market

The global footwear trade passed through an unusual cycle during the period. The repeated revisions to United States import tariffs prompted brands and retailers to pull shipments forward, and the resulting build-up of channel inventory has had to be worked down through the first half of 2026. The practical consequences for suppliers have been shorter order horizons, later confirmations, smaller order quantities per style and a sharper negotiation over landed cost, as buyers seek to share the burden of tariffs across the supply chain. Order flow has been slower to commit rather than absent, and programmes deferred from the first half are being discussed for later delivery windows.

End demand in the Company's principal markets remained soft. Consumer behaviour in the United States and Western Europe has stayed cautious and need-based, with higher living costs, increased energy bills and the uncertainty created by the Middle East conflict all weighing on discretionary spending. The International Monetary Fund raised its global inflation forecasts for both 2026 and 2027 in its latest World Economic Outlook amid higher global commodity prices, which points to continued pressure on household budgets and to a gradual rather than sharp recovery in footwear retail through the remainder of the year.

Export Environment from Pakistan and Support for Exporters

Exporters from Pakistan continued to operate with a number of structural handicaps during the period. Energy costs remain high relative to competing origins in South and South East Asia, sailing times and connectivity from Karachi are longer than from the principal competing ports, the release of refunds, rebates and duty drawback claims continues to absorb working capital, and depreciation in competitor currencies has periodically eroded relative price competitiveness while the rupee remained stable. Availability and cost of quality finished leather also remain a constraint on the industry as a whole.

Set against these constraints, the policy environment for exporters improved over the period. Concessionary export refinance and long-term financing facilities available through the State Bank of Pakistan, together with generally easing financial conditions and accelerating private sector credit, reduced the cost of export working capital and of capital investment. The continuing rationalisation of import tariffs lowers input costs for export manufacturing, and the improvement in the sovereign rating and in the external account has begun to restore the confidence of international buyers and their banks in Pakistan as a sourcing destination. The Company continues to engage, both directly and through the Pakistan Footwear Manufacturers Association, on the timely settlement of export refunds and on the competitiveness of energy tariffs for export-oriented industry.

Status of Joint Venture

Geopolitical uncertainty and temporary customer destocking have slowed industry-wide order placements. We expect a gradual recovery as conditions normalize. Meanwhile, trial production and workforce training are underway to bring product quality in line with international benchmarks.

Related Party Transactions

All transactions with related parties during the period were carried out on an arm's length basis, were reviewed by the Audit Committee and approved by the Board of Directors, and are disclosed in the notes to the condensed interim financial information.

Future Outlook

The company expects a gradual recovery of top line in coming months and customers are easing out in their inventories. Some of our strategic customers have confirmed more production lines and placements have begun accordingly. The company feels confident that we will back to our growth trajectory in coming months/

The Board therefore views 2026 as a year of strengthening foundations, resilience and re-calibration ahead of the next phase of growth. In this period of difficult market situation, company will continue to protect margins and improve bottom line with disciplined operational efficiencies and cost control.

Acknowledgment

The Directors would like to express our deep appreciation to our shareholders who have consistently demonstrated their trust in the Company.

The Directors also record their appreciation of the dedication and hard work of the Company's employees and workers, whose efforts delivered an improvement in margins and profitability in a difficult market, and thank the Company's customers, suppliers and bankers for their continuing commitment and support.

For and on behalf of the Board

Arif Saeed (Chairman)	Hassan Javed (Chief Executive)

27 August 2026
Lahore.

Independent Auditor's Review Report

To the members of Service Global Footwear Limited

Report on review of Unconsolidated Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of SERVICE GLOBAL FOOTWEAR LIMITED (the Company) as at 30 June 2026 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the three months period ended 30 June 2026 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Syed Mustafa Ali.

Riaz Ahmad & Co

RIAZ AHMAD & COMPANY
Chartered Accountants

Lahore

Date: 27 August 2026

UDIN: RR202610168SAqg29UIb

Financial Statements

Unconsolidated Condensed Interim Statement of Financial Position (Un-audited)

As at June 30, 2026

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in thousand)	
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
250,000,000 (31 December 2025: 250,000,000) ordinary shares of Rupees 10 each		**2,500,000**	2,500,000
Issued, subscribed and paid-up share capital			
206,467,605 (31 December 2025: 206,467,605) ordinary shares of Rupees 10 each		**2,064,676**	2,064,676
Share capital to be issued against employee's share option scheme		**6,018**	-
Reserves		**8,444,073**	6,329,979
Total equity		**10,514,767**	8,394,655
LIABILITIES			
Non-current liabilities			
Long term financing - secured	4	**1,035,929**	1,055,360
Employees' retirement benefit		**244,035**	260,507
Deferred income tax liability - net		**683,765**	786,075
		1,963,729	2,101,942
Current liabilities			
Trade and other payables		**2,615,310**	2,756,106
Contract liabilities		**55,168**	37,562
Accrued mark-up		**130,499**	73,772
Short term borrowings		**7,968,373**	7,128,240
Current portion of long term financing		**292,865**	185,141
Unclaimed dividend		**2,391**	2,042
		11,064,606	10,182,863
Total liabilities		**13,028,335**	12,284,805
Contingencies and commitments	5		
TOTAL EQUITY AND LIABILITIES		**23,543,102**	20,679,460

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Hassan Javed
(Chief Executive)

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in thousand)	
ASSETS			
Non-current assets			
Fixed assets	6	**3,620,115**	4,198,142
Investment properties	7	**749,921**	-
Long term security deposits		**4,931**	4,491
Long term investments	8	**8,032,994**	5,799,215
Long term loans to employees		**18,076**	17,931
		12,426,037	10,019,779
Current assets			
Stores, spares and loose tools		**199,454**	194,749
Stock in trade		**3,661,016**	3,894,694
Trade debts		**3,400,780**	2,927,254
Loans and advances		**229,986**	253,564
Accrued markup		**662**	7,966
Short term deposits and prepayments		**49,183**	36,382
Other receivables		**1,895,733**	1,856,323
Short term investments	9	**1,100,481**	94,832
Advance income tax and prepaid levy - net		**341,493**	270,404
Cash and bank balances		**238,277**	1,123,513
		11,117,065	10,659,681
TOTAL ASSETS		**23,543,102**	20,679,460

Arif Saeed
(Director)

Usman Liaqat
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For the half year ended June 30, 2026

	Note	(Un-audited) HALF YEAR ENDED June 30, 2026	June 30, 2025	(Un-audited) QUARTER ENDED June 30, 2026	June 30, 2025
		(Rupees in thousand)			
Revenue	10	**8,103,903**	9,541,414	**4,108,072**	4,748,262
Cost of sales	11	**(6,431,302)**	(7,952,572)	**(3,156,700)**	(3,884,327)
Gross profit		**1,672,601**	1,588,842	**951,372**	863,935
Distribution cost		**(655,588)**	(764,062)	**(336,758)**	(387,262)
Administrative expenses		**(435,166)**	(415,454)	**(227,115)**	(219,811)
Other expenses		**(269,538)**	(45,909)	**(197,230)**	(41,148)
		(1,360,292)	(1,225,425)	**(761,103)**	(648,221)
		312,309	363,417	**190,269**	215,714
Other income		**145,160**	130,794	**107,302**	56,910
Profit from operations		**457,469**	494,211	**297,571**	272,624
Finance cost		**(185,675)**	(256,468)	**(91,531)**	(106,409)
		271,794	237,743	**206,040**	166,215
Share of net profit of associate accounted for using the equity method	8.2	**2,229,001**	1,164,964	**1,553,647**	1,010,561
Profit before levy and taxation		**2,500,795**	1,402,707	**1,759,687**	1,176,776
Levy		**(44,401)**	(41,384)	**(10,672)**	936
Profit before taxation		**2,456,394**	1,361,323	**1,749,015**	1,177,712
Taxation		**45,187**	(245,865)	**236,861**	(159,174)
Profit after taxation		**2,501,581**	1,115,458	**1,985,876**	1,018,538
EARNINGS PER SHARE - BASIC (RUPEES)		**12.12**	5.41	**9.62**	4.94
EARNINGS PER SHARE - DILUTED (RUPEES)		**12.03**	5.37	**9.55**	4.90

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Hassan Javed
(Chief Executive)

Arif Saeed
(Director)

Usman Liaqat
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the half year ended June 30, 2026

	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
	June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
	(Rupees in thousand)			
PROFIT AFTER TAXATION	**2,501,581**	1,115,458	**1,985,876**	1,018,538
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss	**-**	-	**-**	-
Items that may be reclassified subsequently to profit or loss				
Share of other comprehensive income of investment accounted for using the equity method	**37**	-	**78**	-
Other comprehensive income for the period	**37**	-	**78**	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**2,501,618**	1,115,458	**1,985,954**	1,018,538

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Hassan Javed
(Chief Executive)

Arif Saeed
(Director)

Usman Liaqat
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For the half year ended June 30, 2026

	Share Capital	Share capital to be issued	Reserves								Total Equity
			Capital Reserve						Revenue Reserve	Total	
			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	Un-appropriated profit		
	Rupees in thousand										
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	-	-	-	-	-	-	-	29,197	-	29,197	29,197
Transactions with owners:											
Final dividend for the year ended 31 December 2024 @ Rupees 4 per share	-	-	-	-	-	-	-	-	(824,226)	(824,226)	(824,226)
Proceeds against shares to be issued under Employee's Stock Option Scheme	-	4,112	-	13,727	(3,879)	-	-	-	-	9,848	13,960
Employee share options lapsed	-	-	-	559	(559)	-	-	-	-	-	-
Recognition of share options reserve	-	-	-	-	15,156	-	-	-	-	15,156	15,156
	-	4,112	-	14,286	10,718	-	-	-	(824,226)	(799,222)	(795,110)
Profit for the period ended 30 June 2025	-	-	-	-	-	-	-	-	1,115,458	1,115,458	1,115,458
Other comprehensive income for the period ended 30 June 2025	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended 30 June 2025	-	-	-	-	-	-	-	-	1,115,458	1,115,458	1,115,458
Balance as at 30 June 2025 - un-audited	2,060,564	4,112	1,390,684	1,730,607	17,901	-	-	53,586	2,303,006	5,495,784	7,560,460
Adjustment due to equity accounted investee company	-	-	-	-	-	-	-	6,131	-	6,131	6,131
Adjustment due to issuance of shares of equity accounted investee company under employees stock option scheme	-	-	-	-	-	-	55,714	(55,714)	-	-	-
Transactions with owners:											
Ordinary shares issued under Employee's Stock Option Scheme	4,112	(4,112)	-	-	-	-	-	-	-	-	-
Recognition of share options reserve	-	-	-	-	15,157	-	-	-	-	15,157	15,157
	4,112	(4,112)	-	-	15,157	-	-	-	-	15,157	15,157
Profit for the period ended 31 December 2025	-	-	-	-	-	-	-	-	819,582	819,582	819,582
Other comprehensive loss for the period ended 31 December 2025	-	-	-	-	-	(223)	-	-	(6,452)	(6,675)	(6,675)
Total comprehensive income for the period ended 31 December 2025	-	-	-	-	-	(223)	-	-	813,130	812,907	812,907
Balance as at 31 December 2025 - audited	2,064,676	-	1,390,684	1,730,607	33,058	(223)	55,714	4,003	3,116,136	6,329,979	8,394,655
Adjustments due to equity accounted investee company	-	-	-	-	-	11	(4,594)	1,162	4,847	1,426	1,426
Transactions with owners:											
Final dividend for the year ended 31 December 2025 @ Rupees 2 per share	-	-	-	-	-	-	-	-	(412,935)	(412,935)	(412,935)
Proceeds against shares to be issued under Employee's Stock Option Scheme	-	6,018	-	32,194	(15,617)	-	-	-	-	16,577	22,595
Employee share options lapsed	-	-	-	1,492	(1,492)	-	-	-	-	-	-
Recognition of share options reserve	-	-	-	-	7,408	-	-	-	-	7,408	7,408
	-	6,018	-	33,686	(9,701)	-	-	-	(412,935)	(388,950)	(382,932)
Profit for the period ended 30 June 2026	-	-	-	-	-	-	-	-	2,501,581	2,501,581	2,501,581
Other comprehensive income for the period ended 30 June 2026	-	-	-	-	-	37	-	-	-	37	37
Total comprehensive income for the period ended 30 June 2026	-	-	-	-	-	37	-	-	2,501,581	2,501,618	2,501,618
Balance as at 30 June 2026 - un-audited	**2,064,676**	**6,018**	**1,390,684**	**1,764,293**	**23,357**	**(175)**	**51,120**	**5,165**	**5,209,629**	**8,444,073**	**10,514,767**

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Hassan Javed
(Chief Executive)

Arif Saeed
(Director)

Usman Liaqat
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Cash Flows (Un-audited)

For the half year ended June 30, 2026

	Note	(Un-audited) June 30, 2026	(Un-audited) June 30, 2025
		(Rupees in thousand)	
Cash flows from operating activities			
Cash generated from / (used in) operations	12	**174,565**	(454,231)
Finance cost paid		**(128,948)**	(237,241)
Income tax and levy paid		**(172,613)**	(195,538)
Staff retirement benefit paid		**(38,604)**	(874)
Long term loans to employees - net		**(595)**	(1,038)
Long term security deposits - net		**(1,616)**	(760)
Net cash used in operating activities		**(167,811)**	(889,682)
Cash flows from investing activities			
Capital expenditure on fixed assets		**(210,531)**	(806,484)
Capital expenditure on investment properties		**(140,272)**	-
Proceeds from disposal of fixed assets		**33,522**	4,137
Loan given to Service Industries Limited - Holding Company		**-**	(74,000)
Loan repayment from Service Industries Limited - Holding Company		**-**	2,574,000
Interest on term deposit receipts and saving accounts received		**64,645**	44,848
Mark-up received on loan to Service Industries Limited - Holding Company		**-**	33,354
Short term investments made		**(1,004,000)**	-
Long term investments made		**(3,315)**	-
Net cash (used in) / from investing activities		**(1,259,951)**	1,775,855
Cash flows from financing activities			
Long term financing obtained		**175,392**	664,410
Repayment of long term financing		**(87,099)**	(29,786)
Short term borrowings - net		**844,224**	(1,311,753)
Proceeds against share capital to be issued under Employee's Stock Option Scheme		**22,595**	13,960
Dividend paid		**(412,586)**	(826,719)
Net cash from / (used in) financing activities		**542,526**	(1,489,888)
Net decrease in cash and cash equivalents		**(885,236)**	(603,715)
Cash and cash equivalents at the beginning of the period		**1,123,513**	744,970
Cash and cash equivalents at the end of the period		**238,277**	141,255

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Hassan Javed	Arif Saeed	Usman Liaqat
(Chief Executive)	(Director)	(Chief Financial Officer)

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)
For the half year ended June 30, 2026

1. THE COMPANY AND ITS OPERATIONS

1.1 Service Global Footwear Limited (the Company) was incorporated as a public limited Company on 19 July 2019 in Pakistan under the Companies Act, 2017 and got listed on 28 April 2021. The shares of the company are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is located at 2 - Main Gulberg, Lahore. The principal activities of the Company are manufacturing, sale, marketing, import and export of footwear, leather and allied products. The Company is the subsidiary of Service Industries Limited.

2. BASIS OF PREPARATION

2.1 These unconsolidated condensed interim financial statements 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 Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of, directives and notifications issued under the Companies Act, 2017.

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

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2025. These unconsolidated condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 31 December 2025 except for the adoption of accounting policy of investment properties which has been explained in the note 3.1 of these unconsolidated condensed interim financial statements.

3.1 Investment properties

Land and building held for capital appreciation or to earn rental income are classified as investment properties. Investment properties except land, are stated at cost less accumulated depreciation and any recognised impairment loss. Land is stated at cost less any recognised impairment loss (if any). Property under construction or development for future use as an investment property is included in investment properties at cost.

3.2 Critical accounting estimates and judgments

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual financial statements of the Company for the year ended 31 December 2025.

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in thousand)	
4	**LONG TERM FINANCING - SECURED**		
	Opening balance	**1,240,501**	312,969
	Add: Obtained during the period / year	**175,392**	986,983
	Less: Repaid during the period / year	**(87,099)**	(59,451)
		1,328,794	1,240,501
	Less: Current portion shown under current liabilities	**(292,865)**	(185,141)
		1,035,929	1,055,360

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

5 CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual financial statements of the Company for the year ended 31 December 2025 except for the following:

5.1.1 DCIR initiated post-refund audit proceedings under Rule 36 of the Sales Tax Rules, 2006. The said proceedings culminated in the learned DCIR passing an assessment order dated 30 June 2026 under section 11E of the Sales Tax Act, 1990 creating a sales tax demand to the tune of Rupees 809.555 million. In response to the order passed by the DCIR, an appeal was filed before the Honourable Appellate Tribunal Inland Revenue (ATIR). The Honourable Appellate Tribunal Inland Revenue (ATIR), vide its order dated 27 July 2026, partly allowed the Company's appeal by deleting the tax demand amounting to Rupees 195.159 million, while tax demand amounting to Rupees 30.322 million was upheld and tax demand amounting to Rupees 584.074 million was remanded back for fresh adjudication. The remand back proceedings are pending adjudication. The management, based on the advice of its legal counsel, is confident of a favourable outcome of the matter.

5.1.2 The Deputy Commissioner Inland Revenue (DCIR), Refund Zone, passed an order dated 20 April 2026 under Section 11E of the Sales Tax Act, 1990, whereby a demand of Rupees 1.030 million was raised against the Company without proper issuance of a show-cause notice. Aggrieved by the said order, the Company filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)]. The appeal has not yet been fixed for hearing. The management, based on the advice of its legal counsel, is confident of a favourable outcome of the matter.

5.1.3 The Deputy Commissioner Inland Revenue (DCIR), Refund Zone, issued a show-cause notice dated 03 December 2025 under Section 11 of the Sales Tax Act, 1990, in respect of input tax amounting to Rupees 1.724 million claimed by the Company for the tax period May 2024. Subsequently, the DCIR passed an assessment order dated 20 April 2026 under Section 11E of the Sales Tax Act, 1990, whereby the aforesaid input tax claim was disallowed. Aggrieved by the said order, the Company filed an appeal before the Commissioner Inland Revenue (Appeals-I) [CIR(A)], Lahore. The appeal has not yet been fixed for hearing. The management, based on the advice of its legal counsel, is confident of a favourable outcome of the matter.

5.1.4 Infrastructure cess imposed by the Province of Sindh under the Sindh Finance Act, 1994 and its subsequent amendments, including the Sindh Development and Maintenance of Infrastructure Cess Act, 2017. The Company filed a writ petition before the Sindh High Court, (the Court) which granted a stay order subject to the furnishing of bank guarantees in favour of the Director Excise and Taxation, Karachi. Subsequently, the Court through its order dated 4 June 2021, directed encashment of the bank guarantees. Being aggrieved, the Company, along with others, filed petition for leave to appeal before the Supreme Court of Pakistan. By its order dated 01 September 2021, the Supreme Court of Pakistan granted leave to appeal, restrained the Sindh Government from encashing the bank guarantees furnished pursuant to the interim orders of the Court and directed the release of future consignments against submission of bank guarantees for the disputed amounts.

Following the establishment of the Federal Constitutional Court of Pakistan under the Twenty-Seventh Constitutional Amendment, all pending appeals, including the Company's appeal, were transferred to Federal Constitutional Court of Pakistan. By order dated 23 February 2026, the Federal Constitutional Court of Pakistan granted interim injunctive relief by directing that fresh consignments be released upon furnishing undertakings and post-dated cheques. The matter is currently pending adjudication.

The Government of Sindh enacted the Sindh Development and Maintenance of Infrastructure Cess (Amendment) Act, 2026 ("Amendment Act"), which has been gazetted on 23 February 2026. The Amendment Act introduced concessionary cess rates for future consignments for entities entering into a settlement agreement by either paying the outstanding cess liability in a single lump sum on or before 15 July 2026 or in 51 instalments. Execution of the settlement agreement is subject to unconditional withdrawal of all pending litigation and waiver of all claims against the Government of Sindh.

The Company, along with others, has filed a constitutional petition before the Court seeking a declaration that entities having pending litigation, including appeals before the Federal Constitutional Court of Pakistan on the subject matter, should not be subjected to discriminatory or disadvantageous treatment. The petition also seeks to restrain the Government of Sindh and its officers from taking any coercive action, including encashment of bank guarantees and post-dated cheques furnished in respect of the levy. Based on the advice of legal counsel, the management of the Company believes a favourable outcome of the matter.

5.1.5 Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 71.203 million (31 December 2025: Rupees 79.921 million) on imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheques issued as security shall be encashable. The Company is availing Export Facilitation Scheme (EFS) License issued by Collector of Custom, Lahore with a face value of Rupees 3,360 million (31 December 2025: Rupees 2,750 million) for the duty and tax free imports of plant, machinery, equipment, component parts, raw material, packing material and accessories. The said limit was allowed by Collector of Customs, Lahore after securing a post dated cheque of Rupees 3,360 million (31 December 2025: Rupees 2,750 million) from the Company.

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

5.2 Commitments

5.2.1 Letters of credit other than capital expenditure are of Rupees 487.623 million (31 December 2025: Rupees 490.811 million).

5.2.2 Contracts for capital expenditure are approximately of Rupees 11.097 million (31 December 2025: Rupees 6.423 million).

5.2.3 Outstanding foreign currency forward contracts are of Rupees 1,700.013 million (31 December 2025: Rupees 3,650.841 million).

5.2.4 The Company's share in commitments of associate accounted for under equity method is Rupees 2,821.745 million (31 December 2025: Rupees 3,601.806 million).

5.2.5 Following represent commitments arising from short-term leases recognized on a straight-line basis as expense under the practical expedients applied by the Company. The amount of future payments under these leases and the period in which these payments will become due are as follows:

	Note	**(Un-audited) June 30, 2026**	(Audited) December 31, 2025
		(Rupees in thousand)	
Not later than one year		**7,635**	7,916

6 FIXED ASSETS

	Note	**(Un-audited) June 30, 2026**	(Audited) December 31, 2025
Operating fixed assets	6.1	**3,062,884**	3,142,814
Capital work-in-progress	6.2	**557,231**	1,055,328
		3,620,115	4,198,142

6.1 Operating fixed assets

	Note	**(Un-audited) June 30, 2026**	(Audited) December 31, 2025
Opening net book value		**3,142,814**	2,868,638
Add: Cost of additions during the period / year	6.1.1	**124,129**	581,873
Less: Book value of deletions during the period / year	6.1.2	**(28,077)**	(14,406)
Less: Freehold land transferred to investment properties	7	**(25,150)**	-
Less: Depreciation charged during the period / year		**(150,832)**	(293,291)
Closing net book value		**3,062,884**	3,142,814

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in thousand)	
6.1.1	**Cost of additions during the period / year**		
	Buildings on freehold land	**45,846**	42,123
	Plant and machinery	**19,251**	297,566
	Furniture, fixture and fittings	**-**	3,837
	Vehicles	**35,679**	153,757
	Service equipment	**23,353**	84,590
		124,129	581,873
6.1.2	**Book value of deletions during the period / year**		
	Cost of deletions:		
	Buildings on freehold land	**-**	3,817
	Plant and machinery	**75**	1,765
	Furniture, fixture and fittings	**1,885**	-
	Vehicles	**41,581**	20,313
	Service equipment	**30,607**	2,533
		74,148	28,428
	Less: Accumulated depreciation	**(46,071)**	(14,022)
	Book value of deletions during the period / year	**28,077**	14,406
6.2	**Capital work-in-progress**		
	Buildings on freehold land	**200,626**	728,457
	Plant and machinery	**183,237**	171,753
	Service equipment	**155,814**	133,710
	Furniture, fixture and fittings	**7,687**	1,705
	Advances for capital expenditures	**9,867**	19,703
		557,231	1,055,328

7 INVESTMENT PROPERTIES

	Freehold land	Building on freehold land	Total
	(Rupees in thousand)		
Carrying value as at 31 December 2025 - Audited	-	-	-
Transferred from operating fixed assets and capital work-in-progress	25,150	584,499	609,649
Add: Additions during the period (Note 7.1)	-	140,272	140,272
Carrying value as at 30 June 2026 - Un-audited	**25,150**	**724,771**	**749,921**

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

7.1 These include borrowing cost of Rupees 30.471 million capitalized during the period in accordance with IAS 23 "Borrowing Costs".

7.2 As the construction is in progress, so the fair value of the investment properties cannot be reliably measured. Once the construction is complete, the fair value of investment properties will be disclosed accordingly. The location of the investment properties is Muridke. Area of freehold land is 136,816 square feet and covered area of building under construction is 79,760 square feet.

		Note	**(Un-audited) June 30, 2026**	(Audited) December 31, 2025
			(Rupees in thousand)	
8	**LONG TERM INVESTMENTS**			
	Investment in subsidiary companies - at cost	8.1	**92,482**	89,167
	Investment in associate (with significant influence) - under equity method	8.2	**7,940,512**	5,710,048
			8,032,994	5,799,215
8.1	**Investment in subsidiary companies - at cost**			
	Dongguan Service Global Limited - unquoted			
	Equity held 100% (31 December 2025: 100%)		**89,167**	89,167
	Service Athletic Global Footwear (Private) Limited -unquoted			
	Equity held 51.00% (31 December 2025: Nil)		**3,315**	-
			92,482	89,167
8.2	**Investment in associate (with significant influence) - under equity method**			
	Service Long March Tyres Limited - quoted			
	1,354,858,520 (31 December 2025: 1,354,858,520) fully paid ordinary shares of Rupees 2 each	8.2.1	**7,940,512**	5,710,048

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees in thousand)	
8.2.1	**Investment in associate (with significant influence) - under equity method**			
	Equity held: 17.38% (31 December 2025: 18.30%)		**2,720,975**	2,720,975
	Share of post acquisition changes in investee's net assets:			
	As at the beginning of the period / year		**2,989,073**	1,225,290
	Add: Share of post acquisition profit for the period / year	8.2.2	**2,229,001**	2,277,572
	Less: Dividend received during the period / year		**-**	(548,894)
	Add: Share of employee share options reserve		**1,426**	35,328
	Less: Share of post acquisition other comprehensive income / (loss)		**37**	(223)
			5,219,537	2,989,073
			7,940,512	5,710,048

8.2.2 Post acquisition profit for the period includes gain on dilution of interest in associate of Rupees 958.309 million due to issuance of shares of equity accounted investee company through intial public offering.

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees in thousand)	
9	**SHORT TERM INVESTMENTS**			
	Debt instruments - term deposit receipts	9.1	**1,100,481**	94,832
9.1	**Debt instruments - term deposit receipts**			
	At amortized cost		**1,095,000**	91,000
	Add: Accrued interest		**5,481**	3,832
			1,100,481	94,832

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)
For the half year ended June 30, 2026

		(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
		June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
		(Rupees in thousand)			
10	**REVENUE**				
	Revenue from contracts with customers:				
	Export sales	**8,133,674**	9,613,482	**4,129,862**	4,785,795
	Local sales	**76,022**	83,903	**32,897**	45,326
		8,209,696	9,697,385	**4,162,759**	4,831,121
	Less: Discounts and commissions	**(105,793)**	(155,971)	**(54,687)**	(82,859)
		8,103,903	9,541,414	**4,108,072**	4,748,262

10.1 Disaggregation of revenue from contracts with customers

In the following table, revenue from contracts with customers is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition:

	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
	June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
	(Rupees in thousand)			
Region				
Europe	**6,476,030**	7,240,430	**3,578,369**	3,759,614
North America and South America	**1,098,422**	1,640,659	**266,717**	809,273
Asia, Africa, Australia	**453,429**	576,422	**230,089**	134,049
Pakistan	**76,022**	83,903	**32,897**	45,326
	8,103,903	9,541,414	**4,108,072**	4,748,262
Timing of revenue recognition				
Products and services transferred at a point in time	**8,103,903**	9,541,414	**4,108,072**	4,748,262
Products and services transferred over time	**-**	-	**-**	-
	8,103,903	9,541,414	**4,108,072**	4,748,262
Major products / service lines				
Footwear	**8,087,966**	9,541,414	**4,097,912**	4,748,262
Raw material	**15,937**	-	**10,160**	-
	8,103,903	9,541,414	**4,108,072**	4,748,262

		Un-audited		Un-audited	
		HALF YEAR ENDED		QUARTER ENDED	
		June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
		(Rupees in thousand)			
11	**COST OF SALES**				
	Raw materials consumed	**3,579,426**	4,378,181	**1,709,453**	2,157,595
	Salaries, wages and other benefits	**1,805,722**	2,040,398	**888,714**	1,036,344
	Stores and spares consumed	**190,404**	315,661	**105,779**	158,336
	Packing materials consumed	**431,616**	539,747	**219,324**	262,915
	Fuel and power	**135,806**	156,374	**64,237**	80,888
	Insurance	**10,480**	13,199	**5,205**	6,597
	Travelling and conveyance	**41,680**	44,835	**21,742**	25,339
	Repair and maintenance	**24,126**	28,082	**13,901**	14,145
	Entertainment	**2,404**	617	**38**	56
	Depreciation	**127,053**	120,178	**64,203**	61,659
	Rent, rates and taxes	**1,744**	1,464	**903**	850
	Provision / (reversal of provision) for slow moving and obsolete inventory	**3,645**	4,190	**686**	2,017
	Other manufacturing charges	**50,201**	42,090	**23,215**	17,180
		6,404,307	7,685,016	**3,117,400**	3,823,921
	Movement in work in process	**68,336**	53,823	**165,185**	34,944
	Cost of goods manufactured	**6,472,643**	7,738,839	**3,282,585**	3,858,865
	Finished goods:	**(41,341)**	213,733	**(125,885)**	25,462
	Movement in finished goods	**6,431,302**	7,952,572	**3,156,700**	3,884,327

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

		Note	Un-audited HALF YEAR ENDED June 30, 2026	June 30, 2025
			(Rupees in thousand)	
12	**CASH GENERATED FROM / (USED IN) OPERATIONS**			
	Profit before taxation and levy		**2,500,795**	1,402,707
	Adjustments for non-cash charges and other items:			
	Depreciation		**150,832**	137,709
	Provision for gratuity		**22,132**	25,455
	Finance cost		**185,675**	256,468
	(Gain) / Loss on disposal of operating fixed assets		**(5,445)**	82
	Provision for workers' profit participation fund		**2,854**	-
	Unrealised exchange (gain) / loss on forward contracts		**(62,617)**	70,367
	Exchange loss / (gain) - net		**205,444**	(40,463)
	Interest on workers' profit participation fund		**63**	97
	Provision for workers' welfare fund		**51,037**	28,627
	Provision / (reversal of provision) for slow moving and obsolete inventory		**3,645**	4,190
	Reversal of allowance for expected credit losses - trade debt		**(57)**	(18)
	Debit balance written off		**-**	17,201
	Interest on term deposit receipts and bank deposits		**(58,990)**	(35,249)
	Employee's share option expense		**7,408**	15,156
	Share of profit of equity accounted investee - net of taxation		**(2,229,001)**	(1,164,964)
	Interest on loan to Holding Company		**-**	(33,354)
	Working capital changes	12.1	**(599,210)**	(1,138,242)
			174,565	(454,231)

		Un-audited HALF YEAR ENDED	
		June 30, 2026	June 30, 2025
		(Rupees in thousand)	
12.1	**Working capital changes**		
	Decrease / (Increase) in current assets:		
	Stores, spares and loose tools	**(9,191)**	(28,968)
	Stock in trade	**234,519**	(250,439)
	Trade debts	**(683,004)**	(1,281,006)
	Loans and advances	**24,028**	(40,784)
	Short term deposits and prepayments	**(11,624)**	(27,753)
	Other receivables	**23,207**	(136,105)
		(422,065)	(1,765,055)
	(Decrease) / Increase in current liabilities:		
	Trade and other payables	**(194,751)**	588,745
	Contract liabilities	**17,606**	38,068
		(599,210)	(1,138,242)

13 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these unconsolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 30 June 2026 (Un-audited)	**Level 1**	**Level 2**	**Level 3**	**Total**
		(Rupees in thousand)		
Financial assets				
Derivative financial assets	-	**62,617**	-	**62,617**

Recurring fair value measurements At 31 December 2025 (Audited)	Level 1	Level 2	Level 3	Total
		(Rupees in thousand)		
Financial assets				
Derivative financial assets	-	5,508	-	5,508

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer out of level 3 measurements.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific value techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of the Holding Company, subsidiary company, subsidiaries of the Holding Company, associated companies, employees' gratuity fund trust, employees' provident fund trust and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these unconsolidated condensed interim financial statements are as follows:

(i) Transactions:

		Un-audited HALF YEAR ENDED		Un-audited QUARTER ENDED	
		June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
		(Rupees in thousand)			
Nature of relationship	**Nature of transactions**				
Holding company					
Service Industries Limited	Sale of goods	**15,937**	28,417	**10,160**	13,574
	Purchase of goods	**59,679**	225,642	**53,158**	52,110
	Purchase of fixed assets	-	115	-	115
	Loan given	-	74,000	-	-
	Loan repaid	-	2,574,000	-	-
	Expenses charged to the company	**91,606**	127,614	**45,456**	65,542
	Interest income	-	33,354	-	-
	Dividend paid	**309,732**	654,200	**309,732**	654,200
Post employment benefit plan					
Service Provident Fund Trust	Dividend paid	**17,368**	-	**17,368**	-
Common directorship					
Servis Foundation	Donation paid	**10,203**	-	**10,203**	-
Subsidiary company of the Holding Company					
Service Tyres (Private) Limited	Purchase of goods	-	163	-	163
	Purchase of fixed assets	-	263	-	263
Subsidiary company of the Holding company					
Service Retail (Private) Limited	Sale of goods	-	12,800	-	-
Subsidiary company					
Dongguan Service Global Limited	Purchase of goods	**932,603**	1,256,460	**538,083**	676,196
Subsidiary company					
Service Athletic Global Footwear (Private) Limited	Fully paid ordinary shares acquired	**3,315**	-	**3,315**	-

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

Nature of relationship	Nature of transactions	Un-audited HALF YEAR ENDED June 30, 2026	June 30, 2025	Un-audited QUARTER ENDED June 30, 2026	June 30, 2025
		(Rupees in thousand)			
Other related parties					
Post employment benefit plans		**98,396**	107,778	**46,906**	54,022
Key management personnel					
Remuneration		**157,703**	124,378	**81,981**	62,189
Meeting fee to directors - non executive		**1,750**	880	**750**	400
Cash dividend paid		**3,859**	7,614	**3,859**	7,614
Proceeds against shares to be issued under Employee's Stock Option Scheme		**9,701**	5,716	**9,701**	5,716
Options granted under Employee's Stock Option Scheme against which vesting period has not been completed as on 01 January 2026: 563,697 (As on 01 January 2025: 841,942 options)		**-**	-	**-**	-

(ii) Period end balances

	As at 30 June 2026 (Un-audited)		
	Subsidiary company	**Other related parties**	**Total**
	(Rupees in thousand)		
Employees' retirement benefits payable	**-**	**283,955**	**283,955**
Trade and other payables	**207,405**	**-**	**207,405**

	As at 31 December 2025 (Audited)		
	Subsidiary company	Other related parties	Total
	(Rupees in thousand)		
Employees' retirement benefits payable	-	304,015	304,015
Trade and other payables	151,854	-	151,854

15 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended 31 December 2025.

16 DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITITIES AS ITS CORE BUSINESS ACTIVITIES

	Un-audited June 30, 2026	Audited December 31, 2025
	(Rupees in thousand)	
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode		
Short term borrowings	**3,295,206**	2,921,799
Interest or mark-up accrued on any conventional loan or advance	**102,664**	59,857
Long-term and short-term Shariah compliant Investments		
Long term investments	**8,032,994**	5,799,215
Short term investments	**11,141**	11,000
Shariah-compliant bank deposits, bank balances, and TDRs	**55,084**	58,343

	HALF YEAR ENDED		**QUARTER ENDED**	
	Un-audited June 30, 2026	Un-audited June 30, 2025	**Un-audited June 30, 2026**	Un-audited June 30, 2025
	(Rupees in thousand)			
Revenue earned from a Shariah-compliant business segment	**8,103,903**	9,541,414	**4,108,072**	4,748,262
Break-up of late payments or liquidated damages	**-**	-	**-**	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates				
Share of net profit of associate accounted for using the equity method	**2,229,001**	1,164,964	**1,553,647**	1,010,561
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs				
Return on term deposit receipts	**219**	242	**141**	136
Exchange gain earned from actual currency	**-**	40,463	**-**	40,463
Exchange gains earned using conventional derivative financial instruments	**62,617**	-	**62,617**	-
Profit paid on islamic mode of financing	**30,140**	87,225	**14,671**	76,091
Total Interest earned on any conventional loan or advance				
Interest on loan to Holding Company	**-**	33,354	**-**	-

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

	HALF YEAR ENDED		QUARTER ENDED	
	Un-audited	Un-audited	**Un-audited**	Un-audited
	June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
	(Rupees in thousand)			
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non-compliant income				
Shariah-compliant:				
Gain on sale of property, plant and equipment	**5,445**	-	**3,417**	-
Scrap sales	**18,051**	21,710	**8,287**	10,653
Net exchange gain	**-**	40,463	**-**	40,463
Return on term deposit receipts	**219**	242	**141**	136
Non-shariah compliant income:				
Profit on deposits with banks	**26,377**	34,302	**5,710**	5,092
Return on term deposit receipts	**32,394**	705	**27,073**	548
Unrealised exchange gain on forward contracts	**62,617**	-	**62,617**	-
Reversal of allowance for expected credit losses	**57**	18	**57**	18
Interest on loan to Holding Company	**-**	33,354	**-**	-

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc

Name	Relationship
MCB Islamic Bank Limited	Bank balance, term deposit receipts and short term borrowings
Meezan Bank Limited	Bank balance and short term borrowings
Faysal Bank Limited (Barkat Islami)	Bank balance and short term borrowings
Dubai Islamic Bank Pakistan Limited	Bank balance and short term borrowings
The Bank of Punjab (Taqwa Islamic Banking)	Bank balance and short term borrowings
BankIslami Pakistan Limited	Bank balance and short term borrowings
The Bank of Khyber	Bank balance and short term borrowings

17 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 27 August 2026.

18 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant rearrangements / reclassification have been made.

19 GENERAL

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.

Hassan Javed (Chief Executive)	Arif Saeed (Director)	Usman Liaqat (Chief Financial Officer)

Consolidated Financial Statements

Group Directors' Report to the Shareholders

The Directors take pleasure in presenting their Report along with the Consolidated Condensed Interim Financial Statements of the Service Global Footwear Limited ("the Holding Company") and its subsidiary for the period ended 30 June 2026.

The Group comprises Service Global Footwear Limited together with its subsidiaries – Dongguan Service Global Limited, a wholly owned subsidiary of Service Global Footwear Limited, and Service Athletic Global Footwear (Private) Limited, in which Service Global Footwear Limited holds a 51% shareholding.

Service Global Footwear Limited

Service Global Footwear Limited was incorporated as a public limited company on 19 July 2019 in Pakistan under the Companies Act, 2017. The principal activities of the Company are manufacturing, sale, marketing, import and export of footwear, leather and allied products. The Director Report providing a commentary on the performance of Service Global Footwear Limited for the period ended 30 June 2026 has been presented in its separate report.

Dongguan Service Global Limited

Dongguan Service Global Limited is a limited liability company (wholly owned by foreign legal person) registered with Dongguan Administration of Market Regulations, China. Date of incorporation of Dongguan Service Global Limited is 18 December 2022. Business scope of Dongguan Service Global Limited is wholesale of shoes and hats, sales of leather products, sales of needle textiles and raw materials, wholesale of hardware products, sales of bags, sales of daily necessities, inspection of clothing and apparel, finishing services, technical services, technology development, technical consultation, technology exchange, technology transfer, technology promotion, import and export of goods, technology import and export (except for projects subject to approval according to law, independently carry out business activities according to law with a business license). Commercial address of Dongguan Service Global Limited is Room 302, No. 18, Houjie Town, Dongguan City, Guangdong Province, China. The registered capital of Dongguan Service Global Limited is USD 1,250,000 which is being subscribed by the Holding Company. The Holding Company wholly owns Dongguan Service Global Limited.

Service Athletic Global Footwear (Private) Limited

Service Athletic Global Footwear (Private) Limited is a private limited company incorporated on 07 May 2026 under the Companies Act, 2017, with its registered office situated is located at 2- Main Gulberg, Lahore. The principal activity of the Company is manufacturing, processing, trading, selling, marketing, retailing, wholesaling, importing and exporting of all types of footwear and allied products, including footwear made from leather, rubber, canvas, rexine, synthetic, plastic and other materials. The Company has been established as a joint venture between Service Global Footwear Limited and Golden Star Footwear Group Limited pursuant to a Joint Venture Agreement entered into between the two parties. Service Global Footwear Limited holds 51% (331,500 ordinary shares of Rs. 10 each) and Golden Star Footwear Group Limited holds the remaining 49% (318,500 ordinary shares of Rs. 10 each) of the subscribed share capital, and accordingly Service Athletic Global Footwear (Private) Limited is a subsidiary of the Company.

For and on behalf of the Board.

Arif Saeed
(Chairman)

Hassan Javed
(Chief Executive)

27 August 2026
Lahore.

Consolidated Condensed Interim Statement of Financial Position (Un-audited)

As at June 30, 2026

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in thousand)	
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
250,000,000 (31 December 2025: 250,000,000) ordinary shares of Rupees 10 each		**2,500,000**	2,500,000
Issued, subscribed and paid-up share capital			
206,467,605 (31 December 2025: 206,467,605) ordinary shares of of Rupees 10 each		**2,064,676**	2,064,676
Share capital to be issued against employee's share option scheme		**6,018**	-
Reserves		**8,408,078**	6,326,335
Non-controlling interest		**3,185**	-
Total equity		**10,481,957**	8,391,011
LIABILITIES			
Non-current liabilities			
Long term financing - secured	4	**1,035,929**	1,055,360
Employees' retirement benefit		**244,035**	260,507
Deferred liabilities		**683,765**	786,075
		1,963,729	2,101,942
Current liabilities			
Trade and other payables		**2,771,874**	3,019,959
Contract liabilities		**55,168**	37,562
Accrued mark-up		**130,499**	73,772
Short term borrowings		**7,968,373**	7,128,240
Current portion of non-current liabilities		**292,865**	185,141
Unclaimed dividend		**2,391**	2,042
		11,221,170	10,446,716
Total liabilities		**13,184,899**	12,548,658
Contingencies and commitments	5		
TOTAL EQUITY AND LIABILITIES		**23,666,856**	20,939,669

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Hassan Javed
(Chief Executive)

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in thousand)	
ASSETS			
Non-current assets			
Fixed assets	6	**4,382,785**	4,211,854
Long term security deposits		**4,931**	4,491
Long term loans to employees		**18,076**	17,931
Long term investments	7	**7,940,512**	5,710,048
		12,346,304	9,944,324
Current assets			
Stores, spares and loose tools		**199,454**	194,749
Stock in trade		**3,661,016**	3,894,694
Trade debts		**3,400,863**	3,001,047
Loans and advances		**242,919**	270,962
Accrued mark-up		**662**	7,966
Short term deposits and prepayments		**51,887**	39,047
Other receivables		**2,056,083**	2,073,092
Short term investments	8	**1,100,481**	94,832
Advance income tax and prepaid levy - net		**341,493**	270,404
Cash and bank balances		**265,694**	1,148,552
		11,320,552	10,995,345
TOTAL ASSETS		**23,666,856**	20,939,669

Arif Saeed
(Director)

Usman Liaqat
(Chief Financial Officer)

Consolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For the half year ended June 30, 2026

	Note	(Un-audited) HALF YEAR ENDED June 30, 2026	June 30, 2025	(Un-audited) QUARTER ENDED June 30, 2026	June 30, 2025
		(Rupees in thousand)			
Revenue	9	**8,132,849**	9,569,456	**4,117,136**	4,758,514
Cost of sales	10	**(6,323,705)**	(7,731,770)	**(3,065,976)**	(3,761,160)
Gross profit		**1,809,144**	1,837,686	**1,051,160**	997,354
Distribution cost		**(805,332)**	(954,520)	**(407,611)**	(499,226)
Administrative expenses		**(451,057)**	(429,523)	**(234,663)**	(228,512)
Other expenses		**(269,538)**	(49,148)	**(197,230)**	(42,262)
		(1,525,927)	(1,433,191)	**(839,504)**	(770,000)
		283,217	404,495	**211,656**	227,354
Other Income		**149,239**	130,794	**85,549**	56,910
Profit from operations		**432,456**	535,289	**297,205**	284,264
Finance cost		**(194,082)**	(265,832)	**(96,047)**	(111,904)
		238,374	269,457	**201,158**	172,360
Share of profit of equity accounted investee - net of taxation		**2,229,001**	1,164,964	**1,553,647**	1,010,561
Profit before taxation and levy		**2,467,375**	1,434,421	**1,754,805**	1,182,921
Levy		**(44,401)**	(41,384)	**(10,672)**	936
Profit before taxation		**2,422,974**	1,393,037	**1,744,133**	1,183,857
Taxation		**44,650**	(251,996)	**236,324**	(164,826)
Profit after taxation		**2,467,624**	1,141,041	**1,980,457**	1,019,031
Share of profit attributable to:					
Equity holders of the holding company		**2,467,624**	1,141,041	**1,980,457**	1,019,031
Non-controlling interest		**-**	-	**-**	-
		2,467,624	1,141,041	**1,980,457**	1,019,031
EARNINGS PER SHARE - BASIC (RUPEES)		**11.95**	5.54	**9.59**	4.95
EARNINGS PER SHARE - DILUTED (RUPEES)		**11.87**	5.50	**9.53**	4.91

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Hassan Javed (Chief Executive)	Arif Saeed (Director)	Usman Liaqat (Chief Financial Officer)

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the half year ended June 30, 2024

	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
	June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
	(Rupees in thousand)			
PROFIT AFTER TAXATION	**2,467,624**	1,141,041	**1,980,457**	1,019,031
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit or loss	**-**	-	**-**	-
Items that may be reclassified subsequently to profit or loss				
Share of other comprehensive loss of investment accounted for using the equity method	**37**	-	**78**	-
Exchange difference on translation of net assets of foreign subsidiary	**1,606**	3,621	**798**	2,683
Other comprehensive income for the period	**1,643**	3,621	**876**	2,683
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**2,469,267**	1,144,662	**1,981,333**	1,021,714
SHARE OF TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Equity holders of the holding company	**2,469,267**	1,144,662	**1,981,333**	1,021,714
Non-controlling interest	**-**	-	**-**	-
	2,469,267	1,144,662	**1,981,333**	1,021,714

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Hassan Javed (Chief Executive)	Arif Saeed (Director)	Usman Liaqat (Chief Financial Officer)

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For the half year ended June 30, 2026

			Reserves											
			Capital reserves						Reserves					
	Share capital	Share capital to be issued	Exchange translation reserve	Reserve for issuance of bonus shares	Share of exchange translation reserve - equity accounted investee company	Share premium	Share options reserve	Share of employee share options reserve held by equity accounted investee	Share of share premium reserve held by equity accounted investee	Un-appropriated profit	Total Reserves	Total shareholders equity	Non-controlling interest	Total equity
	Rupees in thousand													
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	-	7,201,055
Adjustment due to equity accounted investee company	-	-	-	-	-	-	-	29,197	-	-	29,197	29,197	-	29,197
Transactions with owners:														
Final dividend for the year ended 31 December 2024 @ Rupees 4 per share	-	-	-	-	-	-	-	-	-	(824,226)	(824,226)	(824,226)	-	(824,226)
Proceeds against share capital to be issued under Employee's stock option scheme	-	4,112	-	-	-	13,727	(3,879)	-	-	-	9,848	13,960	-	13,960
Employee share options lapsed	-	-	-	-	-	559	(559)	-	-	-	-	-	-	-
Recognition of share options reserve	-	-	-	-	-	-	15,156	-	-	-	15,156	15,156	-	15,156
	-	4,112	-	-	-	14,286	10,718	-	-	(824,226)	(799,222)	(795,110)	-	(795,110)
Profit for the period ended 30 June 2025	-	-	-	-	-	-	-	-	-	1,141,041	1,141,041	1,141,041	-	1,141,041
Other comprehensive income for the period ended 30 June 2025	-	-	3,621	-	-	-	-	-	-	-	3,621	3,621	-	3,621
Total comprehensive income for the period ended 30 June 2025	-	-	3,621	-	-	-	-	-	-	1,141,041	1,144,662	1,144,662	-	1,144,662
Balance as at 30 June 2025 - un-audited	2,060,564	4,112	(3,979)	1,390,684	-	1,730,607	17,901	53,586	-	2,326,329	5,515,128	7,579,804	-	7,579,804
Balance as at 31 December 2025 - audited	2,064,676	-	(3,575)	1,390,684	(223)	1,730,607	33,058	4,003	55,714	3,116,067	6,326,335	8,391,011	-	8,391,011
Adjustment due to equity accounted investee company	-	-	-	-	11	-	-	1,162	(4,594)	4,847	1,426	1,426	-	1,426
Non-controlling interest on investment in subsidiary company	-	-	-	-	-	-	-	-	-	-	-	-	3,185	3,185
Transactions with owners:														
Final dividend for the year ended 31 December 2025 @ Rupees 2 per share	-	-	-	-	-	-	-	-	-	(412,935)	(412,935)	(412,935)	-	(412,935)
Proceeds against share capital to be issued under Employee's stock option scheme	-	6,018	-	-	-	32,194	(15,617)	-	-	-	16,577	22,595	-	22,595
Employee share options lapsed	-	-	-	-	-	1,492	(1,492)	-	-	-	-	-	-	-
Recognition of share options reserve	-	-	-	-	-	-	7,408	-	-	-	7,408	7,408	-	7,408
	-	6,018	-	-	-	33,686	(9,701)	-	-	(412,935)	(388,950)	(382,932)	-	(382,932)
Profit for the period ended 30 June 2026	-	-	-	-	-	-	-	-	-	2,467,624	2,467,624	2,467,624	-	2,467,624
Other comprehensive income/(loss) for the period ended 30 June 2026	-	-	1,606	-	37	-	-	-	-	-	1,643	1,643	-	1,643
Total comprehensive income for the period ended 30 June 2026	-	-	1,606	-	37	-	-	-	-	2,467,624	2,469,267	2,469,267	-	2,469,267
Balance as at 30 June 2026 - un-audited	**2,064,676**	**6,018**	**(1,969)**	**1,390,684**	**(175)**	**1,764,293**	**23,357**	**5,165**	**51,120**	**5,175,603**	**8,408,078**	**10,478,772**	**3,185**	**10,481,957**

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

Hassan Javed
(Chief Executive)

Arif Saeed
(Director)

Usman Liaqat
(Chief Financial Officer)

Consolidated Condensed Interim Statement of Cash Flows (Un-audited)
For the half year ended June 30, 2026

	Note	(Un-audited) June 30, 2026	(Un-audited) June 30, 2025
		(Rupees in thousand)	
Cash flows from operating activities			
Cash generated from / (used in) operations	11	**178,096**	(364,094)
Finance cost paid		**(137,354)**	(246,605)
Income tax and levy paid		**(173,150)**	(201,670)
Staff retirement benefit paid		**(38,604)**	(874)
Long term loans to employees - net		**(595)**	(1,038)
Long term security deposits - net		**(1,616)**	(760)
Net cash used in operating activities		**(173,223)**	(815,041)
Cash flows from investing activities			
Capital expenditure on fixed assets		**(350,803)**	(810,619)
Proceeds from disposal of fixed assets		**33,522**	4,137
Loan given to Service Industries Limited - Ultimate Holding Company		**-**	(74,000)
Loan repayment from Service Industries Limited - Ultimate Holding Company		**-**	2,574,000
Profit on term deposit receipts and bank deposits received		**64,645**	44,848
Mark-up received on loan to Service Industries Limited - Ultimate Holding Company		**-**	33,354
Short term investments made		**(1,004,000)**	-
Net cash (used in) / from investing activities		**(1,256,636)**	1,771,720
Cash flows from financing activities			
Proceeds from long term financing		**175,392**	664,410
Repayment of long term financing		**(87,099)**	(29,786)
Short term borrowings - net		**844,224**	(1,311,753)
Proceeds against share capital issued under Employee's Stock Option Scheme		**22,595**	13,960
Share capital issued to non-controlling interest		**3,185**	-
Dividend paid		**(412,586)**	(826,719)
Net cash from / (used in) financing activities		**545,711**	(1,489,888)
Effects of exchange rate changes on cash and cash equivalents		**1,290**	3,621
Net decrease in cash and cash equivalents		**(882,858)**	(529,588)
Cash and cash equivalents at the beginning of the period		**1,148,552**	796,471
Cash and cash equivalents at the end of the period		**265,694**	266,883

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Hassan Javed	Arif Saeed	Usman Liaqat
(Chief Executive)	(Director)	(Chief Financial Officer)

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)
For the half year ended June 30, 2026

1 THE GROUP AND ITS OPERATIONS

The group consists of:

Holding company

- Service Global Footwear Limited

Subsidiary Company

- Dongguan Service Global Limited
- Service Athletic Global Footwear (Private) Limited

Service Global Footwear Limited

Service Global Footwear Limited (the Company) was incorporated as a public limited Company on 19 July 2019 in Pakistan under the Companies Act, 2017 and got listed on 28 April 2021. The shares of the company are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is located at 2- Main Gulberg, Lahore. The principal activities of the Company are manufacturing, sale, marketing, import and export of footwear, leather and allied products. The Company is the subsidiary of Service Industries Limited.

Dongguan Service Global Limited

Dongguan Service Global Limited is a limited liability company (wholly owned by foreign legal person) registered with Dongguan Administration of Market Regulations, China. Business scope of Dongguan Service Global Limited is wholesale of shoes and hats, sales of leather products, sales of needle textiles and raw materials, wholesale of hardware products, sales of bags, sales of daily necessities, inspection of clothing and apparel, finishing services, technical services and other related matters. Commercial address of Dongguan Service Global Limited is Room 302, No. 18, Houjie Town, Dongguan City, Guangdong Province, China. It is wholly owned subsidiary of Service Global Footwear Limited.

Service Athletic Global Footwear (Private) Limited

Service Athletic Global Footwear (Private) Limited is a private limited company incorporated on 07 May 2026 under the Companies Act, 2017, with its registered office situated is located at 2- Main Gulberg, Lahore. The principal activity of the Company is manufacturing, processing, trading, selling, marketing, retailing, wholesaling, importing and exporting of all types of footwear and allied products, including footwear made from leather, rubber, canvas, rexine, synthetic, plastic and other materials. The Company has been established as a joint venture between Service Global Footwear Limited and Golden Star Footwear Group Limited pursuant to a Joint Venture Agreement entered into between the two parties. Service Global Footwear Limited holds 51% (331,500 ordinary shares of Rs. 10 each) and Golden Star Footwear Group Limited holds the remaining 49% (318,500 ordinary shares of Rs. 10 each) of the subscribed share capital, and accordingly Service Athletic Global Footwear (Private) Limited is a subsidiary of the Company.

2. BASIS OF CONSOLIDATION

a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The assets and liabilities of Subsidiary Companies have been consolidated on a line-by-line basis and carrying value of investments held by the Holding Company is eliminated against Holding Company's share in paid up capital of the Subsidiary Companies.

Intragroup balances and transactions have been eliminated.

Non-controlling interest are that part of net results of the operations and of net assets of Subsidiary Companies attributable to interest which are not owned by the Holding Company. Non-controlling interest are presented as separate item in the condensed consolidated interim financial statements.

b) Associate

Associate is an entity over which the Group has significant influence but not control or joint control. Investment in associate is accounted for using the equity method of accounting, after initially being recognised at cost.

Under the equity method of accounting, the investment is initially recognised at cost and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the investee in profit or loss, and the Group's share of movements in other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associate is recognised as a reduction in the carrying amount of the investment.

When the Group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Group and its associate is eliminated to the extent of the Group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

Investment in equity method accounted for associate is tested for impairment in accordance with the provision of IAS 36 `Impairment of Assets`.

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

c) Translations of the financial statements of foreign subsidiary

The financial statements of foreign subsidiary of which the functional currency is different from that used in preparing the Group's financial statements are translated in functional currency of the Group. Statement of financial position items are translated at the exchange rate at the reporting date and statement of profit and loss items are converted at the average rate for the period. Any resulting translations differences are recognized under exchange translation reserve in consolidated reserves.

2.1 Basis of preparation

a) These condensed consolidated interim financial statements 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 Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of, directives and notifications issued under the Companies Act, 2017.

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

These condensed consolidated interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited consolidated financial statements of the Holding Company of the Group for the year ended 31 December 2025.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these condensed consolidated interim financial statements are the same as applied in the preparation of the preceding audited consolidated annual financial statements of the Group for the year ended 31 December 2025.

3.1 Critical accounting estimates and judgments

The preparation of these condensed consolidated interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed consolidated interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited consolidated annual financial statements of the Group for the year ended 31 December 2025.

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in thousand)	
4	**LONG TERM FINANCING - SECURED**		
	Opening balance	**1,240,501**	312,969
	Add: Obtained during the period / year	**175,392**	986,983
	Less: Repaid during the period / year	**(87,099)**	(59,451)
		1,328,794	1,240,501
	Less: Current portion shown under current liabilities	**(292,865)**	(185,141)
		1,035,929	1,055,360

5 CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual financial statements of the Company for the year ended 31 December 2025 except for the following:

5.1.1 DCIR initiated post-refund audit proceedings under Rule 36 of the Sales Tax Rules, 2006. The said proceedings culminated in the learned DCIR passing an assessment order dated 30 June 2026 under section 11E of the Sales Tax Act, 1990 creating a sales tax demand to the tune of Rupees 809.555 million. In response to the order passed by the DCIR, an appeal was filed before the Honourable Appellate Tribunal Inland Revenue (ATIR). The Honourable Appellate Tribunal Inland Revenue (ATIR), vide its order dated 27 July 2026, partly allowed the Company's appeal by deleting the tax demand amounting to Rupees 195.159 million, while tax demand amounting to Rupees 30.322 million was upheld and tax demand amounting to Rupees 584.074 million was remanded back for fresh adjudication. The remand back proceedings are pending adjudication. The management, based on the advice of its legal counsel, is confident of a favourable outcome of the matter.

5.1.2 The Deputy Commissioner Inland Revenue (DCIR), Refund Zone, passed an order dated 20 April 2026 under Section 11E of the Sales Tax Act, 1990, whereby a demand of Rupees 1.030 million was raised against the Company without proper issuance of a show-cause notice. Aggrieved by the said order, the Company filed an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)]. The appeal has not yet been fixed for hearing. The management, based on the advice of its legal counsel, is confident of a favourable outcome of the matter.

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)
For the half year ended June 30, 2026

5.1.3 The Deputy Commissioner Inland Revenue (DCIR), Refund Zone, issued a show-cause notice dated 03 December 2025 under Section 11 of the Sales Tax Act, 1990, in respect of input tax amounting to Rupees 1.724 million claimed by the Company for the tax period May 2024. Subsequently, the DCIR passed an assessment order dated 20 April 2026 under Section 11E of the Sales Tax Act, 1990, whereby the aforesaid input tax claim was disallowed. Aggrieved by the said order, the Company filed an appeal before the Commissioner Inland Revenue (Appeals-I) [CIR(A)], Lahore. The appeal has not yet been fixed for hearing. The management, based on the advice of its legal counsel, is confident of a favourable outcome of the matter.

5.1.4 Infrastructure cess imposed by the Province of Sindh under the Sindh Finance Act, 1994 and its subsequent amendments, including the Sindh Development and Maintenance of Infrastructure Cess Act, 2017. The Company filed a writ petition before the Sindh High Court, (the Court) which granted a stay order subject to the furnishing of bank guarantees in favour of the Director Excise and Taxation, Karachi. Subsequently, the Court through its order dated 4 June 2021, directed encashment of the bank guarantees. Being aggrieved, the Company, along with others, filed petition for leave to appeal before the Supreme Court of Pakistan. By its order dated 01 September 2021, the Supreme Court of Pakistan granted leave to appeal, restrained the Sindh Government from encashing the bank guarantees furnished pursuant to the interim orders of the Court and directed the release of future consignments against submission of bank guarantees for the disputed amounts.

Following the establishment of the Federal Constitutional Court of Pakistan under the Twenty-Seventh Constitutional Amendment, all pending appeals, including the Company's appeal, were transferred to Federal Constitutional Court of Pakistan. By order dated 23 February 2026, the Federal Constitutional Court of Pakistan granted interim injunctive relief by directing that fresh consignments be released upon furnishing undertakings and post-dated cheques. The matter is currently pending adjudication.

The Government of Sindh enacted the Sindh Development and Maintenance of Infrastructure Cess (Amendment) Act, 2026 ("Amendment Act"), which has been gazetted on 23 February 2026. The Amendment Act introduced concessionary cess rates for future consignments for entities entering into a settlement agreement by either paying the outstanding cess liability in a single lump sum on or before 15 July 2026 or in 51 instalments. Execution of the settlement agreement is subject to unconditional withdrawal of all pending litigation and waiver of all claims against the Government of Sindh.

The Company, along with others, has filed a constitutional petition before the Court seeking a declaration that entities having pending litigation, including appeals before the Federal Constitutional Court of Pakistan on the subject matter, should not be subjected to discriminatory or disadvantageous treatment. The petition also seeks to restrain the Government of Sindh and its officers from taking any coercive action, including encashment of bank guarantees and post-dated cheques furnished in respect of the levy. Based on the advice of legal counsel, the management of the Company believes a favourable outcome of the matter.

5.1.5 Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 71.203 million (31 December 2025: Rupees 79.921 million) on imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheques issued as security shall be encashable. The Company is availing Export Facilitation Scheme (EFS) License issued by Collector of Custom, Lahore with a face value of Rupees 3,360 million (31 December 2025: Rupees 2,750 million) for the duty and tax free imports of plant, machinery, equipment, component parts, raw material, packing material and accessories. The said limit was allowed by Collector of Customs, Lahore after securing a post dated cheque of Rupees 3,360 million (31 December 2025: Rupees 2,750 million) from the Company.

5.2 Commitments

5.2.1 Letters of credit other than capital expenditure are of Rupees 487.623 million (31 December 2025: Rupees 490.811 million).

5.2.2 Contracts for capital expenditure are approximately of Rupees 11.097 million (31 December 2025: Rupees 6.423 million).

5.2.3 Outstanding foreign currency forward contracts are of Rupees 1,700.013 million (31 December 2025: Rupees 3,650.841 million).

5.2.4 The Company's share in commitments of associate accounted for under equity method is Rupees 2,821.745 million (31 December 2025: Rupees 3,601.806 million).

5.2.5 Following represent commitments arising from short-term leases recognized on a straight-line basis as expense under the practical expedients applied by the Company. The amount of future payments under these leases and the period in which these payments will become due are as follows:

	(Un-audited) June 30, 2026	(Audited) December 31, 2025
	(Rupees in thousand)	
Not later than one year	**7,635**	7,916

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees in thousand)	
6	**FIXED ASSETS**			
	Operating fixed assets	6.1	**3,100,783**	3,156,526
	Capital work-in-progress	6.2	**1,282,002**	1,055,328
			4,382,785	4,211,854
6.1	**Operating fixed assets**			
	Opening net book value		**3,156,526**	2,880,774
	Add: Cost of additions during the period / year	6.1.1	**124,129**	585,627
	Less: Book value of deletions during the period / year	6.1.2	**(28,077)**	(14,406)
	Less: Depreciation charged during the period / year		**(152,111)**	(296,009)
	Currency retranslation		**316**	540
	Closing net book value		**3,100,783**	3,156,526
6.1.1	**Cost of additions during the period / year**			
	Buildings on freehold land		**45,846**	42,123
	Plant and machinery		**19,251**	300,027
	Furniture, fixture and fittings		**-**	4,135
	Vehicles		**35,679**	153,757
	Service equipment		**23,353**	85,585
			124,129	585,627
6.1.2	**Book value of deletions during the period / year**			
	Cost of deletions:			
	Buildings on freehold land		**-**	3,817
	Plant and machinery		**75**	1,765
	Furniture, fixture and fittings		**1,885**	-
	Vehicle		**41,581**	20,313
	Service equipment		**30,607**	2,533
			74,148	28,428
	Less: Accumulated depreciation		**(46,071)**	(14,022)
	Book value of deletions during the period / year		**28,077**	14,406

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees in thousand)	
6.2	Capital work-in-progress			
	Buildings on freehold land		**925,397**	728,457
	Plant and machinery		**183,237**	171,753
	Service equipment		**155,814**	133,710
	Furniture, fixture and fittings		**7,687**	1,705
	Advances for capital expenditures		**9,867**	19,703
			1,282,002	1,055,328
7	LONG TERM INVESTMENTS			
	Investment in associate (with significant influence) - under equity method	7.1	**7,940,512**	5,710,048
7.1	Investment in associate (with significant influence) - under equity method			
	Service Long March Tyres (Private) Limited - quoted 1,354,858,520 (31 December 2025: 1,354,858,520) fully paid ordinary shares of Rupees 2 each Equity held: 17.38% (31 December 2025: 18.30%)		**2,720,975**	2,720,975
	As at the beginning of the period / year		**2,989,073**	1,225,290
	Add: Share of post acquisition profit for the period / year	7.1.1	**2,229,001**	2,277,572
	Less: Dividend received during the period / year		**-**	(548,894)
	Add: Share of employee share options reserve		**1,426**	35,328
	Less: Share of post acquisition other comprehensive loss		**37**	(223)
			5,219,537	2,989,073
			7,940,512	5,710,048

7.1.1 Post acquisition profit for the period includes gain on dilution of interest in associate of Rupees 958.309 million due to issuance of shares of equity accounted investee company through intial public offering.

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees in thousand)	
8	**SHOR TERM INVESTMENTS**			
	Debt instruments - term deposit receipts	8.1	**1,100,481**	94,832
8.1	**Debt instruments - term deposit receipts**			
	At amortized cost		**1,095,000**	91,000
	Add: Accrued interest		**5,481**	3,832
			1,100,481	94,832

		(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
		(Rupees in thousand)			
9	**REVENUE**				
	Revenue from contracts with customers:				
	Export sales	**8,150,248**	9,620,427	**4,138,888**	4,790,258
	Local sales	**88,394**	105,000	**32,935**	51,115
		8,238,642	9,725,427	**4,171,823**	4,841,373
	Less: Discounts, Commissions etc.	**(105,793)**	(155,971)	**(54,687)**	(82,859)
		8,132,849	9,569,456	**4,117,136**	4,758,514

	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
	June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
	(Rupees in thousand)			
10 COST OF SALES				
Raw materials consumed	**3,445,004**	4,137,997	**1,608,045**	2,024,231
Salaries, wages and other benefits	**1,827,124**	2,055,136	**896,564**	1,044,538
Stores and spares consumed	**190,404**	315,661	**105,779**	158,336
Packing materials consumed	**431,616**	539,747	**219,324**	262,915
Fuel and power	**136,669**	156,526	**64,699**	81,040
Insurance	**10,480**	13,199	**5,205**	6,597
Travelling and conveyance	**42,222**	45,544	**22,014**	25,365
Repair and maintenance	**24,126**	28,245	**13,901**	14,308
Entertainment	**2,404**	617	**38**	56
Depreciation	**127,053**	120,178	**64,203**	61,659
Rent, rates and taxes	**5,762**	2,298	**3,002**	(215)
Provision/ (Reversal of provision) for slow moving and obsolete inventory	**3,645**	4,190	**686**	2,017
Other manufacturing charges	**50,201**	44,876	**23,216**	19,907
	6,296,710	7,464,214	**3,026,676**	3,700,754
Movement in work in process	**68,336**	53,823	**165,185**	34,944
Cost of goods manufactured	**6,365,046**	7,518,037	**3,191,861**	3,735,698
Movement in finished goods	**(41,341)**	213,733	**(125,885)**	25,462
	6,323,705	7,731,770	**3,065,976**	3,761,160

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

		Un-audited	
		HALF YEAR ENDED	
		June 30, 2026	June 30, 2025
	Note	(Rupees in thousand)	
11 CASH GENERATED FROM / (USED IN) OPERATIONS			
Profit before taxation and levy		**2,467,375**	1,434,421
Adjustments for non-cash charges and other items:			
Depreciation		**152,111**	139,065
Provision for gratuity		**22,132**	25,455
Finance cost		**194,082**	265,832
Loss/ (Gain) on disposal of operating fixed assets		**(5,445)**	82
Provision for workers' profit participation fund		**2,854**	-
Unrealised exchange loss / (gain) on forward contracts		**(62,617)**	70,367
Exchange (gain) / loss - net		**205,444**	(40,463)
Interest on workers' profit participation fund		**63**	97
Provision for workers' welfare fund		**51,037**	28,627
Provision / (Reversal of provision) for slow moving and obsolete inventory		**3,645**	4,190
Reversal of allowance for expected credit losses - trade debt		**(57)**	(18)
Debit balance written off		**-**	17,201
Interest on term deposit receipts and bank deposits		**(58,990)**	(35,249)
Employee's share option expense		**7,408**	15,156
Share of profit of equity accounted investee - net of taxation		**(2,229,001)**	(1,164,964)
Interest on loan to Ultimate Holding Company		**-**	(33,354)
Working capital changes	11.1	**(571,945)**	(1,090,539)
		178,096	(364,094)

		Un-audited HALF YEAR ENDED	
		June 30, 2026	June 30, 2025
		(Rupees in thousand)	
11.1	**Working capital changes**		
	Decrease / (increase) in current assets:		
	Stores, spares and loose tools	**(9,191)**	(28,306)
	Stock in trade	**234,519**	(251,101)
	Trade debts	**(609,294)**	(1,267,936)
	Loans and advances	**28,493**	(35,391)
	Short term deposits and prepayments	**(11,664)**	(30,592)
	Other receivables	**79,626**	(194,039)
		(287,511)	(1,807,365)
	(Decrease) / Increase in current liabilities:		
	Trade and other payables	**(302,040)**	678,758
	Contract liabilities	**17,606**	38,068
		(571,945)	(1,090,539)

12 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these consolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 30 June 2026 (Un-audited)	**Level 1**	**Level 2**	**Level 3**	**Total**
		(Rupees in thousand)		
Financial assets				
Derivative financial assets	-	**62,617**	-	**62,617**

Recurring fair value measurements At 31 December 2025-(Audited)	Level 1	Level 2	Level 3	Total
		(Rupees in thousand)		
Financial assets				
Derivative financial assets	-	5,508	-	5,508

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer out of level 3 measurements.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific value techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

13 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of the Holding Company, subsidiary company, subsidiaries of the Holding Company, associated companies, employees' gratuity fund trust, employees' provident fund trust and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

(i) Transactions:

		Un-audited HALF YEAR ENDED		Un-audited QUARTER ENDED	
		June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
		(Rupees in thousand)			
Nature of relationship	**Nature of transactions**				
Ultimate Holding company					
Service Industries Limited	Sale of goods	**30,418**	37,663	**17,836**	18,252
	Purchase of goods	**59,679**	225,642	**53,158**	52,110
	Purchase of fixed assets	-	115	-	115
	Loan given	-	74,000	-	-
	Loan repaid	-	2,574,000	-	-
	Expenses charged to the group	**91,606**	127,614	**45,456**	65,542
	Interest income	-	33,354	-	-
	Dividend paid	**309,732**	654,200	**309,732**	654,200
Post employment benefit plan					
Service Provident Fund Trust	Dividend paid	**17,368**	-	**17,368**	-
Common directorship					
Servis Foundation	Donation paid	**10,203**	-	**10,203**	-
Subsidiary company of the Ultimate Holding company					
Service Tyres (Private) Limited	Sale of goods	-	12,201	-	1,549
	Purchase of goods	-	163	-	163
	Purchase of fixed assets	-	263	-	263
Subsidiary company of the Ultimate Holding company					
Service Retail (Private) Limited	Sale of goods	-	12,800	-	-

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

		Un-audited HALF YEAR ENDED		Un-audited QUARTER ENDED	
		June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
		(Rupees in thousand)			
Nature of relationship	**Nature of transactions**				
Key management personnel					
	Remuneration	**157,703**	124,378	**81,981**	62,189
	Meeting fee to directors - non executive	**1,750**	880	**750**	400
	Cash dividend paid	**3,859**	7,614	**3,859**	7,614
	Proceeds against shares to be issued under Employee's Stock Option Scheme	**9,701**	5,716	**9,701**	5,716
	Options granted under Employee's Stock Option Scheme against which vesting period has not been completed as on 01 January 2026: 563,697 (As on 01 January 2025: 841,942 options)	**-**	-	**-**	-
Other related parties					
	Post employment benefit plans	**98,396**	107,778	**46,905**	54,022

(ii) **Period end balances**

	As at 30 June 2026 (Un-audited)	
	Other related parties	**Total**
	(Rupees in thousand)	
Employees' retirement benefits payable	**283,955**	**283,955**

	As at 31 December 2025 (Audited)	
	Other related parties	Total
	(Rupees in thousand)	
Employees' retirement benefits payable	304,015	304,015

14 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Holding Company for the year ended 31 December 2025.

15 DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITITIES AS ITS CORE BUSINESS ACTIVITIES

	Un-audited June 30, 2026	Audited December 31, 2025
	(Rupees in thousand)	
Description		
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode		
Short term borrowings	**3,295,206**	2,921,799
Interest or mark-up accrued on any conventional loan or advance	**102,664**	59,857
Long-term and short-term Shariah compliant Investments		
Long term investments	**7,940,512**	5,710,048
Short term investments	**11,141**	11,000
Shariah-compliant bank deposits, bank balances, and TDRs	**55,084**	58,343

	HALF YEAR ENDED		QUARTER ENDED	
	Un-audited June 30, 2026	Un-audited June 30, 2025	**Un-audited June 30, 2026**	Un-audited June 30, 2025
	(Rupees in thousand)			
Revenue earned from a Shariah-compliant business segment	**8,132,849**	9,569,456	**4,117,136**	4,758,514
Break-up of late payments or liquidated damages	**-**	-	**-**	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates				
Share of net profit of associate accounted for using the equity method	**2,229,001**	1,164,964	**1,553,647**	1,010,561
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs				
Return on term deposit receipts	**219**	242	**141**	136
Exchange gain earned from actual currency	**-**	40,463	**-**	40,463
Exchange gains earned using conventional derivative financial instruments	**62,617**	-	**62,617**	-
Profit paid on islamic mode of financing	**30,140**	87,225	**14,671**	76,091
Total Interest earned on any conventional loan or advance				
Interest on loan to Holding Company	**-**	33,354	**-**	-

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2026

	HALF YEAR ENDED		QUARTER ENDED	
	Un-audited June 30, 2026	Un-audited June 30, 2025	**Un-audited June 30, 2026**	Un-audited June 30, 2025
	(Rupees in thousand)			
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non-compliant income				
Shariah-compliant:				
Gain on sale of property, plant and equipment	**5,445**	-	**3,417**	-
Scrap sales	**18,051**	21,710	**8,287**	10,653
Net exchange gain	**4,079**	40,463	**(21,753)**	40,463
Return on term deposit receipts	**219**	242	**141**	136
Non-shariah compliant income:				
Profit on deposits with banks	**26,377**	34,302	**5,710**	5,092
Return on term deposit receipts	**32,394**	705	**27,073**	548
Unrealised exchange gain on forward contracts	**62,617**	-	**62,617**	-
Reversal of allowance for expected credit losses	**57**	18	**57**	18
Interest on loan to Holding Company	**-**	33,354	**-**	-

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc

Name	Relationship
MCB Islamic Bank Limited	Bank balance, term deposit receipts and short term borrowings
Meezan Bank Limited	Bank balance and short term borrowings
Faysal Bank Limited (Barkat Islami)	Bank balance and short term borrowings
Dubai Islamic Bank Pakistan Limited	Bank balance and short term borrowings
The Bank of Punjab (Taqwa Islamic Banking)	Bank balance and short term borrowings
BankIslami Pakistan Limited	Bank balance and short term borrowings
The Bank of Khyber	Bank balance and short term borrowings

16 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 27 August 2026.

17 **CORRESPONDING FIGURES**

In order to comply with the requirements of International Accounting Standard (IAS) 34 “Interim Financial Reporting”, the consolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison.

18 **GENERAL**

Figures have been rounded off to the nearest thousand of Rupees unless otherwise stated.

Hassan Javed (Chief Executive)	Arif Saeed (Director)	Usman Liaqat (Chief Financial Officer)

گروپ کی ڈائریکٹرز رپورٹ برائے حصص یافتگان

ڈائریکٹرز 30 جون 2026 ختم ہونے والی ششماہی کے لیے سروس گلوبل فٹ ویئر لمیٹڈ (ہولڈنگ کمپنی) اور اس کے ذیلی اداروں کے مختصر مجموعی عبوری مالیاتی معلومات کے ساتھ اپنی رپورٹ پیش کرنے میں خوشی محسوس کرتے ہیں۔

گروپ میں سروس گلوبل فٹ ویئر لمیٹڈ اور اس کی ذیلی کمپنیاں شامل ہیں، جن میں ڈونگ گوان سروس گلوبل لمیٹڈ، جو سروس گلوبل فٹ ویئر لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے، اور سروس ایتھلیٹک گلوبل فٹ ویئر (پرائیویٹ) لمیٹڈ شامل ہیں، جس میں سروس گلوبل فٹ ویئر لمیٹڈ کی 51 فیصد شراکت داری ہے۔

سروس گلوبل فٹ ویئر لمیٹڈ

سروس گلوبل فٹ ویئر لمیٹڈ کو 19 جولائی 2019 کو پاکستان میں ایک پبلک لمیٹڈ کمپنی کے طور پر کمپنیز ایکٹ 2017 کے تحت تشکیل دیا گیا تھا۔ کمپنی کی بنیادی سرگرمیاں جوتے، چمڑے اور متعلقہ مصنوعات کی تیاری، فروخت، مارکیٹنگ، درآمد اور برآمد ہے۔ 30 جون 2026 ختم ہونے والی ششماہی کے لیے سروس گلوبل فٹ ویئر لمیٹڈ کی کارکردگی پر ڈائریکٹر کے تبصرہ کی رپورٹ الگ سے پیش کی گئی ہے۔

ڈونگ گوان سروس گلوبل لمیٹڈ

ڈونگ گوان سروس گلوبل لمیٹڈ ایک لمیٹڈ لائیبلٹی کمپنی ہے (مکمل طور پر غیر ملکی قانونی شخص کی ملکیت ہے) جو کہ ڈونگ گوان ایڈمنسٹریشن آف مارکیٹ ریگولیشنز، چین کے ساتھ رجسٹرڈ ہے۔ ڈونگ گوان سروس گلوبل لمیٹڈ کی تاریخ تشکیل 18 دسمبر 2022 ہے۔ ڈونگ گوان سروس گلوبل لمیٹڈ کا کاروباری دائرہ کار جوتوں اور ٹوپیوں کی بڑے پیمانے پر فروخت، چمڑے کی مصنوعات کی فروخت، سلے ہوئے ملبوسات اور اس سے منسلک خام مال کی فروخت، ہارڈ ویئر مصنوعات کی بڑے پیمانے پر فروخت، بیگز کی فروخت، روزمرہ کی ضروریات، ملبوسات کا معائنہ اور ان کی فنشنگ کی خدمات، تکنیکی خدمات، ٹیکنالوجی کی ڈیویلپمنٹ، تکنیکی مشاورت، ٹیکنالوجی کے تبادلے، ٹیکنالوجی کی منتقلی، ٹیکنالوجی کو فروغ دینے، سامان کی درآمد اور برآمد، ٹیکنالوجی کی درآمد اور برآمد (قانون کے مطابق منظوری سے مشروط منصوبوں کے علاوہ، کاروباری لائسنس کے ساتھ قانون کے مطابق آزادانہ طور پر کاروباری سرگرمیاں انجام دینا) پر محیط ہے۔ ڈونگ گوان سروس گلوبل لمیٹڈ کمرہ 302، نمبر 18، ہوجی ٹاؤن، ڈونگ گوان سٹی، گوانگ ڈونگ صوبہ، چین میں واقع ہے۔ ڈونگ گوان سروس گلوبل لمیٹڈ کا رجسٹرڈ سرمایہ 1,250,000 امریکی ڈالر ہے جسے ہولڈنگ کمپنی نے سبسکرائب کیا ہے۔ ہولڈنگ کمپنی مکمل طور پر ڈونگ گوان سروس گلوبل لمیٹڈ کی مالک ہے۔

سروس ایتھلیٹک گلوبل فٹ ویئر (پرائیویٹ) لمیٹڈ

سروس ایتھلیٹک گلوبل فٹ ویئر (پرائیویٹ) لمیٹڈ ایک پرائیویٹ لمیٹڈ کمپنی ہے، جو کمپنیز ایکٹ 2017 کے تحت 07 مئی 2026 کو قائم کی گئی۔ اس کا رجسٹرڈ دفتر 2- مین گلبرگ، لاہور میں واقع ہے۔ کمپنی کی بنیادی سرگرمی ہر قسم کے فٹ ویئر اور متعلقہ مصنوعات کی تیاری، پروسیسنگ، تجارت، فروخت، مارکیٹنگ، ریٹیل، ہول سیل، درآمد اور برآمد ہے، جن میں چمڑے، ربڑ، کینوس، ریکسین، مصنوعی مواد، پلاسٹک اور دیگر مواد سے تیار کردہ فٹ ویئر شامل ہیں۔ کمپنی سروس گلوبل فٹ ویئر لمیٹڈ اور گولڈن اسٹار فٹ ویئر گروپ لمیٹڈ کے درمیان جوائنٹ وینچر کے طور پر قائم کی گئی ہے۔ یہ جوائنٹ وینچر دونوں فریقوں کے درمیان طے پانے والے جوائنٹ وینچر معاہدے کے تحت قائم کیا گیا ہے۔ سبسکرائب شدہ شیئر کیپیٹل میں سروس گلوبل فٹ ویئر لمیٹڈ کے پاس 51 فیصد (331,500 عام حصص، فی حصص 10 روپے) جبکہ گولڈن اسٹار فٹ ویئر گروپ لمیٹڈ کے پاس باقی 49 فیصد (318,500 عام حصص، فی حصص 10 روپے) حصص ہیں۔ لہٰذا، سروس ایتھلیٹک گلوبل فٹ ویئر (پرائیویٹ) لمیٹڈ، سروس گلوبل فٹ ویئر لمیٹڈ کی ذیلی کمپنی ہے۔

منجانب بورڈ

عارف سعید
چیئرمین

حسن جاوید
چیف ایگزیکٹو

مورخہ 27 اگست 2026

لاہور

مستقبل پر ایک نظر

کمپنی کو توقع ہے کہ آنے والے مہینوں میں فروخت میں بتدریج بہتری آئے گی اور صارفین اپنی انوینٹری میں موجود اضافی اسٹاک کو کم کر رہے ہیں۔ ہمارے بعض اسٹریٹجک صارفین نے مزید پروڈکشن لائنز کی تصدیق کر دی ہے اور اسی مناسبت سے آرڈرز بھی موصول ہونا شروع ہو گئے ہیں۔ کمپنی کو یقین ہے کہ آنے والے مہینوں میں ہم دوبارہ اپنی ترقی کی راہ پر گامزن ہو جائیں گے۔

بورڈ 2026 کو مضبوط بنیادیں استوار کرنے، لچک دکھانے اور کاروباری حکمتِ عملی کو از سر نو متوازن کرنے کا سال سمجھتا ہے، جو ترقی کے اگلے مرحلے کے لیے تیاری کا باعث بنے گا۔ مارکیٹ کی اس مشکل صورتحال میں کمپنی نظم وضبط پر مبنی آپریشنل کارکردگی اور لاگت پر مؤثر کنٹرول کے ذریعے منافع کے مارجن کو برقرار رکھنے اور مجموعی منافع کو بہتر بنانے کا سلسلہ جاری رکھے گی۔

اظہارِ تشکر

ڈائریکٹرز اپنے شیئرہولڈرز کا تہہ دل سے شکریہ ادا کرنا چاہتے ہیں جنہوں نے کمپنی پر مسلسل اعتماد کا مظاہرہ کیا ہے۔

ڈائریکٹرز کمپنی کے ملازمین اور کارکنوں کی محنت اور لگن کا بھی اعتراف کرتے ہیں، جن کی کاوشوں نے مشکل مارکیٹ میں مارجن اور منافع میں بہتری لائی، اور کمپنی کے گاہکوں، سپلائرز اور بینکاروں کا ان کی مسلسل وابستگی اور تعاون پر شکریہ ادا کرتے ہیں۔

منجانب بورڈ

ارف سعید
چیئرمین

حسن جاوید
چیف ایگزیکٹو

مورخہ 27 اگست 2026

لاہور

بین الاقوامی تجارت اور عالمی فٹ ویئر مارکیٹ

اس عرصے کے دوران عالمی فٹ ویئر تجارت ایک غیر معمولی دور سے گزری۔ امریکہ کی درآمدی ٹیرف پالیسی میں بار بار ہونے والی تبدیلیوں کے باعث برانڈز اور ریٹیلرز نے اپنی ترسیلات پہلے ہی منگوا لیں، جس کے نتیجے میں ڈسٹری بیوشن چینل میں انوینٹری کا ذخیرہ بڑھ گیا، اور 2026 کی پہلی ششماہی کے دوران اس اضافی اسٹاک کو بتدریج کم کیا جاتا رہا۔ سپلائرز کے لیے اس صورتحال کے عملی اثرات میں آرڈرز کی مدت کا مختصر ہونا، آرڈرز کی تصدیق میں تاخیر، ہر اسٹائل کے لیے آرڈر کی مقدار میں کمی، اور لینڈڈ کاسٹ (تمام اخراجات سمیت لاگت) پر زیادہ سخت مذاکرات شامل ہیں، کیونکہ خریدار سپلائی چین کے مختلف مراحل کو ٹیرف کے بوجھ کو حصہ دار بنانے کی کوشش کر رہے ہیں۔ آرڈرز کا بہاؤ ختم نہیں ہوا بلکہ ان کی حتمی منظوری میں تاخیر ہوئی ہے، جبکہ پہلی ششماہی کے لیے مؤخر کیے گئے پروگراموں کی بعد میں ترسیل کے لیے نئی تاریخوں پر بات چیت جاری ہے۔

کمپنی کی بنیادی مارکیٹوں میں طلب کمزور رہی۔ امریکہ اور مغربی یورپ میں صارفین کا رویہ محتاط اور بنیادی ضروریات تک محدود رہا، کیونکہ زندگی کے بڑھتے ہوئے اخراجات، توانائی کے زیادہ بلوں اور مشرقِ وسطیٰ کے تنازع سے پیدا ہونے والی غیر یقینی صورتحال نے اختیاری اخراجات کو متاثر کیا۔ بین الاقوامی مالیاتی فنڈ نے اپنی تازہ ترین ورلڈ اکنامک آؤٹ لک میں عالمی اجناس کی بلند قیمتوں کے پیش نظر 2026 اور 2027 دونوں کے لیے اپنی عالمی افراطِ زر کی پیش گوئیوں میں اضافہ کیا، جو گھریلو بجٹ پر مسلسل دباؤ اور سال کے باقی حصے میں فٹ ویئر خوردہ فروخت میں تیزی کی بجائے بتدریج بحالی کی نشاندہی کرتا ہے۔

پاکستان سے برآمدات کا ماحول اور برآمد کنندگان کے لیے معاونت

پاکستان کے برآمد کنندگان اس مدت کے دوران کئی بنیادی ساختی مشکلات کے ساتھ کام کرتے رہے۔ جنوبی اور جنوب مشرقی ایشیا کے مسابقتی ممالک کے مقابلے میں توانائی کے اخراجات اب بھی زیادہ ہیں، جبکہ کراچی سے شپمنٹ کے اوقات اور سمندری رابطہ بڑے مسابقتی بندرگاہوں کے مقابلے میں زیادہ طویل ہیں۔ ریفنڈز، ریبیٹس اور ڈیوٹی ڈرابیک کے کلیمز کی ادائیگی میں تاخیر بدستور ورکنگ کیپیٹل کو مصروف رکھتی ہے۔ مزید برآں، حریف ممالک کی کرنسیوں میں قدر میں کمی، جبکہ پاکستانی روپیہ نسبتاً مستحکم رہا، وقتاً فوقتاً پاکستان کی برآمدی قیمتوں کی مسابقتی حیثیت کو متاثر کرتی رہی ہے۔ معیاری تیار شدہ چمڑے کی دستیابی اور اس کی لاگت بھی پوری صنعت کے لیے ایک اہم رکاوٹ بنی ہوئی ہے۔

ان رکاوٹوں کے مقابلے میں، برآمد کنندگان کے لیے پالیسی ماحول اس مدت کے دوران بہتر ہوا۔ اسٹیٹ بینک آف پاکستان کے ذریعے دستیاب مراعاتی برآمدی ری فنانس اور طویل مدتی مالیاتی سہولیات، مجموعی طور پر آسان مالیاتی حالات اور نجی شعبے کے قرض میں تیزی کے ساتھ، برآمدی ورکنگ کیپیٹل اور سرمائے کی سرمایہ کاری کی لاگت کو کم کیا۔ درآمدی ٹیرف کی جاری معقولیت برآمدی مینوفیکچرنگ کے لیے ان پٹ لاگت کو کم کرتی ہے، اور خود مختار ریٹنگ اور بیرونی کھاتے میں بہتری نے بین الاقوامی خریداروں اور ان کے بینکوں کا پاکستان بطور سپلائیر اعتماد بحال کرنا شروع کر دیا ہے۔ کمپنی پاکستان فٹ ویئر مینوفیکچررز ایسوسی ایشن کے ذریعے اور براہ راست دونوں طرح، برآمدی ری فنڈز کی بروقت ادائیگی اور برآمدی صنعت کے لیے توانائی کے ٹیرف کی مسابقت پر مصروفِ عمل ہے۔

جوائنٹ وینچر کی صورتحال

جغرافیائی سیاسی غیر یقینی صورتحال اور صارفین کی جانب سے عارضی طور پر موجود اضافی اسٹاک کو استعمال کرنے سے پوری صنعت میں آرڈرز دینے کی رفتار کو سست کر دیا ہے۔ ہمیں توقع ہے کہ حالات معمول پر آنے کے ساتھ بتدریج بحالی ہوگی۔ دریں اثنا، مصنوعات کے معیار کو بین الاقوامی معیار کے مطابق لانے کے لیے آزمائشی پیداوار اور افرادی قوت کی تربیت کا عمل جاری ہے۔

متعلقہ فریق کے لین دین

اس مدت کے دوران متعلقہ فریقین کے ساتھ تمام لین دین آرمز لینتھ بنیاد پر کیے گئے، آڈٹ کمیٹی کی جانب سے ان کا جائزہ لیا گیا اور بورڈ آف ڈائریکٹرز نے ان کی منظوری دی، اور یہ مختصر عبوری مالیاتی معلومات کے نوٹس میں ظاہر کیے گئے ہیں۔

سروس لانگ مارچ میں سرمایہ کاری

سروس گلوبل فٹ ویئر لمیٹڈ کی سروس لانگ مارچ میں اسٹریٹجک سرمایہ کاری مسلسل مثبت نتائج دے رہی ہے۔موجودہ مدت میں کمپنی کے منافع میں سروس لانگ مارچ کا حصہ 2.229 ارب روپے رہا جبکہ گزشتہ سال اسی مدت میں یہ 1.165 ارب روپے تھا، جو اس کی مضبوط آپریشنل کارکردگی اور مؤثر لاگت کے کنٹرول کی عکاسی کرتا ہے۔اس مدت کے لیے منافع میں یہ غیر معمولی حصہ سروس لانگ مارچ کے حصص کی لسٹنگ پر شیئر پریمیم ریزرو میں سروس گلوبل فٹ ویئر لمیٹڈ کے حصے سے حاصل ہونے والے 958 ملین روپے کے خالص ڈائیلیوشن منافع پر مشتمل ہے، جس میں سے سروس لانگ مارچ کے آئی پی او کی وجہ سے کمپنی کے شیئر ہولڈنگ فیصد میں کمی سے پیدا ہونے والا ڈائیلیوشن نقصان منہا کیا گیا ہے۔

عالمی برآمدی ماحول میں درپیش مشکلات کے باوجود، خاص طور پر امریکی ٹیرف کی بدلتی ہوئی صورتحال کے دوران، سروس لانگ مارچ نے قابلِ ذکر لچک اور استحکام کا مظاہرہ کیا ہے۔اس کی مستقل کارکردگی اس کے کاروباری ماڈل، مصنوعات کی پوزیشننگ اور آپریشنل استعداد کی مضبوطی کو اجاگر کرتی ہے۔انتظامیہ کو سروس لانگ مارچ کی ترقی کے سفر کو برقرار رکھنے اور مسلسل مارکیٹ تنوع اور آپریشنل بہتری پر توجہ کے ذریعے اپنی کیٹیگری میں مزید پوزیشن مستحکم کرنے کی صلاحیت پر بھرپور اعتماد ہے۔

پاکستان کا معاشی ماحول

پاکستان کی معیشت نے چھ ماہ کے دوران ملا جلا رجحان پیش کیا، جس میں مجموعی معاشی استحکام بڑی حد تک برقرار رہا، تاہم معاشی سرگرمیوں کی رفتار محتاط رہی۔مالی سال 26 کی آخری سہ ماہی میں مشرقِ وسطیٰ میں تنازعے کی از سر نو شدت، عالمی توانائی کی قیمتوں میں اضافے اور حکومت کی جانب سے اپنائے گئے کفایت شعاری کے اقدامات کے باعث معاشی سرگرمی سست پڑ گئی ہے، اگرچہ کثیر تعداد میں دیکھے جانے والے اشاریے مدت کے اختتام کی جانب کچھ بحالی کی نشاندہی کرتے ہیں۔اسٹیٹ بینک آف پاکستان نے مالی سال 27 کے لیے حقیقی جی ڈی پی نمو کا تخمینہ 3.5 فیصد سے 4.5 فیصد کے درمیان لگایا ہے۔

مجموعی افراطِ زر جون 2026 میں سالانہ بنیاد پر کم ہو کر 11.1 فیصد رہ گیا جو گزشتہ ماہ 11.7 فیصد تھا، جس میں عالمی توانائی کی کم قیمتوں کی منتقلی اور بجلی کے سازگار ٹیرف ایڈجسٹمنٹ نے مدد دی، جبکہ بنیادی افراطِ زر کم ہو کر 8.7 فیصد رہ گیا۔تاہم دونوں پیمانے 5 فیصد سے 7 فیصد کی درمیانی مدت کے ہدف سے کافی بلند ہیں، اور 27 جولائی 2026 کے اجلاس میں مانیٹری پالیسی کمیٹی نے متفقہ طور پر پالیسی ریٹ کو 11.5 فیصد پر برقرار رکھا۔اس کے باوجود موازنہ کی مدت کے مقابلے میں مالیاتی حالات میں بہتری آئی اور کمپنی اپنے کچھ قرضوں کی شرح کو تبدیل کرنے میں کامیاب رہی۔

بیرونی کھاتہ اس مدت کا سب سے حوصلہ افزا پہلو رہا۔پاکستان نے مالی سال 26 کا اختتام صرف 139 ملین امریکی ڈالر کے کرنٹ اکاؤنٹ خسارے کے ساتھ کیا، جہاں ریکارڈ کارکنوں کی ترسیلاتِ زر نے توانائی کی قیمتوں میں اضافے کے باعث بڑھنے والے تجارتی خسارے کو متوازن کیا۔اسٹیٹ بینک کے زرمبادلہ کے ذخائر جون 2026 کے اختتام کے 18 ارب امریکی ڈالر کے ہدف سے تجاوز کر گئے تھے، اس سے قبل کہ جولائی کے وسط میں طے شدہ قرضوں کی ادائیگیوں کے بعد یہ تقریباً 17.3 ارب امریکی ڈالر پر مستحکم ہوئے، اور دسمبر 2026 تک انہیں 20.20 ارب امریکی ڈالر تک پہنچانے کا ہدف ہے۔اسٹینڈرڈ اینڈ پورز نے اس مدت کے دوران پاکستان کی خودمختار کریڈٹ ریٹنگ کو "B" تک اپ گریڈ کیا۔اس چھ ماہ کی مدت کے دوران پاکستانی روپیہ امریکی ڈالر کے مقابلے میں مجموعی طور پر مستحکم رہا، جس سے لاگت کا اندازہ لگانا آسان رہا، تاہم اس کا مطلب یہ بھی تھا کہ برآمد کنندگان کو حریف ممالک کی کرنسیوں میں ہونے والی تبدیلیوں کے اثرات کو متوازن کرنے کے لیے شرحِ مبادلہ سے کوئی اضافی فائدہ حاصل نہیں ہوا

ڈائریکٹرز رپورٹ برائے حصص یافتگان

ڈائریکٹرز سروس گلوبل فٹ ویئر لمیٹڈ کی 30 جون 2026 کو ختم ہونے والی ششماہی کے لیے مختصر عبوری مالیاتی معلومات کے ہمراہ اپنی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

مالی کارکردگی کا موازنہ

سروس گلوبل فٹ ویئر لمیٹڈ کی 30 جون 2026 کو ختم ہونے والی ششماہی کے مختصر عبوری مالیاتی گوشواروں کے کارکردگی کے کلیدی اشاریے درج ذیل ہیں۔

تفصیلات	ششماہی اختتام				
	جون 30، 2026		جون 30، 2025		فیصد تبدیلی
	روپے، ہزار میں	**آمدنی سے فیصد**	روپے، ہزار میں	آمدنی سے فیصد	
آمدنی	**8,103,903**	**100.00%**	9,541,414	100.00%	-15.07%
مجموعی منافع	**1,672,601**	**20.64%**	1,588,842	16.65%	5.27%
لیوی اور ٹیکس سے قبل منافع	**2,500,795**	**30.86%**	1,402,707	14.70%	78.28%
ٹیکس کے بعد منافع	**2,501,581**	**30.87%**	1,115,458	11.69%	124.26%
فی حصص آمدنی- بنیادی	**12.12**		5.41		124.03%
فی حصص آمدنی- ڈائیلیوٹڈ	**12.03**		5.37		124.02%

مالیاتی اور آپریشنل جائزہ

زیر جائزہ مدت کے دوران، سروس گلوبل فٹ ویئر لمیٹڈ نے 8.10 ارب روپے کی خالص فروخت حاصل کی جبکہ گزشتہ سال کی اسی مدت میں یہ 9.54 ارب روپے تھی، جو 15.07 فیصد کمی ظاہر کرتی ہے۔ تاہم مجموعی منافع 16.65 فیصد سے بڑھ کر 20.64 فیصد ہوگیا ہے جو تقریباً 4 فیصد کے قابلِ ذکر اضافے کی نشاندہی کرتا ہے اس سے ظاہر ہوتا ہے کہ مصنوعات کے مکس میں سوچ سمجھ کر زیادہ قدر والی اشیاء کی طرف تبدیلی کی گئی ہے، خام مال کے بہتر استعمال اور آپریشنز میں پیداواری لاگت پر مؤثر اور منظم کنٹرول حاصل کیا گیا ہے۔ ٹیکس کے بعد خالص منافع 2.501 ارب روپے رہا جبکہ گزشتہ سال اسی مدت میں یہ 1.115 ارب روپے تھا۔ کمپنی کے سرمایہ اور قرض کے مؤثر استعمال کے ساتھ اس مدت کے دوران کم اوسط مارک اپ شرح سے مالیاتی لاگت میں خاطر خواہ کمی واقع ہوئی ہے۔ کمپنی نے اپنے ورکنگ کیپیٹل سائیکل کو کم کرنا جاری رکھا اور مراعاتی برآمدی مالیات کا نظم وضبط کے ساتھ استعمال کیا، جس نے قرض کی لاگت کو پچھلے سال کی اسی مدت کے مقابلے میں کافی کم سطح پر رکھا، جب پالیسی ریٹس اور بینچ مارک کائبور نمایاں طور پر زیادہ تھے۔

گزشتہ ایک سال کے دوران امریکی ٹیرف پالیسی میں بار بار ہونے والی تبدیلیوں کے باعث، زیادہ تر گاہکوں نے اپنے سٹاک کی ایک بڑی مقدار پہلے کی مدت میں منگوالی چنانچہ 2026 کی پہلی ششماہی میں مارکیٹ میں طلب کی کمی کے بجائے، زیادہ تر ڈسٹری بیوشن چینل میں موجود اضافی اسٹاک کو کم کرنے کا عمل جاری رہا۔ اس مدت میں امریکہ اور یورپ دونوں میں ریٹیل طلب مشرق وسطیٰ کی جنگ اور توانائی کی بڑھتی ہوئی قیمتوں کے باعث کمزور رہی۔

ششماہی کے لیے فی حصص آمدنی 12.12 روپے رہی جبکہ گزشتہ سال اسی مدت میں یہ 5.41 روپے تھی۔

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