



**REPORT FOR THE 3<sup>RD</sup> QUARTER**  
**ENDED MARCH 31, 2026**

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## COMPANY INFORMATION

<b>BOARD OF DIRECTORS</b>	MR. SHAHID MAZHAR (Chief Executive) MRS. GHAZALA SHAHID (Chairperson) MR. AHMED BIN SHAHID MR. MUHAMMAD AFNAN SHAHID MR. MUHAMMAD AKHTAR MR. MUBARAK ALI MR. MUHAMMAD ZEESHAN MUNIR
<b>AUDITORS</b>	MUSHTAQ & COMPANY CHARTERED ACCOUNTANTS
<b>LEGAL ADVISOR</b>	MR. FAZAL MAHMOOD (ADVOCATE)
<b>AUDIT COMMITTEE</b>	MR. MUBARAK ALI (Chairman) MRS. GHAZALA SHAHID (Member) MR. MUHAMMAD AKHTAR (Member)
<b>H.R. AND REMUNERATION COMMITTEE</b>	MR. MUHAMMAD ZEESHAN MUNIR (Chairman) MR. AHMED BIN SHAHID (Member) MR. MUHAMMAD AFNAN SHAHID (Member)
<b>CHIEF FINANCIAL OFFICER</b>	MR. MUHAMMAD AKHTAR
<b>COMPANY SECRETARY</b>	MR. KHURRAM SHAHZAD
<b>BANKERS</b>	ALLIED BANK LIMITED SONERI BANK LIMITED THE BANK OF PUNJAB HABIB BANK LIMITED MEEZAN BANK LIMITED
<b>REGISTERED OFFICE</b>	3.5 KM FEROZE WATOAN WARBURTON ROAD KOT SHAH MUHAMMAD NEAR CHANDI KOT TEHSIL & DISTRICT NANKANA SAHIB TEL: 056-3731270-72
<b>HEAD OFFICE</b>	3.5 KM FEROZE WATOAN WARBURTON ROAD KOT SHAH MUHAMMAD NEAR CHANDI KOT TEHSIL & DISTRICT NANKANA SAHIB TEL: 056-3731270-72
<b>SHARE REGISTRAR</b>	M/S HAMEED MAJEED ASSOCIATES (PVT.) LTD. H.M.HOUSE, 7-BANK SQUARE LAHORE. TEL: 042-37235081-82 FAX: 042-37358817
<b>MILLS</b>	3.5 KM FEROZE WATOAN WARBURTON ROAD KOT SHAH MUHAMMAD NEAR CHANDI KOT TEHSIL & DISTRICT NANKANA SAHIB TEL: 056-3731270-72
<b>URL</b>	WWW.SHADMAN.COM.PK

## DIRECTORS' REPORT

Dear Shareholders,

The Directors are pleased to present the un-audited condensed interim financial statements of the company for the nine months & quarter ended March 31, 2026.

During the nine months under review, the net turnover of the company is Rs.474.976 million as compared to net turnover of Rs.404.885 million of corresponding period of previous year. During the nine months' period after tax loss of the company is Rs (26.678) million as compared to after tax profit of Rs.3.699 million. Loss per share is Rs.(1.51) as compared to profit per share of Rs.0.21 of the corresponding period of the previous year.

During the period under review the company utilized the apparel division manufacturing process and adopted alternative strategies to keep up the project.

Pakistan textile industry is facing the challenges such as high rate of inflation due to high fuel & energy prices and high income taxes, all these factors causing high cost. However, in spite of all these challenges, the management of the company is mainly focusing on other segments of the company. We anticipate positive financial performance during the remaining period of current financial year.

We remain committed to the difficult task to improve the financial results. We would like to highlight the hard work put in by the member of corporate family. We look forward to same dedication and cooperation in the days ahead.



(Chief Executive)



Director

Lahore: April 27, 2026

## ڈائریکٹرز کی رپورٹ

پیارے شیئر ہولڈرز،

ڈائریکٹرز 31 مارچ 2026 کو ختم ہونے والے نو ماہ اور سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ کنڈینسڈ عبوری مالیاتی گوشوارے پیش کرنے پر خوش ہیں۔

زیر نظر پہلی نومابی کے دوران، کمپنی کا خالص کاروبار 474.976 ملین روپے بے پچھلے سال کی اسی مدت کے مقابلے میں خالص کاروبار 404.885 ملین تھا نو ماہ کے دوران کمپنی کا بعد از ٹیکس نقصان (26.678) ملین روپے بے پچھلے سال کی اسی مدت کا بعد از ٹیکس منافع 3.699 ملین تھا فی حصص نقصان (1.51) روپے بے۔ پچھلے سال کی اسی مدت کا فی حصص منافع 0.21 تھا

زیر جائزہ مدت کے دوران کمپنی نے ملبوسات کی تقسیم کے مینوفیکچرنگ کے عمل کو استعمال کیا اور اس منصوبے کو جاری رکھنے کے لیے متبادل حکمت عملی بھی اپنائی۔

پاکستان کی ٹیکسٹائل انڈسٹری کو ایندھن اور توانائی کی اونچی قیمتوں اور اعلیٰ انکم ٹیکس کی وجہ سے مہنگائی کی بلند شرح جیسے چیلنجز کا سامنا ہے، یہ تمام عوامل زیادہ لاگت کا باعث بنتے ہیں۔ تاہم، ان تمام چیلنجوں کے باوجود، کمپنی کی انتظامیہ بنیادی طور پر کمپنی کے دیگر طبقات پر توجہ مرکوز کر رہی ہے۔ ہم رواں مالی سال کی بقیہ مدت کے دوران مثبت مالی کارکردگی کی توقع کرتے ہیں۔

ہم مالیاتی نتائج کو بہتر بنانے کے لیے مشکل کام کے لیے پرعزم ہیں۔ ہم کارپوریٹ فیملی کے ممبر کی طرف سے کی گئی محنت کو اجاگر کرنا چاہیں گے۔ ہم آنے والے دنوں میں اسی لگن اور تعاون کے منتظر ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے

  
( ڈائریکٹر )



(چیف ایگزیکٹو)

لاہور: 27 اپریل 2026

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2026

	Note	March 31, 2026 Rupees (Un-Audited)	June 30, 2025 Rupees (Audited)
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorized share capital</b>			
18,000,000 (June 30, 2025: 18,000,000) ordinary shares of Rs. 10 each		180,000,000	180,000,000
Issued, subscribed and paid-up capital		176,367,190	176,367,190
Capital reserve		53,218,752	53,218,752
Accumulated losses		(376,843,904)	(353,330,974)
Director's loan		247,336,000	210,000,000
Surplus on revaluation of property, plant and equipment		712,710,977	715,876,562
<b>TOTAL EQUITY</b>		<b>812,789,015</b>	<b>802,131,530</b>
<b>NON-CURRENT LIABILITIES</b>			
Long term finances - <i>secured</i>	4	186,285,384	215,700,384
Long term payable		-	-
Employee retirement obligation		9,552,157	9,451,429
Deferred taxation		61,609,316	62,629,080
		<b>257,446,857</b>	<b>287,780,893</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		104,473,474	100,942,687
Short term borrowings		115,586,317	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		5,937,209	19,506,774
		<b>303,566,690</b>	<b>352,881,468</b>
<b>TOTAL LIABILITIES</b>		<b>561,013,547</b>	<b>640,662,361</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
<b>TOTAL EQUITY AND LIABILITIES</b>	5	<b>1,373,802,562</b>	<b>1,442,793,891</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	960,617,022	1,019,099,301
Intangibles	7	2,293,477	2,698,208
Investment property	8	103,881,745	105,866,746
Long term deposits - <i>unsecured, considered good</i>		30,062,794	30,062,794
		<b>1,096,855,037</b>	<b>1,157,727,049</b>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		2,080,004	11,455,261
Stock in trade		66,096,633	44,107,838
Trade debts - <i>unsecured</i>		17,585,680	40,285,414
Loans and advances		9,684,963	5,924,921
Trade deposits and short term prepayments		4,046,076	4,145,939
Other receivables		1,862,976	2,788,061
Tax refunds due from Government		52,578,734	39,487,065
Short term investments	9	122,500,000	109,500,000
Cash and bank balances		512,459	27,372,343
		<b>276,947,525</b>	<b>285,066,842</b>
<b>TOTAL ASSETS</b>		<b>1,373,802,562</b>	<b>1,442,793,891</b>

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

Note	Nine months ended		Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	Rupees	Rupees	Rupees	Rupees
Turnover - net	474,976,690	404,885,935	211,284,951	136,232,121
Cost of sales	(513,894,830)	(392,284,604)	(205,154,136)	(134,305,448)
<b>Gross profit / ( loss)</b>	<b>(38,918,140)</b>	12,601,331	<b>6,130,815</b>	1,926,673
Selling and distribution expenses	(2,596,531)	(12,331,318)	(1,275,759)	(4,554,770)
Administrative and general expenses	(29,751,494)	(59,367,733)	(10,845,550)	(16,980,284)
	(32,348,025)	(71,699,051)	(12,121,309)	(21,535,054)
	(71,266,165)	(59,097,721)	(5,990,494)	(19,608,382)
Other income	71,898,042	59,569,190	7,146,125	20,708,412
<b>Operating profit / (loss)</b>	<b>631,877</b>	471,470	<b>1,155,631</b>	1,100,031
Finance cost	(1,420,978)	(1,376,883)	(8,672)	(888,180)
Other Expenses	(33,757,935)	(2,210,899)	(31,112,390)	(661,710)
<b>Profit/ (loss) before Levies &amp; taxation</b>	<b>(34,547,036)</b>	(3,116,313)	<b>(29,965,431)</b>	(449,860)
Levies	(5,937,209)	10,313,326	(2,641,062)	13,671,499
<b>Profit/ (loss) before taxation</b>	<b>(40,484,245)</b>	7,197,013	<b>(32,606,493)</b>	13,221,639
Taxation	13,805,730	(3,497,181)	10,672,243	(12,131,379)
<b>Profit/(loss) after taxation</b>	<b>(26,678,515)</b>	3,699,832	<b>(21,934,250)</b>	1,090,260
<b>Earning /(loss) per share - basic and diluted</b>	<b>(1.51)</b>	0.21	<b>(1.24)</b>	0.06

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Nine Months ended		Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	Rupees	Rupees	Rupees	Rupees
Profit /(loss) after taxation for the period	(26,678,515)	3,699,832	(21,934,250)	1,090,260
<b>Other comprehensive income</b>				
<i>Items that will not be reclassified to profit or loss</i>				
Revaluation surplus on Property, plant and equipment	-	-	-	-
Remeasurements of defined benefit obligation	-	-	-	-
<b>Total comprehensive income /(loss)</b>	<b>(26,678,515)</b>	<b>3,699,832</b>	<b>(21,934,250)</b>	<b>1,090,260</b>

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER




DIRECTOR

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Nine Months ended	
	March 31, 2026	March 31, 2025
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before taxation	(34,547,036)	(3,116,313)
<b>Adjustments for non-cash items</b>		
Depreciation	15,281,766	17,404,876
Provision for employees retirement benefits	1,665,928	2,472,986
(Gain)/Loss on disposal of property, plant and equipment	31,684,848	(2,357,688)
Changes in fair value of investments at fair value through profit or loss	-	(7,499)
Impairment loss on fixed assets	-	-
Amortization	404,731	-
Finance cost	1,420,978	1,376,883
	50,458,251	18,889,557
<b>Operating profit/(loss) before changes in working capital</b>	<b>15,911,215</b>	<b>15,773,245</b>
<b>Changes in working capital</b>		
Stores, spares and loose tools	9,375,257	45,626,310
Stock in trade	(21,988,795)	55,063,269
Trade debts	22,699,734	33,750,030
Loan to employee	-	-
Advances, prepayments and other receivables	(8,073,940)	28,256,417
Trade and other payables	3,530,787	(88,650,574)
	5,543,043	74,045,452
<b>Net cash generated from / (used in) operations</b>	<b>21,454,258</b>	<b>89,818,696</b>
<b>Payments for</b>		
Finance cost	(1,420,978)	(1,376,883)
Income tax	(14,473,626)	(11,163,578)
Employees retirement benefits	(1,565,200)	(1,134,329)
Long Term Loan	-	(133,954)
	3,994,454	76,009,953
<b>Net cash generated from / (used in) operating activities</b>	<b>3,994,454</b>	<b>76,009,953</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(23,100,277)	(29,335,446)
Proceeds from disposal of property, plant and equipment	36,600,940	38,636,455
Proceeds from disposal of property, plant and equipment held for Sale	-	-
Short term investment	(13,000,000)	(22,000,000)
Long term deposits	-	(1,863,920)
	500,663	(14,562,911)
<b>Net cash generated from / (used in) investing activities</b>	<b>500,663</b>	<b>(14,562,911)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net increase / (decrease) in long term financing	(29,415,000)	(29,415,000)
Net increase / (decrease) in short term borrowings	(1,940,000)	5,946,000
Net increase / (decrease) in accrued markup	-	-
	(31,355,000)	(23,469,000)
<b>Net cash generated from / (used in) financing activities</b>	<b>(31,355,000)</b>	<b>(23,469,000)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(26,859,883)</b>	<b>37,978,042</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>27,372,343</b>	<b>28,453,912</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>512,460</b>	<b>66,431,954</b>

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Share capital	Reserves		Equity	Revaluation Surplus	Total equity
	Issued, subscribed and paid-up capital	Capital reserve	Accumulated losses	Director's loan	Revaluation Surplus on Property, plant and equipment	
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
<b>Balance as at July 01, 2024 - Audited</b>	176,367,190	53,218,752	(383,752,399)	210,000,000	762,183,007	818,016,550
Profit after taxation for the period	-	-	3,699,832	-	-	3,699,832
Other comprehensive income for the period	-	-	-	-	-	-
<b>Total comprehensive Income/ (Loss)</b>	-	-	3,699,832	-	-	3,699,832
Incremental Depreciation-net of deferred tax	-	-	4,572,893	-	(4,572,893)	-
<b>Balance as at Marh 31, 2025 - Un-audited</b>	<u>176,367,190</u>	<u>53,218,752</u>	<u>(375,479,673)</u>	<u>210,000,000</u>	<u>757,610,114</u>	<u>821,716,382</u>
<b>Balance as at July 01, 2025 - Audited</b>	176,367,190	53,218,752	(353,330,974)	210,000,000	715,876,562	802,131,530
Profit after taxation for the period	-	-	(26,678,515)	-	-	(26,678,515)
Other comprehensive income for the period	-	-	-	-	-	-
<b>Total comprehensive Income/ (Loss)</b>	-	-	(26,678,515)	-	-	(26,678,515)
Director Loan	-	-	-	37,336,000	-	37,336,000
Incremental Depreciation-net of deferred tax	-	-	3,165,585	-	(3,165,585)	-
<b>Balance as at Marh 31, 2026 - Un-audited</b>	<u>176,367,190</u>	<u>53,218,752</u>	<u>(376,843,904)</u>	<u>247,336,000</u>	<u>712,710,977</u>	<u>812,789,015</u>

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

# Shadman Cotton Mills Limited

## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

### 1 STATUS AND NATURE OF BUSINESS

Shadman Cotton Mills Limited ('the Company') was incorporated in Pakistan as a public limited company on November 24, 1979 under the then Companies Act, 1973 (now the Companies Act 2017) and is listed on Pakistan Stock Exchange Limited. The Company is engaged in the manufacturing and sale of yarn and apparels. The registered office, the manufacturing facilities and land covering 285 kanals 7 marlas of the company is located at 3.5 KM Feroze Watoan Warburton Road, Kot Shah Mohammad, Near Chandi Kot Tehsil & District Nankana Sahib.

### 2 STATEMENT OF COMPLIANCE

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the IAS 34 Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017 as applicable in Pakistan. This condensed interim financial information does not include all of the information and disclosures required for annual financial statements and should be read in conjunction with the financial statements of the Company as at and for the year ended June 30, 2025.

Where the provision of and directives issued under the Companies Act, 2017 differ with the requirement of IAS 34, the provision of and directives issued under the Companies Act, 2017 have been followed.

#### 2.1 Accounting convention

The condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments at fair value, certain financial liabilities at amortized cost and employees retirement benefits at present value. In this financial information, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

### 3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Company for the year ended June 30, 2025.

	<i>Note</i>	<b>March 31, 2026</b>	<b>June 30, 2025</b>
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>4 LONG TERM FINANCES - SECURED</b>			
These represent long term finances utilized under interest/markup arrangements from banking companies			
<b>The Bank of Punjab</b>			
The Bank of Punjab - Demand finance-II		235,310,384	264,725,384
Current maturity presented under current liabilities		<u>(49,025,000)</u>	<u>(49,025,000)</u>
		<u><b>186,285,384</b></u>	<u><b>215,700,384</b></u>

	<i>Note</i>	<b>March 31, 2026</b>	<b>June 30, 2025</b>
		<i>Rupees</i>	<i>Rupees</i>
		<i>(Un-Audited)</i>	<i>(Audited)</i>

### 5 CONTINGENCIES AND COMMITMENTS

#### 5.1 Contingencies

5.1.1 A suit has been filed by the company before the Civil Court, Lahore against recovery of outstanding balance amounting to Rs. 16.196 million from Lahore Electric Supply Company (LESCO). The case is pending in court however legal advisor is of the view that the outcome of the case will be in favor of the company.

5.1.2 A suit was filed by the Meezan bank limited before the Banking Court Lahore against recovery of outstanding balance of ijara rentals amounting to Rs. 51.419 million. The suit is decreed by the banking court for an amount of Rs. 28.545 million along with costs of suit as well as costs of funds. Appeal is pending in Lahore High Court. Bank's execution is also pending before Banking Court Lahore.

5.1.3 Shadman Cottons Mills Limited had filed a suit in Lahore High Court (COS No. 26/2012) against Bank Of Punjab (BOP) which included various claims, with a total recovery amounting to Rs. 744.348 million. However, the suit was withdrawn in January 30, 2023, following an amicable settlement between the company and the bank. As a result of this settlement, there is no risk of financial loss to the company related to this case.

#### 5.2 Commitments

5.2.1 Outstanding commitments related to letter of credit-raw material at the end of period equivalent to Rs. 24.50 million (June 30, 2025: Rs. 89.905 million).

# Shadman Cotton Mills Limited

## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	<i>Note</i>	March 31, 2026 <i>Rupees</i> <i>(Un-Audited)</i>	June 30, 2025 <i>Rupees</i> <i>(Audited)</i>
<b>6</b>			
<b>PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	6.1	960,617,022	1,019,099,301
Capital work in progress		-	-
		<u>960,617,022</u>	<u>1,019,099,301</u>
<b>6.1</b>			
<b>Operating fixed assets</b>			
Assets owned by the Company	6.1.1	960,617,022	1,019,099,301
		<u>960,617,022</u>	<u>1,019,099,301</u>
<b>6.1.1</b>			
<b>Assets owned by the Company</b>			
Net book value at the beginning of the period/year		1,019,099,301	1,030,857,841
Additions during the period/year		23,100,277	54,667,999
Adjustment during the period/year- net		-	(19,885,236)
Net book value of assets disposed during the period/year		(68,285,792)	(26,297,632)
Depreciation for the period/year		(13,296,764)	(20,243,671)
Net book value at end of the period/year		<u>960,617,022</u>	<u>1,019,099,301</u>
	<i>Note</i>	March 31, 2026 <i>Rupees</i>	June 30, 2025 <i>Rupees</i>
<b>7</b>		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>INTANGIBLES</b>			
Carrying value as at July 01		2,698,208	2,943,500
Addition		-	-
Amortization charged during the period		(404,731)	(245,292)
		<u>2,293,477</u>	<u>2,698,208</u>
Net book value as at June 30			
<b>Gross carrying value as at June 30</b>			
Cost		2,943,500	2,943,500
Accumulated Amortization		(650,023)	(245,292)
		<u>2,293,477</u>	<u>2,698,208</u>
Amortization is charged straight line method at the rate % per annum		20%	20%
	<i>Note</i>	March 31, 2026 <i>Rupees</i> <i>(Un-Audited)</i>	June 30, 2025 <i>Rupees</i> <i>(Audited)</i>
<b>8</b>			
<b>INVESTMENT PROPERTY - At Cost</b>			
Net carrying value as at July 01		105,866,746	108,581,278
Depreciation charged to other operating expenses during the period/year		(1,985,001)	(2,714,532)
Net book value as at close of period		<u>103,881,745</u>	<u>105,866,746</u>
<b>Gross carrying value</b>			
Cost		122,267,095	122,267,095
Accumulated Depreciation		(18,385,350)	(16,400,349)
Net book value		<u>103,881,745</u>	<u>105,866,746</u>
<b>8.1</b>			
Depreciation is charged by reducing balance method at the rate % per annum		<u>2.5%</u>	<u>2.5%</u>
<b>8.2</b>			
<b>Depreciation charge for the period has been allocated as follows:</b>			
Other operating expenses		(1,985,001)	(2,714,532)

# Shadman Cotton Mills Limited

## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	<i>Note</i>	March 31, 2026	June 30, 2025
		<i>Rupees</i>	<i>Rupees</i>
<b>9</b>	<b>SHORT TERM INVESTMENTS</b>	<i>(Un-Audited)</i>	<i>(Audited)</i>
	Term Deposit Certificates	122,500,000	109,500,000
		<u>122,500,000</u>	<u>109,500,000</u>

	<i>Note</i>	March 31, 2026	June 30, 2025
		<i>Rupees</i>	<i>Rupees</i>
<b>10</b>	<b>SHARIAH COMPLIANT DISCLOSURE</b>	<i>(Un-Audited)</i>	<i>(Audited)</i>
	<b>Statement of Financial Position</b>		
	<b>Cash at Banks</b>		
	Current accounts-local Islamic	216,442	16,386,242
	Current accounts-foreign Islamic	2,246	7,926,768
	<b>Other receivables</b>		
	Return on Term Deposit Receipts - Islamic	-	333,165
	<b>Statement of Profit or Loss</b>		
	Return on Term Deposit Receipts - Islamic	7,292,262	10,009,308

### 11 TAXATION

11.1 Provision for taxation has been made under section 113,154 and 169 of the Income Tax Ordinance, 2001.

11.2 No provision for deferred tax has been made as the impact of the same is considered immaterial.

### 12 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties from the Company's perspective comprise associated companies and undertakings and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, and includes the Chief Executive and Directors of the Company. Details of transactions and balances with related parties is as follows:

	<i>Note</i>	March 31, 2026	March 31, 2025
		<i>Rupees</i>	<i>Rupees</i>
<b>12.1</b>	<b>Transactions with related parties</b>	<i>(Un-Audited)</i>	<i>(Un-Audited)</i>
	<b>Nature of relationship</b>		
	<b>Nature of transaction</b>		
	Directors	17,335,000	20,175,000
		19,275,000	14,229,000
	Associate	10,100,000	-
		8,500,000	-

	<i>Note</i>	March 31, 2026	June 30, 2025
		<i>Rupees</i>	<i>Rupees</i>
<b>12.2</b>	<b>Balances with related parties</b>	<i>(Un-Audited)</i>	<i>(Audited)</i>
	<b>Nature of relationship</b>		
	<b>Nature of balances</b>		
	Directors	247,336,000	210,000,000
		115,586,317	154,862,317
	Associate	-	-

### 13 EVENTS AFTER THE REPORTING PERIOD

There are no significant events after the reporting period that may require adjustment of and/or disclosure in this condensed interim financial information.

### 14 RECOVERABLE AMOUNTS AND IMPAIRMENT

As at the reporting date, subject to appropriateness of going concern reservation, recoverable amounts of all assets/cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in this condensed interim financial information.

### 15 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on April 27, 2026.

### 16 GENERAL

16.1 There are no other significant activities since March 31, 2026 affecting the interim financial information.

16.2 Figures have been rounded off to the nearest Rupee.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR