



Shadman

Cotton Mills Ltd.

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

Date: October 06, 2026

SUBJECT: FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2026

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held at 10:30am on Tuesday, October 06, 2026 at Registered Office, Nankana Sahib has approved the Audited Accounts of the Year Ended June 30, 2026 and not recommended any entitlement as under:

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

The Financial Results of the Company are as under:

	Year Ended	
	June 30, 2026	June 30, 2025
	<i>Rupees</i>	<i>Rupees</i>
Turnover - net	737,631,799	509,963,504
Cost of sales	(735,267,648)	(529,631,777)
Gross profit/ (loss)	2,364,151	(19,668,273)
Selling and distribution expenses	(3,858,862)	(12,498,197)
Administrative and general expenses	(30,526,460)	(35,467,909)
	(34,385,322)	(47,966,106)
Other income	(32,021,171)	(67,634,379)
Operating profit/ (loss)	104,048,221	81,552,693
Finance cost	72,027,050	13,918,314
Other expenses	(3,176,825)	(4,999,524)
Profit/ (loss) before Levies & taxation	(65,446,392)	(37,846,446)
Levies	3,403,833	(28,927,656)
Profit/ (loss) before taxation	(9,220,397)	(6,386,166)
Taxation	(5,816,564)	(35,313,822)
Profit/ (loss) after taxation	36,637,283	18,741,441
Profit/ (loss) per share - basic and diluted	30,820,719	(16,572,381)
	1.75	(0.94)

The Annual Report of the Company for the period ended June 30, 2026 will be transmitted through PUCARS separately, within the specified time.

Yours Sincerely,

For Shadman Cotton Mills Limited

Chief Executive Officer

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

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

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2026

	June 30 2026	June 30, 2025
	Rupees (Audited)	Rupees (Audited)
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	180,000,000	180,000,000
18,000,000 (June 30, 2025 18,000,000) ordinary shares of Rs. 10 each		
Issued, subscribed and paid-up capital	176,367,190	176,367,190
Share premium reserve	53,218,752	53,218,752
Accumulated losses	(317,700,610)	(353,330,974)
Director's loan	247,336,000	210,000,000
Surplus on revaluation of property, plant and equipment	711,655,782	715,876,562
TOTAL EQUITY	870,877,114	802,131,530
NON-CURRENT LIABILITIES		
Long term finances	176,480,384	215,700,384
Employees benefit obligation	2,327,700	9,451,429
Deferred taxation	22,785,756	62,629,080
	201,593,840	287,780,893
CURRENT LIABILITIES		
Trade and other payables	113,596,475	100,942,687
Short term borrowings	88,586,317	154,862,317
Current portion of non-current liabilities	49,025,000	49,025,000
Ijara rentals payable	28,544,690	28,544,690
Provision for taxation	25,452,927	19,506,774
	305,205,409	352,881,468
TOTAL LIABILITIES	506,799,249	640,662,361
CONTINGENCIES AND COMMITMENTS		
TOTAL EQUITY AND LIABILITIES	1,377,676,363	1,442,793,891
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	953,082,989	1,019,099,301
Intangibles	2,109,508	2,698,208
Investment property	103,220,077	105,866,746
Long term deposits	30,062,794	30,062,794
Long Term Loan	-	-
	1,088,475,368	1,157,727,049
CURRENT ASSETS		
Stores, spares and loose tools	1,747,491	11,455,261
Stock in trade	-	44,107,838
Trade debts	60,601,744	40,285,414
Loans and advances	2,748,587	5,924,921
Trade deposits and short term prepayments	4,220,472	4,145,939
Other receivables	1,109,157	2,788,061
Tax refunds due from Government	51,800,209	39,487,065
Short term investments	121,750,501	109,500,000
Cash and bank balances	45,222,834	27,372,343
	289,200,995	285,066,842
TOTAL ASSETS	1,377,676,363	1,442,793,891

CHIEF EXECUTIVE

3.5 K.M, Feroze Watwan, Warburton Road,
Kot shah Muhammad Near Chandi Kot Stop,
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CHIEF FINANCIAL OFFICER
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CONDENSED STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED JUNE 30, 2026

	Year Ended	
	June 30, 2026	June 30, 2025
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit /(loss) before taxation	3,403,833	(28,927,656)
Adjustments for non-cash items		
(Gain)/Loss on disposal of operating fixed assets	31,225,663	(3,065,306)
Provision for employees retirement benefits	1,607,859	3,082,595
Changes in fair value investments at fair value through profit or loss	(53,694)	-
Finance cost	3,176,825	4,999,524
Rental Income	(75,640,869)	(61,139,834)
Loss on impairment of Fixed assets	25,446,844	19,885,237
Amortization	588,700	245,292
Depreciation	20,612,047	22,712,911
	6,863,475	(13,279,581)
Operating profit /(loss) before changes in working capital	10,267,308	(42,207,237)
Changes in working capital		
Stores, spares and loose tools	9,707,770	64,397,340
Stock in trade	44,107,838	49,716,986
Trade debts	(20,316,330)	55,280,476
Loan to employees	-	1,800,000
Advances, prepayments and other receivables	7,282,799	29,680,018
Trade and other payables	12,653,788	(142,569,931)
	53,435,865	58,304,889
Net cash generated from operations	63,703,173	16,097,652
Payments for		
Employees retirement benefits	(7,802,200)	(310,000)
Finance cost	(3,176,825)	(4,999,524)
Income tax	(21,536,046)	(16,453,543)
Net cash generated from / (used in) operating activities	31,188,102	(5,665,415)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	64,689,700	94,009,425
Purchase of property, plant and equipment	(73,311,273)	(39,014,539)
Short term investment	(12,196,907)	(71,637,954)
Rental Income	75,640,869	61,139,834
Long term payables	-	(1,600,000)
Long term deposits	-	(1,863,920)
Net cash generated from investing activities	64,822,389	41,032,846

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CASH FLOWS FROM FINANCING ACTIVITIES

Net (decrease) / increase in long term financing
Repayment of long term loan
Net (decrease) / increase in short term borrowings
Net (decrease) / increase in accrued mark up

Net cash used in financing activities

NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD

CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

-	-
(39,220,000)	(39,220,000)
(28,940,000)	2,771,000
-	-
(68,160,000)	(36,449,000)
17,850,491	(1,081,569)
27,372,343	28,453,912
45,222,834	27,372,343



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED JUNE 30, 2026

	Share capital	Reserves		Equity	Revaluation Surplus	
	Issued, subscribed and paid-up capital	Capital reserve	Accumulated losses	Director's loan	Revaluation Surplus on Property, plant and equipment	Total equity
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at July 01, 2024	176,367,190	53,218,752	(383,752,398)	210,000,000	762,183,007	818,016,551
Loss for the year	-	-	(16,572,381)	-	-	(16,572,381)
Other comprehensive income for the period	-	-	687,360	-	-	687,360
Total comprehensive Income/ (Loss)	-	-	(15,885,021)	-	-	(15,885,021)
Transfer on disposal of fixed asset	-	-	40,209,254	-	(40,209,254)	-
Incremental Depreciation-net of deferred tax	-	-	6,097,191	-	(6,097,191)	-
Balance as at June 30, 2025 - Audited	176,367,190	53,218,752	(353,330,974)	210,000,000	715,876,562	802,131,530
Balance as at July 01, 2025 - Audited	176,367,190	53,218,752	(353,330,974)	210,000,000	715,876,562	802,131,530
Profit after taxation for the period	-	-	30,820,719	-	-	30,820,719
Other comprehensive income for the period	-	-	588,865	-	-	588,865
Total comprehensive Income/ (Loss)	-	-	31,409,584	-	-	31,409,584
Director loan	-	-	-	37,336,000	-	37,336,000
Surplus on revaluation of Land	-	-	-	-	-	-
Incremental Depreciation-net of deferred tax	-	-	4,220,780	-	(4,220,780)	-
Balance as at June 30, 2026 - Audited	176,367,190	53,218,752	(317,700,610)	247,336,000	711,655,782	870,877,114



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