



Shadman

Cotton Mills Ltd.

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

SUBJECT: FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 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 Thursday, Oct 29, 2026 at Registered Office, Nankana Sahib has approved the Un-Audited Accounts of the Company for the Quarter Ended Sep 30, 2026 and not recommended any entitlement as under:

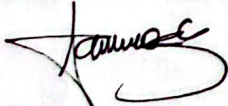
(1) Cash Dividend	NIL	(2)	NIL
(3) Right Shares	NIL	(4)	NIL

The Financial Results of the Company are as under:

	Quarter Ended	
	Sept. 30, 2026	Sept. 30, 2025
Turnover - net	<i>Rupees</i>	<i>Rupees</i>
Cost of sales	10,470,912	75,359,585
Gross profit/ (loss)	(21,012,795)	(89,227,947)
Selling and distribution expenses	(10,541,883)	(13,868,362)
Administrative and general expenses	(45,654)	(548,621)
	(12,646,074)	(8,243,175)
	(12,691,728)	(8,791,796)
	(23,233,611)	(22,660,158)
Other income	17,881,103	36,653,683
Operating profit/ (loss)	(5,352,509)	13,993,525
Finance cost	(21,309)	(1,379,473)
Other expenses	(645,126)	(2,190,248)
Profit/ (loss) before Levies & taxation	(6,018,943)	10,423,804
Levies	(132,115)	(941,995)
Profit/ (loss) before taxation	(6,151,058)	9,481,809
Taxation	-	-
Profit/ (loss) after taxation	(6,151,058)	9,481,809
Profit/ (loss) per share - basic and diluted	(0.35)	0.54

The Quarterly Months Report of the Company for the period ended September 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
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CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2026

	Note	Sept 30, 2026 Rupees (Un-Audited)	June 30, 2026 Rupees (Audited)
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital		180,000,000	180,000,000
18,000,000 (June 30, 2026: 18,000,000) ordinary shares of Rs. 10 each			
Issued, subscribed and paid-up capital		176,367,190	176,367,190
Capital reserve		53,218,752	53,218,752
Accumulated losses		(323,393,629)	(317,700,610)
Director's loan		247,336,000	247,336,000
Surplus on revaluation of property, plant and equipment		711,197,743	711,655,782
TOTAL EQUITY		864,726,056	870,877,114
NON-CURRENT LIABILITIES			
Long term finances - secured	4	166,675,384	176,480,384
Employee retirement obligation		2,327,700	2,327,700
Deferred taxation		22,785,756	22,785,756
		191,788,840	201,593,840
CURRENT LIABILITIES			
Trade and other payables		110,855,867	113,596,475
Short term borrowings		23,586,317	88,586,317
Current portion of non-current liabilities		49,025,000	49,025,000
Ijara rentals payable		28,544,690	28,544,690
Provision for taxation		25,585,042	25,452,927
		237,596,916	305,205,409
TOTAL LIABILITIES		429,385,756	506,799,249
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	5	1,294,111,812	1,377,676,363
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	948,180,799	953,082,989
Intangibles	7	1,962,333	2,109,508
Investment property	8	102,574,952	103,220,077
Long term deposits		30,062,794	30,062,794
Long Term Loan		-	-
		1,082,780,878	1,088,475,368
CURRENT ASSETS			
Stores, spares and loose tools		1,747,491	1,747,491
Stock in trade		20,146,032	-
Trade debts - unsecured		16,679,793	60,601,744
Loans and advances		120,488	2,748,587
Trade deposits and short term prepayments		4,015,768	4,220,472
Other receivables		10,609,850	1,109,157
Tax refunds due from Government		56,780,688	51,800,209
Short term investments	9	86,250,501	121,750,501
Cash and bank balances		14,980,324	45,222,834
		211,330,935	289,200,995
TOTAL ASSETS		1,294,111,812	1,377,676,363

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


CHIEF EXECUTIVE

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CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 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, 2025- Audited	176,367,190	53,218,752	(353,330,974)	210,000,000	715,876,562	802,131,530
Profit/(loss) after taxation for the period	-	-	9,481,809	-	-	9,481,809
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive Income/ (Loss)	-	-	9,481,809	-	-	9,481,809
Director Loan	-	-	-	47,336,000	-	-
Incremental Depreciation-net of deferred tax	-	-	1,055,195	-	(1,055,195)	-
Balance as at Sep 30, 2025 - Un-audited	176,367,190	53,218,752	(342,793,970)	257,336,000	714,821,367	811,613,339
Balance as at July 01, 2026 - Audited	176,367,190	53,218,752	(317,700,610)	247,336,000	711,655,782	870,877,114
Profit after taxation for the period	-	-	(6,151,058)	-	-	(6,151,058)
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive Income/ (Loss)	-	-	(6,151,058)	-	-	(6,151,058)
Incremental Depreciation-net of deferred tax	-	-	458,039	-	(458,039)	-
Balance as at Sep 30, 2026 - Un-audited	176,367,190	53,218,752	(323,393,629)	247,336,000	711,197,743	864,726,056

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


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CHIEF FINANCIAL OFFICER

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CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Quarter ended	
	Sept. 30, 2026	Sept. 30, 2025
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	(6,018,943)	10,423,804
Adjustments for non-cash items		
Depreciation	5,547,315	5,165,570
Amortization	147,175	134,910
Provision for employees retirement benefits	-	-
Gain on disposal of property, plant and equipment	-	(7,073,564)
Changes in fair value of investments at fair value through profit or loss	-	-
Rental Income	(15,097,704)	(26,217,277)
Finance cost	21,309	1,379,473
	(9,381,905)	(26,610,887)
Operating profit before changes in working capital	(15,400,848)	(16,187,083)
Changes in working capital		
Stores, spares and loose tools	0	5,033,555
Stock in trade	(20,146,032)	(73,470,338)
Trade debts	43,921,951	21,407,343
Advances, prepayments and other receivables	(9,828,933)	(5,066,186)
Trade and other payables	(2,740,608)	23,190,149
	11,206,378	(28,905,477)
Net cash used in operations	(4,194,469)	(45,092,560)
Payments for		
Finance cost	(21,309)	(1,379,473)
Income tax	(1,819,436)	(2,986,086)
Employees retirement benefits	-	-
Long Term Loan	-	-
Net cash used in operating activities	(6,035,214)	(49,458,119)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(18,568,980)
Proceeds from disposal of property, plant and equipment	-	30,775,940
Short term investment	35,500,000	-
Rental Income	15,097,704	26,217,277
Long term deposits	-	-
Net cash generated from investing activities	50,597,704	38,424,237
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase / (decrease) in long term financing	(9,805,000)	(9,805,000)
Net increase / (decrease) in short term borrowings	(65,000,000)	2,000,000
Net increase / (decrease) in accrued markup	-	-
Net cash used in financing activities	(74,805,000)	(7,805,000)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(30,242,510)	(18,838,882)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	45,222,834	27,372,343
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	14,980,324	8,533,461

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