



Quarterly Report
Jul - Sep 2026



Execution in Motion



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Corporate Information

Board of Directors	Jin Yongsheng (Chairman) Omar Saeed (Chief Executive Officer) Zhang Xingyou Arif Saeed Hassan Javed Yu Haili Sun Xiaoguang Shahid Hafiz Kardar (Independent) Nasir Mahmood Khan Khosa (Independent) He Xiaomei (Independent)	
Audit Committee	Shahid Hafiz Kardar (Chairman) He Xiaomei Hassan Javed	
HR & Remuneration Committee	Nasir Mahmood Khan Khosa (Chairman) Jin Yongsheng Arif Saeed	
Chief Financial Officer	Atif Aziz	
Company Secretary	Tahir Maqsood	
External Auditors	A.F. Ferguson & Co., Chartered Accountants (a member firm of the PwC network)	
Credit Rating	AA- (long term) / A1 (short term)— PACRA, June 24, 2026	
Legal Advisors	Bokhari Aziz & Karim, Lahore	
Share Registrar	CDC Share Registrar Services Limited, Karachi	
Banks	Habib Bank Limited	MCB Islamic Bank Limited
	Bank Al Falah Limited	United Bank Limited
	National Bank of Pakistan	MCB Bank Limited
	Askari Bank Limited	Bank Al Habib Limited
	Allied Bank Limited	Bank Islami Pakistan Limited
	Faysal Bank Limited	Al Baraka Bank (Pakistan) Limited
	Soneri Bank Limited	Habib Metropolitan Bank Limited
	The Bank of Punjab	Standard Chartered Bank
	Meezan Bank Limited	
Registered Office	Servis House, 2-Main Gulberg, Jail Road, Lahore Tel: 042-35751990-96	
Factory	Plots B-61 & B-62, Jam Tamachi Road, Sindh Industrial Trading Estate, Nooriabad, District Jamshoro, Sindh	
Web / Investor contact	slmtires.com · shareholders@slmtires.com	
Stock symbol	SLM — Pakistan Stock Exchange	

DIRECTORS' REVIEW REPORT ON THE UNCONSOLIDATED AND CONSOLIDATED CONDENSED INTERIM UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2026

The Directors of Service Long March Tyres Limited ("SLM" or the "Company") are pleased to present their review report together with the unconsolidated and consolidated condensed interim un-audited financial statements of the Company for the first quarter ended September 30, 2026.

Company Overview

SLM is a joint venture between Service Industries Limited (the Holding Company), Chaoyang Long March Tyre Co. Ltd. of China and Mr. Shabir Ahmad of Myco Corporation, Pakistan. The Company manufactures and sells all-steel radial truck, bus, light truck and off-the-road tyres from its manufacturing facility located within an approved Special Economic Zone and serves both the domestic replacement market and export customers. Commercial operations commenced on March 10, 2022. The Company's wholly owned subsidiary, SLM International Tyres Trading FZE in Jebel Ali Free Zone, UAE will support the SLM's international trading activities.

Economic and Industry Review

The global environment during the quarter remained challenging. The intensification of conflict in the Middle East kept international commodity and energy prices elevated, and supply chain disruptions persisted, adding to input and freight costs for import-dependent manufacturers.

Domestically, headline inflation returned to double digits, averaging 10.2% during July–September 2026, with September inflation at 10.3%. The State Bank of Pakistan maintained the policy rate at 11.5% in its July and September 2026 meetings, with the September decision citing elevated global commodity prices amid the intensifying Middle East conflict. On the positive side, SBP's foreign exchange reserves rose to over US\$ 21 billion by end-September, S&P upgraded Pakistan's sovereign rating to "B" in July, and economic activity has started to pick up gradually.

Demand in the commercial vehicle segment remained encouraging, with domestic truck and bus sales increasing by 46% year-on-year to 2,727 units during the quarter, which supports both original equipment and future replacement demand for radial tyres. The domestic tyre industry continues to face challenges from misdeclaration of growing imports, highlighting the need for stronger regulatory enforcement to ensure a level playing field.

Financial Performance

The key financial highlights for the first quarter ended September 30, 2026, compared with the corresponding period last year, are summarised below:

Particulars	Unconsolidated			Consolidated		
	Sep 30, 2026	Sep 30, 2025	Chg.	Sep 30, 2026	Sep 30, 2025	Chg.
	(Rupees in thousand)		%	(Rupees in thousand)		%
Revenue - net	22,194,907	16,527,956	34.3%	22,194,907	16,527,956	34.3%
Gross profit	4,719,390	3,730,892	26.5%	4,719,390	3,730,892	26.5%
Operating profit	3,752,305	3,161,576	18.7%	3,752,056	3,161,576	18.7%
Finance cost	263,838	164,504	60.4%	263,838	164,504	60.4%
Profit before taxation	3,606,568	2,843,426	26.8%	3,606,319	2,843,426	26.8%
Profit after taxation	3,694,458	3,001,247	23.1%	3,694,209	3,001,247	23.1%
EPS- basic (Rs.)	0.474	0.414	14.5%	0.474	0.414	14.5%
EPS- diluted (Rs.)	0.473	0.413	14.5%	0.473	0.413	14.5%
Gross margin	21.3%	22.6%	(1.3)pp	21.3%	22.6%	(1.3)pp
Net profit margin	16.6%	18.2%	(1.5)pp	16.6%	18.2%	(1.5)pp

Revenue

Net revenue for the quarter increased by 34.3% to Rs. 22.19 billion (Q1 FY26: Rs. 16.53 billion). Growth was broad-based across both markets: local sales (gross) rose by 31.9%, supported by firm replacement demand and a 46% year-on-year increase in domestic truck and bus sales during the quarter, while export sales grew by 39.4% to Rs. 5.42 billion. Exports contributed 24.4% of sales (Q1 FY26: 23.5%), reflecting continued increase in market share, diversification of the Company's customer and geographic base.

Gross Profit and Margins

Gross profit increased by 26.5% to Rs. 4.72 billion (Q1 FY26: Rs. 3.73 billion). The gross margin moderated to 21.3% from 22.6% in the corresponding period, mainly because of higher raw material prices and increased sea freight costs. Fuel and power costs rose by 35.5% reflecting higher volumes and energy tariffs, while depreciation increased by 26.9% following the capitalisation of plant and machinery during the previous year. Higher production volumes and better absorption of fixed overheads partly offset these cost pressures.

Operating Expenses

Distribution costs increased to Rs. 636 million (Q1 FY26: Rs. 358 million) in line with higher sales volumes, increased outward freight on shipments and marketing activities. Administrative expenses rose to Rs. 331 million (Q1 FY26: Rs. 211 million), reflecting inflationary salary adjustments, and the additional governance and compliance costs. Operating profit consequently increased by 18.7% to Rs. 3.75 billion, with an operating margin of 16.9% (Q1 FY26: 19.1%).

Finance Cost and Other Income

Finance cost increased to Rs. 264 million (Q1 FY26: Rs. 165 million), primarily due to higher utilisation of short-term facilities to fund working capital and capital expenditure. The Company continued to rely predominantly on concessionary export refinance and FE-25 export loans, which together constitute 60% of short-term borrowings and carry concessionary rates. Other income increased substantially to Rs. 290 million (Q1 FY26: Rs. 28 million), comprising mainly returns on the investment of surplus funds, including IPO proceeds pending utilisation, in money market mutual funds.

Profitability and Earnings per Share

Profit before taxation increased by 26.8% to Rs. 3.61 billion. After accounting for a net tax credit of Rs. 88 million, arising mainly from the recognition of deferred tax, profit after taxation increased by 23.1% to Rs. 3.69 billion (Q1 FY26: Rs. 3.00 billion), representing a net profit margin of 16.6%. Basic earnings per share stood at Rs. 0.474 (Q1 FY26: Rs. 0.414), an increase of 14.5%. The growth in EPS is lower than the growth in profit due to the higher weighted average number of shares following the issuance of new shares through the Initial Public Offering (IPO) and under the Employee Share Option Scheme.

Financial Position and Liquidity

Particulars (Rupees in thousand)	Sep 30, 2026	June 30, 2026	Change
Total assets	81,022,487	78,073,303	3.8%
Shareholders' equity	42,961,579	45,732,911	(6.1%)
Property, plant and equipment	40,300,609	38,374,205	5.0%
Short-term investments and cash	8,706,061	11,400,997	(23.6%)
Total borrowings *	30,881,633	21,375,378	44.5%
Debt to Debt + Equity (times)	0.42	0.32	
Current ratio (times)	1.33	1.57	
Break-up value per share (Rs.)	5.51	5.87	(6.1%)

* Total borrowing comprises long-term financing, deferred grant (including current portion of non-current liabilities) and short-term financing.

The Company's balance sheet remains strong, with shareholders' equity of Rs. 42.96 billion and total assets of Rs. 81.02 billion as of September 30, 2026. Equity declined from June 30, 2026, as the final cash dividend for FY2026 of Rs. 6.47 billion was paid during the quarter, partly replenished by the profit for the period.

Net cash used in operating activities was Rs. 3.47 billion, as profit generation was offset by a working capital outflow of Rs. 7.33 billion. This was mainly due to higher trade debts (Rs. 1.78 billion) on the back of increased sales, an increase in other receivables (Rs. 1.53 billion) and the adjustment of customer advances (Rs. 0.99 billion). Inventory levels remained broadly stable at Rs. 16.21 billion. Together with the dividend payment and capital expenditure, this resulted in short-term financing increasing to Rs. 19.87 billion. The (debt to debt plus equity) stood at a comfortable 0.42 times, and the Company retains substantial liquidity in the form of Rs. 6.89 billion invested in money market mutual funds and Rs. 1.82 billion in cash and bank balances, together with unutilised banking facilities.

Capital Expenditure and Utilisation of IPO Proceeds

Capital expenditure during the quarter amounted to Rs. 2.47 billion (Q1 FY26: Rs. 0.36 billion), comprising additions to operating fixed assets of Rs. 1.10 billion, mainly plant and machinery, and an increase in capital work-in-progress to Rs. 2.55 billion, including advances to equipment vendors of Rs. 1.04 billion and civil works of Rs. 0.50 billion. Outstanding capital commitments stood at Rs. 2.82 billion as of September 30, 2026.

Up to September 30, 2026, the Company has utilised Rs. 822.98 million of the IPO proceeds on civil works for its expansion project, including the Passenger Car Radial (PCR) tyre project. The balance of the proceeds' pending utilisation has been prudently invested.

Consolidated Financial Statements

In compliance with the requirements of International Financial Reporting Standards and the Companies Act, 2017, the consolidated condensed interim financial statements of the Group, comprising the Company and its wholly owned subsidiary SLM International Tyres Trading FZE, are annexed. The subsidiary's results for the quarter were not material, and consolidated profit after tax was Rs. 3.69 billion with consolidated basic EPS of Rs. 0.474.

Dividend

During the quarter, the Company paid a final cash dividend of Rs. 0.83 per share (41.5%) for the year ended June 30, 2026, amounting to Rs. 6.47 billion, as approved by the shareholders. The Board remains committed to a consistent dividend policy; balancing shareholder returns with the funding requirements of the Company's expansion plans.

Significant Developments

- **Favourable court decision:** The Honorable High Court of Sindh, through its order dated September 16, 2026, decided in favour of the Company the constitutional petition filed against the denial of exemption from custom duties and sales tax on the import of prefabricated buildings.
- **Expansion:** Work on the Company's expansion programme progressed during the quarter, with significant capital expenditure on plant, machinery and civil works.
- **Corporate Social Responsibility:** The Company contributed Rs. 33.73 million towards social welfare initiatives through Servis Foundation, Servis Charitable Trust and Welfare of Troops and Shuhada (Families).

Future Outlook

The near-term outlook remains subject to geopolitical developments in the Middle East, the trajectory of oil and raw material prices, exchange rate movements and global trade policies, including tariff measures in key export markets. Inflationary pressures and elevated interest rates may weigh on domestic demand and input costs in the coming months.

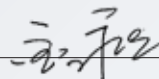
Notwithstanding these challenges, the Directors are confident in the Company's ability to sustain its growth momentum, supported by its strong brand presence, cost-competitive and SEZ-based operations, a diversified export footprint and a robust balance sheet. The Company's position in the domestic market has been further strengthened by the FBR imposition of an additional custom duty of 11% on the import of truck and bus radial tyres with effect from 21 October 2026, which is expected to enhance the competitiveness of locally manufactured tyres against imports and support domestic demand for the Company's products. Management will remain focused on:

- protecting margins through prudent procurement, cost control and timely pricing actions.
- expanding export markets and the Company's product portfolio.
- timely execution of the expansion programme, including the PCR tyre project, which will diversify the Company's revenue base and strengthen its position in the automotive tyre industry; and
- optimising working capital and maintaining a disciplined capital structure.

For and on behalf of the Board



Chief Executive



Chairman

کیجا مالیاتی گھوڑارے

بین الاقوامی مالیاتی رپورٹک عیادت اور کنٹینر ایکٹ 2017 کے تقاضوں کے مطابق، گروپ کے کچھ مختصر عیودی مالیاتی گھوڑارے منسلک ہیں، جن میں کچھ اور اس کا مکمل ملکی ذیلی ادارہ، سروس لاگ مارچ انٹرنیشنل ٹائزری بلنگ، شامل ہیں۔ سہ ماہی کے دوران ذیلی ادارے کے نتائج غیر نمایاں رہے۔ کیجا بعد از گیس منافع 3.69 ارب روپے اور عیادی فی شخص آمدنی 0.474 روپے رہی۔

منافع (ڈیوڈنڈ) کی تقسیم

زیر جائزہ سہ ماہی کے دوران کچھ 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے 0.83 روپے فی حصص، یعنی 41.5 فیصد، حق نقد منافع (ڈیوڈنڈ) ادا کیا، جس کی مجموعی مالیت 6.47 ارب روپے تھی اور جس کی منظوری میئر ہولڈرز نے دی تھی۔ بورڈ مستقل منافع کی تقسیم کی پالیسی پر کاربند ہے اور میئر ہولڈرز کو مناسب منافع فراہم کرنے کے ساتھ کچھ فی کس تقسیمی منصوبوں کی مالی ضروریات کے درمیان توازن کو مدنظر رکھتے ہوئے عملی برقرار رکھے گا۔

اہم پیش رفت

- کچھ فی کس حق منافع عیادی فیصلہ معزز سندھ ہائی کورٹ نے 16 ستمبر 2026 کو حکم کے ذریعے پہلے سے تیار شدہ عمارات کی درآمد پر کسٹمز یونٹی اور سیلز ٹیکس سے استثناء دے دیے جانے کے خلاف کچھ فی کس کی جانب سے دائر آئینی درخواست کا فیصلہ کچھ فی کس میں دیا۔
- توسیعی منصوبہ سہ ماہی کے دوران کچھ فی کس تقسیمی پروگرام پر کام جاری رہا اور پلانٹ، مشینری اور تعمیراتی کاموں پر نمایاں سرمایہ جاتی اخراجات کیے گئے۔
- کارپوریٹ سماجی و معیاری: کچھ فی کس نے سروس فاؤنڈیشن، سروس چیرمینٹل ٹرسٹ اور عیادی جوائنٹ وڈاء کے اہل خانہ کی فلاح کے لیے سماجی بہبود کے اقدامات میں 33.73 ملین روپے کا تعاون کیا۔

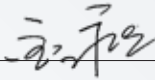
مستقبل کا منظر نامہ

قبل مدت میں کچھ فی کس کا روایتی منظر نامہ مشرق وسطیٰ میں جغرافیائی و سیاسی پیش رفت، تیل اور خام مال کی قیمتوں کے رجحانات، شرح مبادلہ میں تبدیلیوں اور عالمی تجارتی پالیسیوں، بشمول اہم برآمدی منڈیوں میں محصولات سے متعلق اقدامات، سے متاثر ہو سکتا ہے۔ مہیجائی کے دیباؤ اور بلند شرح سود نے والے مہینوں میں ملکی طلب اور پیداواری لاگت پر اثر انداز ہو سکتے ہیں۔ باوجود اس کے، بورڈ آف ڈائریکٹرز کو اس بات پر مکمل اعتماد ہے کہ کچھ فی کس برائے کی مضبوط ساکھ، الاگت کے سہارے مسابقتی اور انٹرنیشنل اکٹناک سون (SEZ) میں قائم پیداواری سہولیات، متنوع برآمدی منڈیوں اور مضبوط مالیاتی بنیادوں پر انحصار کرتے ہوئے اپنی ترقی کی رفتار برقرار رکھنے کی صلاحیت رکھتی ہے۔ مزید برآں، فیڈرل بورڈ آف ریونیو (FBR) کی جانب سے 21 اکتوبر 2026 سے ٹک اور بس ریڈیکل ٹائزوں کی درآمد پر 11 فیصد اضافی ٹیکس ڈیوٹی عائد کیے جانے سے متاثر مارکیٹ میں کچھ فی کس کی مسابقتی پوزیشن مزید مضبوط ہوئی ہے۔ توقع ہے کہ اس اقدام سے درآمدی ٹائزوں کے مقابلے میں مقامی طور پر تیار کردہ ٹائزوں کی مسابقت میں اضافہ ہوگا، جس کے نتیجے میں کچھ فی کس کی مصنوعات کی ملکی طلب کو بھی تقویت ملے گی۔

انتظامیہ درج ذیل ترجیحات پر توجہ مرکوز کرے گی:

- محتاط خریداری، مؤثر ٹرانزاکشنز اور بروقت قیمتوں میں رد و بدل کے ذریعے منافع کی شرح کا تحفظ
- برآمدی منڈیوں اور کچھ فی کس کی مصنوعات کے دائرہ کار میں توسیع؛
- توسیعی پروگرام، بشمول مسافر کھڑکیوں کے ذریعے نئے نئے منصوبے کی بروقت تکمیل، جس سے کچھ فی کس آمدنی کے ذرائع میں تنوع آئے گا اور گاہکوں کی مصنوعات میں اس کی پوزیشن مزید مضبوط ہوگی؛ اور
- مہیجائی سرمایے کا مؤثر انتظام اور منظم سرمایہ جاتی ساخت برقرار رکھنا۔

منجانب اور مائے بورڈ



چیئر مین



چیف ایگزیکٹو آفیسر

مال کی بلند قیمتیں اور سمندری مال برداری کے اخراجات میں اضافہ تھیں۔ ایندھن اور تیل کی لاگت میں 35.5 فیصد اضافہ ہوا، جو پیداواری حجم اور توانائی خرچوں میں اضافے کا نتیجہ تھا۔ گزشتہ سال پلانٹ اور مشینری کو اثاثوں میں شامل کیے جانے کے بعد مرسوئی (depreciation) کے اخراجات میں بھی 26.9 فیصد اضافہ ہوا۔ زیادہ پیداواری حجم اور مستقل اخراجات کی بہتر تقسیم نے ان لاگتوں کو جزوی طور پر متوازن کیا۔

آپریٹنگ اخراجات

تفصیلی اکٹ بزہ 636 روپے ہوئے، جبکہ گزشتہ سال کی پہلی سرمایہ میں یہ 358 ملین روپے تھی۔ یہ اضافہ فروخت کے زیادہ حجم، ترسیلات پر برونی مال برداری کے بلند اخراجات اور تسمیری سرگرمیوں کے مطابق رہا۔ انتظامی اخراجات بھی بڑھ کر 331 ملین روپے ہو گئے، جبکہ گزشتہ سال کی اسی مدت میں یہ 211 ملین روپے تھے۔ اس اضافے کی اہم وجوہات مہنگائی کے مطابق مہنگائی کے متعلق متوازیوں میں دو بدل اور اہم قرض و ضابطہ جاتی قیمتوں سے متعلق اضافی اخراجات تھے۔ نتیجتاً آپریٹنگ منافع 18.7 فیصد اضافے کے ساتھ 3.75 ارب روپے تک پہنچ گیا، جبکہ آپریٹنگ منافع کی شرح 16.9 فیصد رہی، جو گزشتہ سال کی اسی مدت میں 19.1 فیصد تھی۔

مالیاتی لاگت اور دیگر آمدنی

مالیاتی لاگت بڑھ کر 264 ملین روپے ہو گئی، جبکہ گزشتہ سال کی اسی مدت میں یہ 165 ملین روپے تھی۔ اس اضافے کی بنیادی وجہ گریڈ سرائے اور سرمایہ جاتی اخراجات کے لیے قلیل مدتی مالیاتی سہولیات کا زیادہ استعمال تھا۔ کہنے سے بدستور زیادہ تر رعایتی برآمد یا مالیاتی سہولیات اور ایف ای-25 برآمدی قرضوں پر اٹھوا رکھا۔ یہ دونوں مجموعی طور پر قلیل مدتی قرضوں کا 60 فیصد بنتے ہیں اور رعایتی قرضوں پر دستیاب ہیں۔ دیگر آمدنی نمایاں طور پر بڑھ کر 290 ملین روپے ہو گئی، جبکہ گزشتہ سال کی اسی مدت میں یہ 28 ملین روپے تھی۔ اس میں بنیادی طور پر فاصلہ رقم بشمول ابتدائی عوامی پیشکش (IPO) سے حاصل شدہ ادائیگی غیر استعمال شدہ رقم، کمزور (مٹی مارکیٹ) کے مشترکہ سرمایہ کاری فنڈز میں لگانے سے حاصل ہونے والی آمدنی شامل ہے۔

منافع اور فیصلہ آمدنی

قبل ازینکس منافع 26.8 فیصد اضافے کے ساتھ 3.61 ارب روپے تک پہنچ گیا۔ 88 ملین روپے کے خاص ٹیکس فائدے، جو بنیادی طور پر عفر (deferred) ٹیکس کے اندراج سے پیدا ہوئے، کے بعد بعد ازینکس منافع 23.1 فیصد اضافے کے ساتھ 3.69 ارب روپے تک پہنچ گیا، جبکہ گزشتہ سال کی اسی مدت میں یہ 3.00 ارب روپے تھا۔ خالص منافع کی شرح 16.6 فیصد رہی۔ بنیادی فیصلہ آمدنی 4.47 روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 0.414 روپے تھی، جو 14.5 فیصد اضافے کی نشاندہی کرتی ہے۔ فیصلہ آمدنی میں اضافہ مجموعی منافع میں اضافے سے نسبتاً کم رہا، جس کی وجہ ابتدائی عوامی پیشکش (IPO) اور مازاتین کے حصص، انتظامی منصوبے کے تحت نئے حصص کے جڑا کے بعد اور بطور گریڈ حصص کی تعداد میں اضافہ ہے۔

مالیاتی پوزیشن اور لیکویڈیٹی

تفصیلات (قرم ہزار روپے میں)	30 ستمبر 2026	30 جون 2026	تبدیلی
مجموعی اثاثے	81,022,487	78,073,303	3.8%
شیر ہولڈرز کی سرمایہ کاری	42,961,579	45,732,911	(6.1%)
پراپٹی، پلانٹ اور آلات	40,300,609	38,374,205	5.0%
قلیل مدت سرمایہ کاری اور پیشکش	8,706,061	11,400,997	(23.6%)
مجموعی قرضہ جات*	30,881,633	21,375,378	44.5%
قرضہ بقا بقا قرضہ + ملکییتی سرمایہ (times)	0.42	0.32	
حالیہ شرح (times)	1.33	1.57	
نی شیز بریک اپ (لیو روپے)	5.51	5.87	(6.1%)

مجموعی قرضہ جات میں طویل مدتی مالی گرانٹ، مؤخر گرانٹ جس میں ٹیمر چاری واجبات کا موجودہ حصہ بھی شامل ہے، اور قلیل مدتی مالی گرانٹ شامل ہیں۔

30 ستمبر 2026 تک کہنے کی مالیاتی پوزیشن مضبوط رہی، حصص یافتگان کی ملکییتی سرمایہ کاری 42.96 ارب روپے اور مجموعی اثاثے 81.02 ارب روپے رہے۔ 30 جون 2026 کے مقابلے میں ملکییتی سرمایہ میں کمی کی بنیادی وجہ مالی سال 2026 کے لیے 16.47 ارب روپے کے حتمی نقد منافع کی ادائیگی تھی، جسے زیر جائزہ مدت کے منافع نے جزوی طور پر پورا کیا۔ آپریٹنگ سرگرمیوں میں استعمال ہونے والی خاص نقد رقم 3.47 ارب روپے رہی، کیونکہ منافع کے حصول کے باوجود گریڈ سرائے 7.33 ارب روپے کا استعمال ہوا۔ اس کی بنیادی وجوہات فروخت میں اضافے کے باعث تجارتی واجب الوصول رقم 1.78 ارب روپے کا اضافہ، دیگر قابل حصول رقم میں 1.53 ارب روپے کا اضافہ، اور صارفین سے حاصل پیشگی رقم 0.99 ارب روپے کی ایڈجسٹمنٹ تھیں۔ ذخائر کی سطح تقریباً مستحکم رہے ہوئے 16.21 ارب روپے رہی۔ نقد منافع کی ادائیگی اور سرمایہ جاتی اخراجات کے ساتھ ان اعمال کے نتیجے میں قلیل مدتی مالیاتی گرانٹ بڑھ کر 19.87 ارب روپے تک پہنچ گئی۔ قرضہ بقا بقا قرضہ منافع ملکییتی سرمایہ کا تناسب ہمیشہ 0.42 بنا رہا۔ کہنے کے پاس نمایاں نکیش دیتھائی بھی موجود ہے، جس میں زرمذنی (مٹی مارکیٹ) کے مشترکہ سرمایہ کاری فنڈز میں 6.89 ارب روپے کی سرمایہ کاری، 1.82 ارب روپے کی پیش اور بینک رقم، اور غیر استعمال شدہ بینکاری سہولیات شامل ہیں۔

سرمایہ جاتی اخراجات اور ابتدائی عوامی پیشکش (IPO) سے حاصل توکم کا استعمال

سرمایہ کے دوران سرمایہ جاتی اخراجات 2.47 ارب روپے رہے، جبکہ گزشتہ سال کی اسی مدت میں یہ 0.36 ارب روپے تھے۔ ان اخراجات میں زیر استعمال مستقل اثاثوں میں 1.10 ارب روپے کا اضافہ شامل تھا، جس کا بڑا حصہ پلانٹ اور مشینری پر پیش تھا۔ زیر پیمائش سرمایہ جاتی مالیت بڑھ کر 2.55 ارب روپے ہو گئی، جس میں آلات فراہم کرنے والوں کو 1.04 ارب روپے کی پیشگی ادائیگیوں اور 0.50 ارب روپے کے تعمیراتی کام شامل تھے۔ 30 ستمبر 2026 تک غیر ادا شدہ سرمایہ جاتی حدود کی مالیت 2.82 ارب روپے تھی۔

30 ستمبر 2026 تک کہنے نے ابتدائی عوامی پیشکش (IPO) سے حاصل شدہ رقم میں سے 822.98 ملین روپے اپنے توسیعی منصوبے کے تعمیراتی کاموں پر استعمال کیے، جس میں سفر ساز گاڑیوں کے ڈیٹیلنگ کارڈز کا منصوبہ بھی شامل ہے۔ تا حال غیر استعمال شدہ رقم کو مختار سرمایہ کاری پالیسی کے تحت لگایا گیا ہے۔

سروس لانگ مارچ ٹائز لمیٹڈ

30 ستمبر 2026 کو ختم ہونے والی پہلی سرمایہ کے غیر یکساں اور یکسا

مختصر عبوری غیر آڈٹ شدہ مالیاتی کھشواروں پر ڈائریکٹرز کی جائزہ رپورٹ

سروس لانگ مارچ ٹائز لمیٹڈ کے ڈائریکٹرز کیلئے جائزہ رپورٹ اکھتی کے 30 ستمبر 2026 کو ختم ہونے والی پہلی سرمایہ کے غیر یکساں اور یکساں مختصر عبوری غیر آڈٹ شدہ مالیاتی کھشواروں کے ساتھ پیش کرنا باعظمت ہے۔

کھتی کا تعارف

سروس لانگ مارچ ٹائز لمیٹڈ، سروس انڈسٹریز لمیٹڈ (ہولڈنگ کھتی)، کھتی کی چاؤنگ لانگ مارچ ٹائز کھتی لمیٹڈ اور پاکستان کی مانیکو کارپوریشن کے جناب شہیر احمد کے درمیان قائم کیا گیا ایک مشترکہ کاروباری مشورہ ہے۔ کھتی ایک مشترکہ خصوصی اقتصادی زون میں قائم اپنی پیداوار کی سہولت میں تمام فوائد پر عمل کرکے، اس، لانگ مارچ آف روڈ ٹائز کارپوریشن اور فروخت کرتی ہے، جبکہ کھتی متبادل مارکٹ اور غیر ملکی صارفین کو خدمت فراہم کرتی ہے۔ کھتی نے اپنی تجارتی سرگرمیوں کا آغاز 10 مارچ 2022 کو کیا۔ کھتی کا مکمل ملکیتی ذیلی ادارہ، سروس لانگ مارچ انڈسٹریز لمیٹڈ، جنرل علی زون، متحدہ عرب امارات، کھتی کی بین الاقوامی تجارتی سرگرمیوں میں معاونت کرے گا۔

معاشی اور صنعتی جائزہ

زیر جائزہ سرمایہ کے دوران عالمی معاشی ماحول بدستور چیلنج رکھتا ہے۔ وسطی میں تنازع میں شدت کے باعث بین الاقوامی ادھاس اور توانائی کی قیمتیں بلند ہو رہی ہیں، جبکہ کھتی کے وسطے میں رکاوٹیں بھی برقرار ہیں، جس کے نتیجے میں درآمدات پر انحصار کرنے والے صنعت کاروں کے لیے خام مال اور مال برداری کی لاگت میں اضافہ ہوا۔

کھتی کی مجموعی کمپنی دوبارہ بند سروس میں داخل ہوئی اور جولائی تا ستمبر 2026 کے دوران اوسطاً 10.2 فیصد ری، جبکہ ستمبر میں کمپنی کی شرح 10.3 فیصد رپورڈ کی گئی۔ اسٹیٹ بینک آف پاکستان نے جولائی اور ستمبر 2026 کے اجاسوں میں پالیسی شرح 11.5 فیصد پر برقرار رکھی۔ ستمبر کے فیصلے میں شرحی وسطے میں بڑھتے ہوئے تنازع کے باعث عالمی ادھاس کی بلند قیمتوں کا حوالہ دیا گیا۔ شدت پھلوں میں، ستمبر کے اختتام تک اسٹیٹ بینک کے زرمبادلہ کے ذخائر 21 ارب امریکی ڈالر سے گھٹا کر گئے، جولائی میں پاکستان کی خود کفایت روچہ بندی کو بہتر کرنے کے لیے "B" کردیا گیا، جبکہ معاشی سرگرمیوں میں بھی بدترجیح پرتی آنا شروع ہوئی۔

تجارتی گھڑیوں کے شعبے میں طلب حوصلہ افزائی۔ سرمایہ کے دوران کھتی ٹرک اور سروس کی فروخت سال پر سال 46 فیصد اضافے کے ساتھ 7,272 گاڑیوں تک پہنچ گئی، جس سے اصل سازوسامان اور مستقبل میں ریڈیٹل ٹائزوں کی متبادل طلب دونوں کو تقویت ملتی ہے۔ کھتی کا صنعت کو بڑھتی ہوئی درآمدات میں غلطی تصدیقات ظاہر کیے جانے کے باعث بدستور مشکلات کا سامنا ہے، جس سے مختلف سازوسامانی تقابلی ہوئی بنانے کے لیے مؤثر ضابطہ جاتی تذاوی ضرورت نمایاں ہوتی ہے۔

مالیاتی کارکردگی

30 ستمبر 2026 کو ختم ہونے والی پہلی سرمایہ کے نمایاں مالیاتی نتائج، گزشتہ سال کی اسی مدت کے مقابلے میں، دور درج ذیل ہیں:

تصدیقات			غیر یکسا			یکسا		
30 ستمبر 2026			30 ستمبر 2025			30 ستمبر 2025		
(روپے ہزار میں)			%			%		
(روپے ہزار میں)			%			(روپے ہزار میں)		
خالص آمدنی			34.3%			34.3%		
مجموعی منافع			26.5%			26.5%		
آپریٹنگ منافع			18.7%			18.7%		
مالیاتی لاگت			60.4%			60.4%		
فصلی انریکس منافع			26.8%			26.8%		
بعد انریکس منافع			23.1%			23.1%		
فی ختم شدہ آمدنی (روپے)			14.5%			14.5%		
فی ختم شدہ آمدنی (تخفیف شدہ روپے)			14.5%			14.5%		
مجموعی منافع کی شرح			(1.3)pp			22.6%		
خالص منافع کی شرح			(1.5)pp			18.2%		

آمدنی

سرمایہ کے دوران خالص آمدنی 34.3 فیصد اضافے کے ساتھ 22.19 ارب روپے تک پہنچ گئی، جبکہ گزشتہ مالی سال کی پہلی سرمایہ میں 16.53 ارب روپے تھی۔ دونوں منڈیوں میں وسیع بنیادوں پر اضافہ دیکھنے میں آیا۔ کھتی مجموعی فروخت میں 31.9 فیصد اضافہ ہوا، جس کی بنیادی وجوہات متبادل ٹائزوں کی مطلوبہ اور سرمایہ کے دوران کھتی ٹرک اور سروس کی فروخت میں سال پر سال 46 فیصد اضافہ تھیں۔ برآمدی فروخت 39.4 فیصد اضافے کے ساتھ 5.42 ارب روپے تک پہنچ گئی۔ مجموعی فروخت میں برآمدات کا حصہ 24.4 فیصد رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ 23.5 فیصد تھا۔ یہ پیش رفت کھتی کے بڑھتے ہوئے منڈی حصے اور صارفین وغیرہ کی منڈیوں میں تنوع کی عکاسی کرتی ہے۔

مجموعی منافع اور منافع کی شرح

مجموعی منافع 26.5 فیصد اضافے کے ساتھ 4.72 ارب روپے تک پہنچ گیا، جبکہ گزشتہ سال کی اسی مدت میں یہ 3.73 ارب روپے تھا۔ مجموعی منافع کی شرح ختم شدہ مدت کے 22.6 فیصد سے کم ہو کر 21.3 فیصد رہی، جس کی بنیادی وجوہات خام

**UNCONSOLIDATED CONDENSED
INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED
SEPTEMBER 30, 2026**



SERVICE LONG MARCH TYRES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2026

		(Unaudited) September 30, 2026	(Audited) June 30, 2026
	Note	(Rupees in thousands)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	40,300,609	38,374,205
Long term investment - Subsidiary		77,500	77,500
Deferred Tax Asset		2,215,784	2,022,003
Long term security deposit		7,748	7,748
		<u>42,601,641</u>	<u>40,481,456</u>
CURRENT ASSETS			
Stock in trade		16,207,586	16,061,549
Stores and spares		585,566	796,577
Trade debts - considered good		9,592,517	7,752,620
Advances, prepayments and deposits		352,945	223,917
Taxation- payment less provision		-	10,284
Accrued interest		186,020	87,589
Other receivables		2,790,151	1,258,314
Short-term investments	6	6,886,910	-
Cash and bank balances		1,819,151	11,400,997
		<u>38,420,846</u>	<u>37,591,847</u>
TOTAL ASSETS		<u>81,022,487</u>	<u>78,073,303</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
8,050,000,000 (30 June 2026: 8,050,000,000)			
ordinary shares of Rs. 2 each		16,100,000	16,100,000
Share capital - Issued, subscribed and paid-up share capital		15,589,521	15,589,521
Capital reserve			
Share premium		6,995,878	6,995,878
Employee share option reserve		33,576	29,715
Share deposit money		18,102	18,102
Revenue reserve			
Accumulated profit		20,324,502	23,099,695
TOTAL SHAREHOLDERS' EQUITY		<u>42,961,579</u>	<u>45,732,911</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred income - Government grant		475,213	526,423
Long term financing		8,706,249	7,863,218
		<u>9,181,462</u>	<u>8,389,641</u>
CURRENT LIABILITIES			
Trade and other payables		5,989,088	8,954,457
Contract liabilities	7	849,957	1,835,667
Accrued mark-up		267,921	174,890
Taxation- payment less provision		68,428	-
Unclaimed dividend		3,881	-
Short term financing	8	19,873,873	11,346,964
Current portion of non-current liabilities		1,826,298	1,638,773
		<u>28,879,446</u>	<u>23,950,751</u>
TOTAL LIABILITIES		<u>38,060,908</u>	<u>32,340,392</u>
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		<u>81,022,487</u>	<u>78,073,303</u>

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

SERVICE LONG MARCH TYRES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2026

		Quarter Ended	
		September 30, 2026	September 30, 2025
	Note	(Rupees in thousands)	
Revenue from contracts with customers	10	22,194,907	16,527,956
Cost of sales	11	(17,475,517)	(12,797,064)
Gross profit		4,719,390	3,730,892
Distribution cost		(635,693)	(357,822)
Administrative expenses		(331,392)	(211,494)
Operating profit		3,752,305	3,161,576
Other expenses		(171,474)	(181,909)
Finance cost and other charges		(263,838)	(164,504)
Other income		289,575	28,263
Profit before taxation		3,606,568	2,843,426
Taxation		87,890	157,821
Profit after taxation		3,694,458	3,001,247
----- Rupees -----			
Earnings per share - basic & diluted	12		
Basic earnings per share		0.474	0.414
Diluted earnings per share		0.473	0.413

There is no other comprehensive income for the period.

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SERVICE LONG MARCH TYRES LIMITED

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2026 - UNAUDITED**

	Share Capital	Share Premium	Capital Reserve		Revenue Reserve	Total Equity
			Share deposit money	Employee share option reserve	Accumulated Profit	
	(Rupees in thousands)					
Balance as at July 01, 2025 - Audited	14,329,545	-	18,102	283,376	12,570,718	27,201,741
Transactions with shareholders:						
Employee share option scheme	-	-	-	28,379	-	28,379
Ordinary shares issued against Employee Share Option Scheme	480,500	294,104	-	(294,104)	-	480,500
	480,500	294,104	-	(265,725)	-	508,879
Comprehensive income for the quarter ended September 30, 2025						
Profit for the quarter ended September 30, 2025	-	-	-	-	3,001,247	3,001,247
Other comprehensive income for the quarter ended September 30, 2025	-	-	-	-	-	-
Total comprehensive income for the quarter ended September 30, 2025	-	-	-	-	3,001,247	3,001,247
Balance as at September 30, 2025 - Unaudited	14,810,045	294,104	18,102	17,651	15,571,965	30,711,867
Balance as at July 1, 2026 - Audited	15,589,521	6,995,878	18,102	29,715	23,099,695	45,732,911
Transactions with shareholders:						
Employee share option scheme	-	-	-	3,861	-	3,861
Final cash dividend for the year ended June 30, 2026 @ Rs. 0.83 per share	-	-	-	-	(6,469,651)	(6,469,651)
	-	-	-	3,861	(6,469,651)	(6,465,790)
Comprehensive income for the quarter ended September 30, 2026						
Profit for the quarter ended September 30, 2026	-	-	-	-	3,694,458	3,694,458
Other comprehensive income for the quarter ended September 30, 2026	-	-	-	-	-	-
Total comprehensive income for the quarter ended September 30, 2026	-	-	-	-	3,694,458	3,694,458
Balance as at September 30, 2026 - Unaudited	15,589,521	6,995,878	18,102	33,576	20,324,502	42,961,579

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SERVICE LONG MARCH TYRES LIMITED

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Note	September 30, 2026 (Rupees in thousands)	September 30, 2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	13	(3,272,047)	(816,297)
Finance cost paid		(170,807)	(239,836)
Tax paid		(27,179)	(10,989)
Net cash used in operating activities		(3,470,033)	(1,067,122)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on fixed assets		(2,467,745)	(357,877)
Proceeds from sale of operating fixed assets		14,596	4,100
Investment in subsidiary		-	(77,500)
Encashment from Term Deposit Receipts		1,123,500	2,500,000
Investment in mutual funds		(6,886,910)	-
Long term loan and receivables		-	(28,230)
Return on deposits / other financial assets		187,761	49,945
Net cash (used in) / generated from investing activities		(8,028,798)	2,090,438
CASH FLOWS FROM FINANCING ACTIVITIES			
Shares issued against Employee share option scheme		-	480,500
Short term financing obtained - net		3,746,479	912,525
Dividend paid		(6,465,770)	-
Long term financing obtained / (repaid) - net		979,346	(3,203,510)
Net cash used in financing activities		(1,739,945)	(1,810,485)
Net decrease in cash and cash equivalents		(13,238,776)	(787,169)
Cash and cash equivalents at the beginning of the period		10,277,497	1,012,054
Cash and cash equivalents at the end of the period	14	(2,961,279)	224,885

The annexed notes from 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

1. THE COMPANY AND ITS OPERATIONS

- 1.1** Service Long March Tyres Limited ("the Company") is a listed company on the Pakistan Stock Exchange Limited (PSX). The Company was originally incorporated as a private limited company on January 7, 2020 in Pakistan under the Companies Act, 2017, and was converted into a public limited company on January 6, 2026. The Company was listed on the Pakistan Stock Exchange Limited on June 15, 2026. The principal activities of the Company are to carry on the business of manufacturing, sale, marketing, import and export of all steel radial truck, bus, light truck and off the road tyres. The Company is a subsidiary of Service Industries Limited (SIL). SIL entered into a Joint Venture Agreement with Chaoyang Long March Tyre Co. Ltd., a Chinese Company and Mr. Shabir Ahmad of Myco Corporation, Pakistan for setting up this Company - a Joint Venture Company in Pakistan for the manufacturing and sale of Truck and Bus radial category of all steel tyres on November 18, 2019. The Company started its commercial operations on March 10, 2022.

On June 27, 2024, the Company established a wholly owned subsidiary, SLM International Tyres Trading FZE, in the Jebel Ali Free Zone. These unconsolidated condensed interim financial statements are separate financial statements of the Company in which investments in subsidiaries have been accounted for at cost less accumulated impairment losses, if any.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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 the following:

- 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 represent the condensed interim financial statements of the Company on a standalone basis. The consolidated condensed interim financial statements of the Company and its wholly owned subsidiary i.e. SLM International Tyres Trading FZE are presented separately. These unconsolidated condensed interim financial statements do not include all the information required for full financial statements and should be read in conjunction with the unconsolidated annual audited financial statements for the year ended June 30, 2026.

2.3 Functional and presentation currency

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

3. MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the unconsolidated annual financial statements of the Company for the year ended June 30, 2026.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

- 4.1** The preparation of these unconsolidated condensed interim financial statements in conformity with the accounting and reporting standards applicable in Pakistan requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.
- 4.2** The significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the unconsolidated annual financial statements as at year ended June 30, 2026.
- 4.3** The Company's financial risk management objectives and policies are consistent with those disclosed in the unconsolidated annual financial statements as at June 30, 2026.

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

		(Unaudited) September 30, 2026	(Audited) June 30, 2026
5. PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	5.1	37,753,471	37,196,207
Capital work-in-progress	5.2	2,547,138	1,177,998
		<u>40,300,609</u>	<u>38,374,205</u>
5.1 Operating fixed assets			
Opening net book value		37,196,207	25,195,233
Add: Cost of additions during the period / year	5.1.1	1,098,604	13,692,556
Less: Book value of disposals during the period / year	5.1.2	(17,607)	(25,318)
Less: Depreciation charged during the period / year		(523,733)	(1,666,264)
		<u>37,753,471</u>	<u>37,196,207</u>
5.1.1 Additions to operating assets during the period / year were as follows:			
Leasehold Land		-	446,625
Buildings on leasehold land		-	1,452,969
Plant and machinery		949,623	11,448,559
Furniture, fixture and fittings		3,882	45,631
Service Equipment		17,272	89,008
Vehicles		127,827	209,764
		<u>1,098,604</u>	<u>13,692,556</u>
5.1.2 Book value of disposals during the period / year			
Cost of disposals			
Service Equipment		-	752
Vehicles		29,540	45,370
		<u>29,540</u>	<u>46,122</u>
Less: Accumulated depreciation		(11,933)	(20,804)
Book value of disposals during the period / year		<u>17,607</u>	<u>25,318</u>
5.2 Capital work-in-progress			
Vehicles		-	4,131
Advances to Vendors		1,041,800	164,629
Buildings on leasehold lands		497,179	56,339
Plant and machinery		1,008,159	952,899
		<u>2,547,138</u>	<u>1,177,998</u>

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	(Unaudited) September 30, 2026	(Audited) June 30, 2026
6. SHORT-TERM INVESTMENTS		
At fair value through profit or loss		
- Investments in units of mutual funds	6,886,910	-
	<u>6,886,910</u>	<u>-</u>
7. CONTRACT LIABILITIES		
7.1 This include advance amounting to Rs. 673.43 million (June 30, 2026: Rs. 1,607.78 million) from Myco Corporation in the ordinary course of business.		
8. SHORT TERM FINANCING		
Short term running finance	4,780,430	-
Export finance scheme	2,416,229	2,968,987
Export refinance facility	7,342,200	5,498,200
FE-25 loan against exports	4,585,014	2,879,777
Money market	750,000	-
	<u>19,873,873</u>	<u>11,346,964</u>
9. CONTINGENCIES AND COMMITMENTS		
9.1 Contingencies		
There is no change in the status of the contingencies as disclosed in note 25 to the unconsolidated annual audited financial statements for the year ended June 30, 2026, except as mentioned below:		
9.1.1 As disclosed in Note 25.1.1 to the unconsolidated annual audited financial statements, the Company had filed a constitutional petition before the Honorable High Court of Sindh against the denial of exemption from custom duties and sales tax on the import of prefabricated buildings. During the current period, the Honorable High Court of Sindh, vide its order dated September 16, 2026, decided the matter in favor of the Company.		
9.2 Commitments		
9.2.1 The facilities for opening letters of credit from banks as at September 30, 2026 amounted to Rs. 14,450 million (June 30, 2026: Rs. 14,450 million) of which unutilized balance at period end amounted to Rs. 13,828 million (June 30, 2026: Rs.14,086 million).		
9.2.2 Capital expenditure commitments outstanding as at September 30, 2026 amounted to Rs. 2,820 million (June 30, 2026: Rs.2,148 million).		
9.3 Guarantees		
9.3.1 Guarantees are given by the banks of the Company to the Sui Southern Gas Company Limited amounting to Rs. 424.53 million (June 30, 2026: Rs. 424.53 million) against gas connection.		
9.3.2 Guarantees are given by the banks of the Company to the DGP Army, National Logistics Cell, Controller of Military Accounts and Pakistan State Oil Company Limited amounting to Rs. 21.01 million, Rs. 149.37 million, Rs. 135.35 million and Rs. 13 million (June 30, 2026: Rs. 21.01 million, Rs. 105.08 million, Rs. 135.35 million and Rs. 13 million) respectively.		
9.3.3 Guarantees are given by the banks of the Company to the Director Excise and Taxation, and Collector of Customs Karachi amounting to Rs. 1,355 million and Rs. 368.69 million (June 30, 2026: Rs.1,055 million and Rs. 368.69 million).		

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	(Unaudited)	
	September 30, 2026	September 30, 2025
	(Rupees in thousands)	
10. REVENUE FROM CONTRACTS WITH CUSTOMERS		
Sale of goods less returns:		
Export	5,424,693	3,890,133
Local	20,447,151	15,504,284
	<u>25,871,844</u>	<u>19,394,417</u>
Custom duty drawback	192,914	89,589
Sales tax	(3,147,381)	(2,355,014)
Trade discounts	(722,470)	(601,036)
	<u>(3,676,937)</u>	<u>(2,866,461)</u>
	<u>22,194,907</u>	<u>16,527,956</u>
11. COST OF SALES		
Raw & packing materials consumed	16,590,205	11,320,702
Manufacturing overheads		
Fuel and power	800,118	590,657
Salaries, wages and other benefits	474,439	382,520
Depreciation	521,812	411,234
Repair and maintenance	122,464	117,847
Travelling	67,154	47,855
Insurance	45,221	28,431
Freight and insurance	23,015	4,638
Vehicles running expenses	22,964	9,492
Safety & security	3,653	3,014
Communication	3,109	852
Rent, rates & taxes	19,672	4,162
	<u>2,103,621</u>	<u>1,600,702</u>
	<u>18,693,826</u>	<u>12,921,404</u>
Work-in-process		
Opening stock	894,783	701,458
Less: closing stock WIP	(1,074,681)	(747,739)
Cost of goods manufactured	<u>18,513,928</u>	<u>12,875,123</u>
Finished goods		
Opening stock	1,428,141	2,660,195
Less: closing stock FG	(2,466,552)	(2,738,254)
	<u>(1,038,411)</u>	<u>(78,059)</u>
	<u>17,475,517</u>	<u>12,797,064</u>

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

		(Unaudited)	
12.	EARNINGS PER SHARE - BASIC AND DILUTED	September 30, 2026	September 30, 2025
	Note	(Rupees in thousands)	
Basic earnings per share			
Profit after taxation attributable to ordinary shareholders (Rupees in thousands)		3,694,458	3,001,247
Weighted average number of ordinary shares outstanding during the period (Number in thousands)		7,794,761	7,245,727
Earnings per share - basic (Rs.)		0.474	0.414
Diluted earnings per share			
Profit after taxation attributable to ordinary shareholders (Rupees in thousands)		3,694,458	3,001,247
Weighted average number of ordinary shares outstanding during the period (Number in thousands)		7,813,988	7,264,953
Earnings per share - Diluted (Rs.)		0.473	0.413
13. CASH GENERATED FROM OPERATIONS			
Profit before taxation		3,606,568	2,843,426
Adjustment for non-cash charges and other items:			
Return on deposits / other financial assets		(286,192)	(19,326)
Finance cost and other charges		263,838	164,504
Exchange (gain) / loss		(56,161)	14,267
Loss / (gain) on disposal of fixed assets		3,012	(2,297)
Employee share option expense		3,861	28,379
Depreciation		523,733	411,234
Working capital changes	13.1	(7,330,706)	(4,256,484)
		(6,878,615)	(3,659,723)
		(3,272,047)	(816,297)

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	(Unaudited)	
	September	September
	30, 2026	30, 2025
	(Rupees in thousands)	
13.1 Working capital changes (Increase) / Decrease in current assets:		
Stock in trade	(146,037)	(1,227,697)
Stores and spares	211,011	(70,594)
Trade debts	(1,783,736)	(835,891)
Advances, prepayments and deposits	(129,028)	(469,112)
Other receivables	(1,531,837)	(395,846)
Increase / (Decrease) in current liabilities:		
Contract liabilities	(985,710)	57,607
Trade and other payables	(2,965,369)	(1,314,951)
	<u>(7,330,706)</u>	<u>(4,256,484)</u>
14. CASH AND CASH EQUIVALENTS		
Cash and bank balances	1,819,151	1,164,215
Term deposit receipts	-	(939,330)
Running finance under mark-up arrangements from banks	(4,780,430)	-
	<u>(2,961,279)</u>	<u>224,885</u>

15. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the Holding Company, associated undertakings, joint venturer, directors of the Company, key management personnel and staff retirement funds. Contributions to defined contribution plan (provident fund) are made as per the terms of employment. Remuneration of key management personnel are in accordance with their terms of employment. Other transactions are at agreed terms.

	(Unaudited)	
	September	September
	30, 2026	30, 2025
	(Rupees in thousands)	
Service Industries Limited - Holding Company		
Cost charged by the Group company	30,500	18,000
Guarantee commission paid	-	9,000
Purchase of goods	2,003	-
Transfer of fixed assets	-	6,544
Dividend paid	1,313,640	-
Reimbursement of expenses	2,534	1,906
Chaoyang Long March Tyre Co. Ltd - Associated Company		
Dividend paid	2,616,575	-
Purchase of goods	322,870	374,158
Service Global Footwear Limited - Associated Company		
Dividend paid	1,124,533	-

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	(Unaudited)	
	September 30, 2026	September 30, 2025
	(Rupees in thousands)	
Mr. Shabir Ahmad of Myco Corporation - Joint Venturer		
Sale of goods	1,332,813	174,050
Trade discounts	35,262	6,794
Dividend paid	313,108	-
Service Tyres (Private) Limited - Associated Company		
Purchase of goods	649,799	66,862
Dividend paid	594,676	-
Sale of Goods	427	-
Servis Foundation - Associated Entity		
Donation	22,500	-
Servis Charitable Trust - Associated Entity		
Donation	1,060	-
Service Long March Tyres - Staff Provident Funds		
Contribution paid	57,588	38,977
Key Management Personnel		
Remuneration	65,405	34,329
Staff retirement benefit plan	2,739	2,267
Share option scheme	2,767	24,045
Dividend Paid	173,055	-
Non-executive directors		
Directors' fee	2,800	-

16. UTILIZATION OF PROCEEDS FROM INITIAL PUBLIC OFFERING (IPO)

The detailed breakup of the utilization of IPO proceeds from the date of receipt up to September 30, 2026, is presented below:

		September 30, 2026
	Note	(Rupees in thousands)
Gross proceeds from IPO:		7,775,274
Realised return on investment / TDRs		173,520
Withholding tax deducted		(61,884)
Net IPO proceeds		<u>7,886,910</u>
Utilization:		
Less: Civil expenditures paid		(822,979)
Un-utilized IPO Proceeds as at 30 September 2026	16.1	<u>7,063,931</u>
16.1 Un-utilized IPO proceeds invested in		
Mutual funds		6,886,910
Saving account		177,021
		<u>7,063,931</u>

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

17. MEASUREMENT OF FAIR VALUES

17.1 Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Company classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

	Level 1	Level 2	Level 3	Total
	(Rupees in thousands)			
As at September 30, 2026 (Unaudited)				
Financial assets at fair value through profit and loss	<u>6,886,910</u>	<u>-</u>	<u>-</u>	<u>6,886,910</u>

As at June 30, 2026 (Audited)

Financial assets at fair value through profit and loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
--	----------	----------	----------	----------

Represents investment in units of mutual funds that are measured at fair value using the fund's respective net asset value.

17.2 Valuation techniques used to determine fair values

There were no transfers between the levels of hierarchy during the period. Further, there were no changes in the valuation techniques during the period.

17.3 Fair value of financial assets and liabilities

The carrying value of all other financial assets and liabilities reflected in these unconsolidated condensed interim financial statements approximate their fair values.

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 has been compared with the balances of unconsolidated annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

19. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on 23rd October 2026 by the Board of Directors of the Company.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

**CONSOLIDATED CONDENSED
INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED
SEPTEMBER 30, 2026**



SERVICE LONG MARCH TYRES LIMITED

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2026

ASSETS		Note	(Unaudited) September 30, 2026	(Audited) June 30, 2026
(Rupees in thousands)				
NON-CURRENT ASSETS				
Property, plant and equipment	5		40,300,609	38,374,205
Deferred Tax Asset			2,215,784	2,022,003
Long term security deposit			7,748	7,748
			<u>42,524,141</u>	<u>40,403,956</u>
CURRENT ASSETS				
Stock in trade			16,207,586	16,061,549
Stores and spares			585,566	796,577
Trade debts - considered good			9,592,517	7,752,620
Advances, prepayments and deposits			359,489	227,767
Taxation- payment less provision			-	10,284
Accrued interest			186,020	87,589
Other receivables			2,782,051	1,250,215
Short-term investments	6		6,886,910	-
Cash and bank balances			1,866,367	11,451,638
			<u>38,466,506</u>	<u>37,638,239</u>
			<u>80,990,647</u>	<u>78,042,195</u>
TOTAL ASSETS				
EQUITY AND LIABILITIES				
SHARE CAPITAL AND RESERVES				
Authorized share capital				
8,050,000,000 (30 June 2026: 8,050,000,000) ordinary shares of Rs. 2 each			16,100,000	16,100,000
Share capital - Issued, subscribed and paid-up share capital			<u>15,589,521</u>	<u>15,589,521</u>
Capital reserve				
Share premium			6,995,878	6,995,878
Employee share option reserve			33,576	29,715
Share deposit money			18,102	18,102
Exchange translation reserve			(1,481)	(1,004)
Revenue reserve				
Accumulated profit			20,293,736	23,069,178
			<u>42,929,332</u>	<u>45,701,390</u>
TOTAL SHAREHOLDERS' EQUITY				
LIABILITIES				
NON-CURRENT LIABILITIES				
Deferred income - Government grant			475,213	526,423
Long term financing			8,706,249	7,863,218
			<u>9,181,462</u>	<u>8,389,641</u>
CURRENT LIABILITIES				
Trade and other payables			5,989,495	8,954,870
Contract liabilities	7		849,957	1,835,667
Accrued mark-up			267,921	174,890
Taxation- payment less provision			68,428	-
Unclaimed dividend			3,881	-
Short term financing	8		19,873,873	11,346,964
Current portion of non-current liabilities			1,826,298	1,638,773
			<u>28,879,853</u>	<u>23,951,164</u>
			<u>38,061,315</u>	<u>32,340,805</u>
TOTAL LIABILITIES				
CONTINGENCIES AND COMMITMENTS				
	9			
TOTAL EQUITY AND LIABILITIES			<u>80,990,647</u>	<u>78,042,195</u>

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

SERVICE LONG MARCH TYRES LIMITED

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026**

		September 30, 2026	September 30, 2025
	Note	(Rupees in thousands)	
Revenue from contracts with customers	10	22,194,907	16,527,956
Cost of sales	11	(17,475,517)	(12,797,064)
Gross profit		4,719,390	3,730,892
Distribution cost		(635,693)	(357,822)
Administrative expenses		(331,641)	(211,494)
Operating profit		3,752,056	3,161,576
Other expenses		(171,474)	(181,909)
Finance cost and other charges		(263,838)	(164,504)
Other income		289,575	28,263
Profit before taxation		3,606,319	2,843,426
Taxation		87,890	157,821
Profit after taxation		3,694,209	3,001,247
Other comprehensive loss			
Foreign currency translation loss		(477)	-
Total comprehensive income for the period		3,693,732	3,001,247
----- Rupees -----			
Earnings per share - basic & diluted	12		
Basic earnings per share		0.474	0.414
Diluted earnings per share		0.473	0.413

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SERVICE LONG MARCH TYRES LIMITED

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2026**

	Share Capital	Share Premium	Capital Reserve			Revenue Reserve	Total Equity
			Share deposit money	Exchange translation reserve	Employee share option reserve	Accumulated Profit	
						(Rupees in thousands)	
Balance as at July 01, 2025 - Audited	14,329,545	-	18,102	-	283,376	12,570,718	27,201,741
Transactions with shareholders:							
Employee share option scheme	-	-	-	-	28,379	-	28,379
Ordinary shares issued against							
Employee Share Option Scheme	480,500	294,104			(294,104)	-	480,500
	480,500	294,104	-	-	(265,725)	-	508,879
Comprehensive income for the quarter ended September 30, 2025							
Profit for the quarter ended September 30, 2025	-	-	-	-	-	3,001,247	3,001,247
Other comprehensive income for the quarter ended September 30, 2025	-	-	-	-	-	-	-
Total comprehensive income for the quarter ended September 30, 2025	-	-	-	-		3,001,247	3,001,247
Balance as at September 30, 2025 - Unaudited	14,810,045	294,104	18,102	-	17,651	15,571,965	30,711,867
Balance as at July 1, 2026 - Audited	15,589,521	6,995,878	18,102	(1,004)	29,715	23,069,178	45,701,390
Employee share option scheme	-	-	-	-	3,861	-	3,861
Final cash dividend for the year ended June 30, 2026 @ Rs. 0.83 per share	-	-	-	-	-	(6,469,651)	(6,469,651)
	-	-	-	-	3,861	(6,469,651)	(6,465,790)
Comprehensive income for the quarter ended September 30, 2026							
Profit for the quarter ended September 30, 2026	-	-	-	-	-	3,694,209	3,694,209
Other comprehensive income for the quarter ended September 30, 2026	-	-	-	(477)	-	-	(477)
Total comprehensive income for the quarter ended September 30, 2026	-	-	-	(477)	-	3,694,209	3,693,732
Balance as at September 30, 2026 - Unaudited	15,589,521	6,995,878	18,102	(1,481)	33,576	20,293,736	42,929,332

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SERVICE LONG MARCH TYRES LIMITED

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	Note	September 30, 2026 (Rupees in thousands)	September 30, 2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	13	(3,274,995)	(816,297)
Finance cost paid		(170,807)	(239,836)
Tax paid		(27,179)	(10,989)
Net cash used in operating activities		(3,472,981)	(1,067,122)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on fixed assets		(2,467,745)	(357,877)
Proceeds from sale of operating fixed assets		14,596	4,100
Encashment from Term Deposit Receipts		1,123,500	2,500,000
Investment in mutual funds		(6,886,910)	-
Long term loan and receivables		-	(28,230)
Return on deposits / other financial assets		187,761	49,945
Net cash (used in) / from investing activities		(8,028,798)	2,167,938
CASH FLOWS FROM FINANCING ACTIVITIES			
Shares issued against Employee share option scheme		-	480,500
Short term financing obtained - net		3,746,479	912,525
Dividend paid		(6,465,770)	-
Long term financing obtained / (repaid) - net		979,346	(3,203,510)
Net cash used in financing activities		(1,739,945)	(1,810,485)
Net decrease in cash and cash equivalents		(13,241,724)	(709,669)
Cash and cash equivalents at the beginning of the period		10,328,138	1,012,054
Effects of exchange rate changes in cash and cash equivalents		(477)	-
Cash and cash equivalents at the end of the period	14	(2,914,063)	302,385

The annexed notes from 1 to 19 form an integral part of these consolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

1. THE GROUP AND ITS OPERATIONS

1.1 Service Long March Tyres Limited ("Holding Company") is a listed company on the Pakistan Stock Exchange Limited (PSX). The Holding Company was originally incorporated as a private limited company on January 7, 2020 in Pakistan under the Companies Act, 2017, and was converted into a public limited company on January 6, 2026. The Holding Company was listed on the Pakistan Stock Exchange Limited on June 15, 2026. The principal activities of the Holding Company are to carry on the business of manufacturing, sale, marketing, import and export of all steel radial truck, bus, light truck and off the road tyres. The Holding Company is a subsidiary of Service Industries Limited ("Ultimate Holding Company"). SIL entered into a Joint Venture Agreement with Chaoyang Long March Tyre Co. Ltd., a Chinese Company and Mr. Shabir Ahmad of Myco Corporation, Pakistan for setting up this Holding Company - a Joint Venture Company in Pakistan for the manufacturing and sale of Truck and Bus radial category of all steel tyres on November 18, 2019. The Holding Company started its commercial operations on March 10, 2022.

1.2 The 'Group' consists of:

Holding Company: Service Long March Tyres Limited

Subsidiary Company: SLM International Tyres Trading FZE, which is a wholly owned subsidiary of the Holding Company.

1.2.1 SLM International Tyres Trading FZE ("Subsidiary Company"), incorporated on June 27, 2024, is registered as a Free Zone Establishment with limited liability in Jebel Ali Free Zone with License No. 98845966 under Jebel Ali Free Zone Regulation. The registered office address of the Subsidiary Company is Premises No: FZJOA1001 Jebel Ali Free Zone, Dubai, United Arab Emirates.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These consolidated 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 the following:

- 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 consolidated condensed interim financial statements do not include all the information required for full financial statements and should be read in conjunction with the consolidated annual audited financial statements for the year ended June 30, 2026.

2.3 Functional and presentation currency

These consolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Group's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

3. MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the consolidated annual financial statements for the year ended June 30, 2026.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of these consolidated condensed interim financial statements in conformity with the accounting and reporting standards applicable in Pakistan requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

4.2 The significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated annual financial statements as at year ended June 30, 2026.

4.3 The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated annual financial statements as at June 30, 2026.

		(Unaudited) September 30, 2026	(Audited) June 30, 2026
		(Rupees in thousands)	
5. PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	5.1	37,753,471	37,196,207
Capital work-in-progress	5.2	2,547,138	1,177,998
		<u>40,300,609</u>	<u>38,374,205</u>

5.1 Operating fixed assets

Opening net book value		37,196,207	25,195,233
Add: Cost of additions during the period / year	5.1.1	1,098,604	13,692,556
Less: Book value of disposals during the period / year	5.1.2	(17,607)	(25,318)
Less: Depreciation charged during the period / year		<u>(523,733)</u>	<u>(1,666,264)</u>
		<u>37,753,471</u>	<u>37,196,207</u>

5.1.1 Additions to operating assets during the period / year were as follows:

Leasehold Land	-	446,625
Buildings on leasehold land	-	1,452,969
Plant and machinery	949,623	11,448,559
Furniture, fixture and fittings	3,882	45,631
Service Equipment	17,272	89,008
Vehicles	127,827	209,764
	<u>1,098,604</u>	<u>13,692,556</u>

5.1.2 Book value of disposals during the period / year

Cost of disposals		
Service Equipment	-	752
Vehicles	29,540	45,370
	29,540	46,122
Less: Accumulated depreciation	(11,933)	(20,804)
Book value of disposals during the period / year	<u>17,607</u>	<u>25,318</u>

5.2 Capital work-in-progress

Vehicles	-	4,131
Advances to Vendors	1,041,800	164,629
Buildings on leasehold lands	497,179	56,339
Plant and machinery	1,008,159	952,899
	<u>2,547,138</u>	<u>1,177,998</u>

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	(Unaudited) September 30, 2026 (Rupees in thousands)	(Audited) June 30, 2026
6. SHORT-TERM INVESTMENTS		
At fair value through profit or loss		
- Investments in units of mutual funds	6,886,910	-
	<u>6,886,910</u>	<u>-</u>
7. CONTRACT LIABILITIES		
7.1 This include advance amounting to Rs. 673.43 million (June 30, 2026: Rs. 1,607.78 million) from Myco Corporation in the ordinary course of business.		
8. SHORT TERM FINANCING		
Short term running finance	4,780,430	-
Export finance scheme	2,416,229	2,968,987
Export refinance facility	7,342,200	5,498,200
FE-25 loan against exports	4,585,014	2,879,777
Money market	750,000	-
	<u>19,873,873</u>	<u>11,346,964</u>
9. CONTINGENCIES AND COMMITMENTS		
9.1 Contingencies		
There is no change in the status of the contingencies as disclosed in note 24 to the consolidated annual audited financial statements for the year ended June 30, 2026, except as mentioned below:		
9.1.1 As disclosed in Note 24.1.1 to the consolidated annual audited financial statements, the Holding Company had filed a constitutional petition before the Honourable High Court of Sindh against the denial of exemption from custom duties and sales tax on the import of prefabricated buildings. During the current period, the Honourable High Court of Sindh, vide its order dated September 16, 2026, decided the matter in favour of the Holding Company.		
9.2 Commitments		
9.2.1 The facilities for opening letters of credit from banks as at September 30, 2026 amounted to Rs. 14,450 million (June 30, 2026: Rs. 14,450 million) of which unutilised balance at period end amounted to Rs. 13,828 million (June 30, 2026: Rs.14,086 million).		
9.2.2 Capital expenditure commitments outstanding as at September 30, 2026 amounted to Rs. 2,820 million (June 30, 2026: Rs.2,148 million).		
9.3 Guarantees		
9.3.1 Guarantees are given by the banks of the Holding Company to the Sui Southern Gas Company Limited amounting to Rs. 424.53 million (June 30, 2026: Rs. 424.53 million) against gas connection.		
9.3.2 Guarantees are given by the banks of the Holding Company to the DGP Army, National Logistics Cell, Controller of Military Accounts and Pakistan State Oil Company Limited amounting to Rs. 21.01 million, Rs. 149.37 million, Rs. 135.35 million and Rs. 13 million (June 30, 2026: Rs. 21.01 million, Rs. 105.08 million, Rs. 135.35 million and Rs. 13 million) respectively.		
9.3.3 Guarantees are given by the banks of the Holding Company to the Director Excise and Taxation, and Collector of Customs Karachi amounting to Rs. 1,355 million and Rs. 368.69 million (June 30, 2026: Rs.1,055 million and Rs. 368.69 million).		

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

		(Unaudited)	
		September 30, 2026	September 30, 2025
		Quarter Ended	
		(Rupees in thousands)	
10. REVENUE FROM CONTRACTS WITH CUSTOMERS			
Sale of goods less returns:			
Export	5,424,693	3,890,133	
Local	20,447,151	15,504,284	
	<u>25,871,844</u>	<u>19,394,417</u>	
Custom duty drawback	192,914	89,589	
Sales tax	(3,147,381)	(2,355,014)	
Trade discounts	(722,470)	(601,036)	
	<u>(3,676,937)</u>	<u>(2,866,461)</u>	
	<u>22,194,907</u>	<u>16,527,956</u>	
11. COST OF SALES			
Raw & packing materials consumed	16,590,205	11,320,702	
Manufacturing overheads			
Fuel and power	800,118	590,657	
Salaries, wages and other benefits	474,439	382,520	
Depreciation	521,812	411,234	
Repair and maintenance	122,464	117,847	
Travelling	67,154	47,855	
Insurance	45,221	28,431	
Freight and insurance	23,015	4,638	
Vehicles running expenses	22,964	9,492	
Safety & security	3,653	3,014	
Communication	3,109	852	
Rent, rates & taxes	19,672	4,162	
	<u>2,103,621</u>	<u>1,600,702</u>	
	<u>18,693,826</u>	<u>12,921,404</u>	
Work-in-process			
Opening stock	894,783	701,458	
Less: closing stock WIP	(1,074,681)	(747,739)	
Cost of goods manufactured	<u>18,513,928</u>	<u>12,875,123</u>	
Finished goods			
Opening stock	1,428,141	2,660,195	
Less: closing stock FG	(2,466,552)	(2,738,254)	
	<u>(1,038,411)</u>	<u>(78,059)</u>	
	<u>17,475,517</u>	<u>12,797,064</u>	

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

		(Unaudited)	
		September	September
		30, 2026	30, 2025
		Quarter Ended	
		(Rupees in thousands)	
12. EARNINGS PER SHARE - BASIC AND DILUTED	Note		
Basic earnings per share			
Profit after taxation attributable to ordinary shareholders (Rupees in thousands)		3,694,209	3,001,247
Weighted average number of ordinary shares outstanding during the period (Number in thousands)		7,794,761	7,245,727
Earnings per share - basic (Rs.)		0.474	0.414
Diluted earnings per share			
Profit after taxation attributable to ordinary shareholders (Rupees in thousands)		3,694,209	3,001,247
Weighted average number of ordinary shares outstanding during the period (Number in thousands)		7,813,988	7,264,953
Earnings per share - Diluted (Rs.)		0.473	0.413
13. CASH GENERATED FROM OPERATIONS			
Profit before taxation		3,606,319	2,843,426
Adjustment for non-cash charges and other items:			
Return on deposits / other financial assets		(286,192)	(19,326)
Finance cost and other charges		263,838	164,504
Exchange (gain) / loss		(56,161)	14,267
Loss / (gain) on disposal of fixed assets		3,012	(2,297)
Employee share option expense		3,861	28,379
Depreciation		523,733	411,234
Working capital changes	13.1	(7,333,405)	(4,256,484)
		(6,881,314)	(3,659,723)
		(3,274,995)	(816,297)

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	(Unaudited)	
	September	September
	30, 2026	30, 2025
	Quarter Ended	
	(Rupees in thousands)	
13.1 Working capital changes		
(Increase) / Decrease in current assets:		
Stock in trade	(146,037)	(1,227,697)
Stores and spares	211,011	(70,594)
Trade debts	(1,783,736)	(835,891)
Advances, prepayments and deposits	(131,722)	(469,112)
Other receivables	(1,531,836)	(395,846)
Increase / (Decrease) in current liabilities:		
Contract liabilities	(985,710)	57,607
Trade and other payables	(2,965,375)	(1,314,951)
	<u>(7,333,405)</u>	<u>(4,256,484)</u>

14. CASH AND CASH EQUIVALENTS

Cash and bank balances	1,866,367	1,241,715
Term deposit receipts	-	(939,330)
Running finance under mark-up arrangements from banks	(4,780,430)	-
	<u>(2,914,063)</u>	<u>302,385</u>

15. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise the Ultimate Holding Company, associated undertakings, joint venturer, directors of the Company, key management personnel and staff retirement funds. Contributions to defined contribution plan (provident fund) are made as per the terms of employment. Remuneration of key management personnel are in accordance with their terms of employment. Other transactions are at agreed terms.

	(Unaudited)	
	September	September
	30, 2026	30, 2025
	Quarter Ended	
	(Rupees in thousands)	
Service Industries Limited - Ultimate Holding Company		
Cost charged by the Group company	30,500	18,000
Guarantee commission paid	-	9,000
Purchase of goods	2,003	-
Transfer of fixed assets	-	6,544
Dividend paid	1,313,640	-
Reimbursement of expenses	2,534	1,906
Chaoyang Long March Tyre Co. Ltd - Associated Company		
Dividend paid	2,616,575	-
Purchase of goods	322,870	374,158
Service Global Footwear Limited - Associated Company		
Dividend paid	1,124,533	-

SERVICE LONG MARCH TYRES LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2026

	(Unaudited)	
	September 30, 2026	September 30, 2025
	Quarter Ended	
	(Rupees in thousands)	
Mr. Shabir Ahmad of Myco Corporation - Joint Venturer		
Sale of goods	1,332,813	174,050
Trade discounts	35,262	6,794
Dividend paid	313,108	-
Service Tyres (Private) Limited - Associated Company		
Purchase of goods	649,799	66,862
Dividend paid	594,676	-
Sale of Goods	427	-
Servis Foundation - Associated Entity		
Donation	22,500	-
Servis Charitable Trust - Associated Entity		
Donation	1,060	-
Service Long March Tyres - Staff Provident Funds		
Contribution paid	57,588	38,977
Key Management Personnel		
Remuneration	65,405	34,329
Staff retirement benefit plan	2,739	2,267
Share option scheme	2,767	24,045
Dividend Paid	173,055	-
Non-executive directors		
Directors' fee	2,800	-
16. UTILIZATION OF PROCEEDS FROM INITIAL PUBLIC OFFERING (IPO)		
The detailed breakup of the utilization of IPO proceeds from the date of receipt up to September 30, 2026, is presented below:		
	Note	September 30, 2026 (Rupees in thousands)
Gross proceeds from IPO:		7,775,274
Realised return on investment / TDRs		173,520
Withholding tax deducted		(61,884)
Net IPO proceeds		7,886,910
Utilization:		
Less: Civil expenditures paid		(822,979)
Unutilized IPO Proceeds as at 30 September 2026	16.1	7,063,931
16.1 Unutilized IPO proceeds invested in		
Mutual funds		6,886,910
Saving account		177,021
		7,063,931

17. MEASUREMENT OF FAIR VALUES

17.1 Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Group classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

	Level 1	Level 2	Level 3	Total
	----- (Rupees in thousands) -----			
As at September 30, 2026 (Unaudited)				
Financial assets at fair value through profit and loss	<u>6,886,910</u>	<u>-</u>	<u>-</u>	<u>6,886,910</u>

As at June 30, 2026 (Audited)

Financial assets at fair value through profit and loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
--	----------	----------	----------	----------

Represents investment in units of mutual funds that are measured at fair value using the fund's respective net asset value.

17.2 Valuation techniques used to determine fair values

There were no transfers between the levels of hierarchy during the period. Further, there were no changes in the valuation techniques during the period.

17.3 Fair value of financial assets and liabilities

The carrying value of all other financial assets and liabilities reflected in these consolidated condensed interim financial statements approximate their fair values.

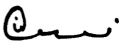
18. CORRESPONDING FIGURES

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 consolidated annual audited financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss and other comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

19. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on 23rd October 2026 by the Board of Directors of the Holding Company.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR



SLM
≡TIRES≡