SHAFFI CHEMICAL INDUSTRIES LIMITED

Shaffi Chemical Industries Limited (SHCI)

Corporate Briefing Session
Financial Year Ended June 30, 2026

Presenter: Mr. Munawar Hussain (Chief Financial Officer)
Session: Virtual participation through link

Proposed new name: Shaffi Industrial Enterprises Limited (under regulatory approval)

Administrative & Corporate Restructuring Notice

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Mandatory attendees:** CEO (Mr. Iftikhar Shaffi) and CFO (Mr. Munawar Hussain)
- **Session mode:** Virtual participation links circulated via PUCARS and the website
- **Dissemination:** Presentation disseminated 1 day prior to the session via PUCARS (PSX Reg. 5.7A.3(c))
- **Basis:** Audited financial statements for the year ended June 30, 2026

Regulatory Compliance & Corporate Revival Plan

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Defaulter segment:** Outstanding liabilities settled and overdue annual PSX listing fees paid (Cl. 5.11.1(e)); reclassification to Normal Trading Segment requested
- **Winding-up petition:** Being defended before the Peshawar High Court (filed by the Deputy Registrar of Companies, Peshawar)
- **Diversification:** Special resolution passed to alter principal line of business to Furniture Manufacturing & Trading

Financial Performance Highlights (FY26 vs FY25)

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Net revenue:** Rs. 48.908 million vs Rs. 23.681 million (+106.5%)
- **Gross profit:** Rs. 8.405 million (17.19% margin) vs Rs. 3.653 million (+130%)
- **Profit from operations:** Rs. 82.420 million vs Rs. 1.974 million, boosted by share investment realizations
- **Profit after tax:** Rs. 70.655 million vs net loss of Rs. (29.107) million
- **EPS:** Rs. 5.89 vs Rs. (2.43) per share
- **Total equity:** Rs. 0.129 million vs negative Rs. (70.545) million in FY25

4-Year Key Financial Metrics (FY2023 - FY2026)

SHAFFI CHEMICAL INDUSTRIES LIMITED

Financial Indicator	FY2023	FY2024	FY2025	FY2026
Net Revenue (Rs. M)	18.816	20.239	23.681	**48.908**
Gross Profit (Rs. M)	7.093	4.240	3.654	**8.405**
Operating Profit/(Loss) (Rs. M)	5.704	0.214	(0.304)	**82.420**
Profit/(Loss) After Tax (Rs. M)	3.129	(14.984)	(29.108)	**70.655**
EPS (Rs.)	0.78	(1.25)	(2.43)	**5.89**
Current Ratio (times)	0.07	0.09	0.14	**1.23**
Total Equity (Rs. M)	(47.164)	(55.857)	(70.545)	**0.129**

Presented per PSX Regulation 5.7A.2(b).

Key Revenue Drivers & Portfolio Restructuring

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Furniture operations:** Furniture manufacturing and trading commenced at the Swabi factory premises
- **Investment monetization:** Rs. 69.579 million net gains from share portfolio disposals, recorded in Other Income

Material Balance Sheet & P&L Variations

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Revenue (+106.5%):** Rs. 23.68M to Rs. 48.91M on initial furniture line commercialization
- **Net profit turnaround:** Rs. 70.66M, driven by furniture gross margin and Rs. 69.58M share disposal gains
- **De-leveraging:** Markup payables of Rs. 33.700 million settled; short-term borrowings reduced
- **Liquidity:** Current ratio improved to 1.23 times from 0.14 times

IFRS 8 Segment & Geographical Disclosures

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Business transition:** Legacy chemical manufacturing moving to Furniture Manufacturing and Trading
- **Location:** Factory premises in Swabi, Khyber Pakhtunkhwa
- **Ownership:** Directors, Sponsors and associated concerns collectively hold 78.75%

Key Business Risks & Mitigation Strategies

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Pending SECP approval:** Registration of business and name change under regulatory review
- **Legal contingency:** Winding-up petition pending before the Peshawar High Court
- **Market acceptance:** Entry risk in scaling the new furniture trading segment

Strategic Outlook & Forward-Looking Disclaimer

SHAFFI CHEMICAL INDUSTRIES LIMITED

- **Furniture expansion:** Scale Swabi factory capacity to build sustainable revenue
- **Financial health:** Sustain positive equity and working capital to support normal segment trading
- **Disclaimer:** Projections are estimates; actual performance may vary with market dynamics and SECP approvals

Q&A Session & Advance Questions

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- **Advance questions:** Management answers queries received by email/website ahead of the session
- **Open floor:** CEO and CFO address live questions from the virtual attendees
- **Feedback:** Attendees encouraged to submit feedback and comments on the recording uploaded