



Servis

Service Industries Limited

Strategy Meets Scale

Reports & Un-Audited Accounts
For the 1st Quarter Ended
March 31, 2026



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Corporate Information

Board of Directors

Ms. Uzma Adil Khan

(Chairperson / Independent Director)

Mr. Arif Saeed

(Chief Executive Officer)

Executive Director

Mr. Omar Saeed

Executive Director

Mr. Hassan Javed

Non-Executive Director

Mr. Adil Matcheswala

Non-Executive Director

Mr. Ahsan Bashir

Non-Executive Director

Mr. Saif Javed

Non-Executive Director

Mr. Muhammad Naeem Khan

Independent Director

Mr. Shahid Hussain Jatoi

Independent Director

Chief Financial Officer

Mr. Babar Ali Khan

Company Secretary

Mr. Waheed Ashraf

Audit Committee

Mr. Muhammad Naeem Khan

(Chairman)

Independent Director

Mr. Adil Matcheswala

(Member)

Non-Executive Director

Mr. Saif Javed

(Member)

Non-Executive Director

Human Resource and Remuneration Committee

Ms. Uzma Adil Khan

(Chairperson)

Independent Director

Mr. Arif Saeed

(Member)

Executive Director

Mr. Ahsan Bashir

(Member)

Non-Executive Director

Bankers

Allied Bank Limited

Askari Bank Limited

Bank Al Habib Limited

Bank Alfalah Limited

Faysal Bank Limited

Habib Bank Limited

Habib Metropolitan Bank Limited

Industrial and Commercial Bank of China Limited

MCB Bank Limited

MCB Islamic Bank Limited

Meezan Bank Limited

National Bank of Pakistan

Samba Bank Limited

Silk Bank Limited

Standard Chartered Bank (Pakistan)

Limited

Soneri Bank Limited

The Bank of Punjab

The Bank of Khyber

Bank Islami Pakistan Limited

Dubai Islamic Bank Pakistan Limited

United Bank Limited

Pak Kuwait Investment Company Limited

JS Bank Limited

Auditors

M/s. Riaz Ahmad & Company,
Chartered Accountants

10-B, Saint Mary Park, Main Boulevard,
Gulberg III, Lahore.

Legal Advisor

M/s. Bokhari Aziz & Karim

2-A, Block-G, Gulberg-II, Lahore.

Registered Office

Servis House,

2-Main Gulberg, Lahore-54662.

Tel: +92-42-35751990-96

Shares Registrar

M/s. Corplink (Pvt.) Limited

Wings Arcade, 1-K

Commercial, Model Town, Lahore

Tel: +92-42-35916714,

35916719,

35839182.

Stock Symbol

SRVI

Manufacturing Facility

G.T. Road, Gujrat.

Web Presence

www.servisgroup.com

True growth
begins where clear
strategy meets the
power to scale



Directors' Review Report

The Directors of Service Industries Limited ("SIL" or the "Company") are pleased to present their review report together with the unconsolidated and consolidated condensed interim un-audited financial statements, for the first quarter ended March 31, 2026.

Business Portfolio

Service Industries Limited primarily functions as an investment holding entity, maintaining a strategically diversified portfolio across multiple sectors through its subsidiaries. Group operations mainly span manufacturing of tyres, tubes, auto spare parts and footwear, as well as trading activities supported by a nationwide retail network for footwear under the flagship brand "SERVIS". The Company's financial performance is closely aligned with the operational and financial results of its group companies. A detailed breakdown of the Company's investments in its subsidiaries is presented in Note 6 to the unconsolidated condensed interim financial statements annexed hereto.

Financial Performance

The following table summarizes the key financial highlights for the first quarter ended March 31, 2026, compared to the corresponding period last year:

Particulars	Unconsolidated			Consolidated		
	March 31, 2026	March 31, 2025	Increase / (Decrease)	March 31, 2026	March 31, 2025	Increase / (Decrease)
	(Rupees in thousand)			(Rupees in thousand)		
			%			%
Revenue - Net	1,309,031	2,454,504	-47%	42,237,754	32,519,480	30%
Gross Profit	213,120	190,192	12%	11,428,291	7,432,592	54%
Dividend Income	800,000	300,000	167%	-	-	-
Operating Profit	885,673	431,866	105%	6,960,128	3,877,474	80%
Profit Before Tax and Levy	623,334	55,574	1,022%	5,989,125	2,458,803	144%
Net Profit After Tax	532,306	64,875	721%	5,048,864	1,688,037	199%
Earnings Per Share - Rs.	11.33	1.38	721%	64.17	26.60	141%

Financial Performance Highlights - Unconsolidated

For the first quarter ended March 31, 2026, the Company, on an unconsolidated basis, reported an operating profit of Rs. 886 million, up from Rs. 432 million in the corresponding period last year. Net Profit After Tax increased significantly, to Rs. 532 million, compared to Rs. 65 million in the prior year. This strong growth was primarily driven by a notable increase in dividend income, coupled with a reduction in finance costs.

Dividend Income from Associated Companies

During the first quarter ended March 31, 2026, SIL received dividend income of Rs. 800 million (2025: Rs. 300 million), entirely from its wholly owned subsidiary, Service Tyres (Private) Limited. Additionally, the Board of Directors of Service Global Footwear Limited (SGFL) - Subsidiary Company, has also recommended a final cash dividend for approval at its Annual General Meeting in April 2026, which will further increase dividend income by Rs. 310 million, which will be reflected in next quarter.

Anticipated dividend inflows from subsidiaries over the remainder of the year further reinforce the strength of this initial performance, highlighting sustained value creation from strategic investments and demonstrating the solid operational performance and cash generation capabilities of the subsidiaries.

Financial Performance Highlights - Consolidated

For the first quarter ended March 31, 2026, the Group delivered a strong consolidated performance. Revenue increased by 30% to Rs. 42.2 billion, as compared to Rs. 32.5 billion in the corresponding period of the previous year. Gross profit recorded an increase of 54% over the same period last year, while net profit after tax exhibited a significant improvement, surging by 199% to Rs. 5.0 billion from Rs. 1.7 billion last year.

Major contributions from the key business segments to the consolidated performance of the Group during the first quarter ended March 31, 2026 are as follows:

Tyre Segment

For the first quarter ended March 31, 2026, the Tyre Segment reported strong growth, with net sales rising by 45% to Rs. 31.4 billion from Rs. 21.7 billion in prior year. This robust top-line growth, supported by operational efficiencies, resulted in a significant improvement in gross profit to Rs. 7.9 billion from Rs. 4.1 billion. The segment is driving profitability through expansion in volumes and strategic allocation of resources toward technology and product development, with a view to further diversification.

Footwear Segment

For the first quarter ended March 31, 2026, the Footwear Segment's net sales marginally dropped by 1% to Rs. 9.83 billion, from Rs. 9.95 billion in the prior year. However, the gross profit has increased to Rs. 3.4 billion from Rs. 3.2 billion. The improvement in gross margin was achieved through prudent procurement and stringent cost control. The segment remains focused on sustaining its performance momentum through continued brand strengthening and enhanced operational efficiency.

In compliance with the requirements of International Financial Reporting Standards and applicable provisions of the Companies Act, 2017, the Company has annexed consolidated condensed interim financial statements alongside its unconsolidated condensed interim financial statements.

Future Outlook

The global economic outlook at the start of 2026 remains uncertain, driven by geopolitical tensions, volatile energy markets, and supply chain disruptions. Elevated oil prices and freight costs have sustained inflationary pressures worldwide, particularly impacting import-dependent economies such as Pakistan.

Domestically, inflation has shown an upward trend, primarily due to higher fuel costs, exchange rate pressures, and supply-side constraints, with headline inflation accelerating to 7.3% in March 2026. While the State Bank of Pakistan has maintained the policy rate at 10.5% till March 31, 2026, KIBOR fluctuations above this benchmark continue to elevate the cost of capital. Additionally, Pakistan's external account remains sensitive to developments in the Middle East, as any slowdown in the region could affect remittance inflows and place pressure on the exchange rate.

A key factor influencing the outlook is the potential normalization of relations between the United States and Iran, which could lead to an easing of sanctions and an increase in global oil supply, thereby stabilizing energy and broader commodity prices. For Pakistan, these dynamics may result in a lower import bill, improved foreign exchange reserves, and moderated inflationary pressures, ultimately contributing to enhanced macroeconomic stability, subject to the continuation of fiscal discipline and structural reforms.

Amid this backdrop, the manufacturing sector continues to face margin pressures due to rising input costs and energy tariffs. In response, the Company remains focused on operational efficiency, cost optimization, and supply chain diversification. Strategic pricing measures and prudent financial management has been adopted to mitigate cost pressures while maintaining competitiveness.

Despite prevailing challenges, the Company is well-positioned to sustain growth, supported by strong liquidity, a diversified portfolio, and disciplined operations. In addition, Service Long March Tyres Limited (SLM), a subsidiary of the Company, has applied for listing on the Pakistan Stock Exchange through an Initial Public Offering (IPO). Furthermore, SLM has announced its strategic expansion into the Passenger Car Radial (PCR) tyre segment, marking a key step towards business diversification and enhanced market penetration. This initiative is expected to strengthen the Group's long-term growth trajectory and reinforce its position in the automotive tyre industry.

Acknowledgement

The Directors would like to express their deep gratitude to the shareholders who have consistently demonstrated their trust in the Company and also acknowledge the continuous efforts made by the employees towards achievement of corporate objectives. We also thank our customers, suppliers and bankers for their continued support. We look forward to delivering promising results throughout the year.

For and on behalf of the Board



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)

April 28, 2026
Lahore.

Unconsolidated Condensed Interim Financial Statements



Unconsolidated Condensed Interim Statement of Financial Position

As at March 31, 2026

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
Note	(Rupees in thousand)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
100,000,000 (31 December 2025: 100,000,000) ordinary shares of Rupees 10 each	1,000,000	1,000,000
Issued, subscribed and paid-up share capital		
46,987,454 (31 December 2025: 46,987,454) ordinary shares of Rupees 10 each	469,874	469,874
Reserves	8,541,387	8,025,328
Total equity	9,011,261	8,495,202
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term financing	4,559,875	5,202,511
Lease liabilities	43,960	48,800
Employees' retirement benefit	95,852	98,171
Deferred liabilities	17,987	-
	4,717,674	5,349,482
CURRENT LIABILITIES		
Trade and other payables	2,206,081	2,082,315
Accrued mark-up / profit	164,964	131,791
Short term borrowings	2,382,158	4,321,261
Current portion of non-current liabilities	2,424,382	2,238,141
Taxation and levy - net	-	13,282
Unclaimed dividend	54,576	54,023
	7,232,161	8,840,813
Total liabilities	11,949,835	14,190,295
Contingencies and commitments	4	
TOTAL EQUITY AND LIABILITIES	20,961,096	22,685,497

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Arif Saeed

(Chief Executive)

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	(Rupees in thousand)	
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	5	1,330,645	1,327,879
Investment property		182	182
Right-of-use assets		54,913	60,784
Intangible assets		1,412	1,876
Deferred income tax asset - net		-	53,048
Long term investments	6	14,000,722	14,021,686
Long term loans to employees		14,803	14,688
Long term security deposits		11,301	11,301
		15,413,978	15,491,444
CURRENT ASSETS			
Stores, spares and loose tools		60,164	23,207
Stock in trade		2,492,671	2,125,784
Trade debts		1,174,807	1,056,756
Loans and advances		117,652	139,431
Taxation and levy - net		211,934	-
Trade deposits and prepayments		177,620	147,092
Other receivables		651,159	490,588
Short term investments		438,177	441,077
Cash and bank balances		222,934	2,770,118
		5,547,118	7,194,053
TOTAL ASSETS		20,961,096	22,685,497



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For the quarter ended March 31, 2026

		(Un-audited) March 31, 2026	(Un-audited) March 31, 2025
	Note	(Rupees in thousand)	
Revenue - net	7	1,309,031	2,454,504
Cost of sales	8	(1,095,911)	(2,264,312)
Gross profit		213,120	190,192
Distribution cost		(92,999)	(90,990)
Administrative expenses		(115,800)	(91,691)
Other expenses		(22,171)	(8,556)
		(230,970)	(191,237)
		(17,850)	(1,045)
Other income		903,523	432,911
Profit from operations		885,673	431,866
Finance cost		(262,339)	(376,292)
Profit before levy and taxation		623,334	55,574
Levy		-	-
Profit before taxation		623,334	55,574
Taxation		(91,028)	9,301
Profit after taxation		532,306	64,875
Earnings per share - basic and diluted (Rupees)		11.33	1.38

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the quarter ended March 31, 2026

	(Un-audited) March 31, 2026	(Un-audited) March 31, 2025
	(Rupees in thousand)	
Profit after taxation	532,306	64,875
Other comprehensive loss		
Items that will not be reclassified to profit or loss:		
Deficit arising on remeasurement of investment at fair value through other comprehensive income - net of tax	(16,247)	(3,611)
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive loss for the period - net of tax	(16,247)	(3,611)
Total comprehensive income for the period	516,059	61,264

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For the quarter ended March 31, 2026

	Reserves										Total equity	
	Share capital	Capital reserves					Revenue reserves					Total
		Capital gains	Fair value reserve FVTOCI investment	Share premium	Share of share premium reserve held by equity accounted investee	Reserve pursuant to the scheme	Sub total	General reserve	Un-appropriated profit	Sub total		
Balance as at 31 December 2024 - audited	469,874	102,730	29,202	21,217	-	927,163	1,080,312	1,558,208	5,381,787	6,939,995	8,020,307	8,490,181
Profit for the quarter ended 31 March 2025	-	-	-	-	-	-	-	-	64,875	64,875	64,875	64,875
Other comprehensive loss for the quarter ended 31 March 2025	-	-	(3,611)	-	-	-	(3,611)	-	-	-	(3,611)	(3,611)
Total comprehensive income for the quarter ended 31 March 2025	-	-	(3,611)	-	-	-	(3,611)	-	64,875	64,875	61,264	61,264
Balance as at 31 March 2025 - un-audited	469,874	102,730	25,591	21,217	-	927,163	1,076,701	1,558,208	5,446,662	7,004,870	8,081,571	8,551,445
Balance as at 31 December 2025 - audited	469,874	102,730	30,518	21,217	-	927,163	1,081,628	1,558,208	5,385,492	6,943,700	8,025,328	8,495,202
Profit for the quarter ended 31 March 2026	-	-	(16,247)	-	-	-	(16,247)	-	532,306	532,306	532,306	532,306
Other comprehensive loss for the quarter ended 31 March 2026	-	-	(16,247)	-	-	-	(16,247)	-	-	-	(16,247)	(16,247)
Total comprehensive income for the quarter ended 31 March 2026	-	-	(16,247)	-	-	-	(16,247)	-	532,306	532,306	516,059	516,059
Balance as at 31 March 2026 - un-audited	469,874	102,730	14,271	21,217	-	927,163	1,065,381	1,558,208	5,917,798	7,476,006	8,541,387	9,011,261

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Unconsolidated Condensed Interim Statement of Cash Flows (Un-audited)

For the quarter ended March 31, 2026

	Note	(Un-audited) March 31, 2026	(Un-audited) March 31, 2025
(Rupees in thousand)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (utilized) / generated from operations	11	(446,788)	1,212,116
Finance cost paid		(226,034)	(449,617)
Income tax paid		(263,196)	(109,997)
Staff retirement benefits - net		12,854	(12,018)
Long term loans - net		(115)	(10,741)
Long term security deposits - net		-	5,231
Net cash (used in) / generated from operating activities		(923,280)	634,974
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on fixed assets		(59,771)	(48,994)
Proceeds from disposal of fixed assets		20,697	5,297
Short term investment - net		13,369	(25,340)
Dividend received		800,000	300,000
Net cash generated from investing activities		779,012	230,963
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing - net		(455,135)	2,745,531
Dividend-net		553	-
Short term borrowings - net		(1,939,103)	(3,478,779)
Repayment of lease liabilities		(9,231)	(7,546)
Net cash used in financing activities		(2,402,916)	(740,794)
Net (decrease) / increase in cash and cash equivalents		(2,547,184)	125,143
Cash and cash equivalents at the beginning of the period		2,770,118	416,950
Cash and cash equivalents at the end of the period		222,934	542,093

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

1. THE COMPANY AND ITS OPERATIONS

Service Industries Limited (the Company) was incorporated as a private limited Company on 20 March 1957 in Pakistan under the Companies Act, 1913 (now Companies Act, 2017), was converted into a public limited Company on 23 September 1959 and got listed on 27 June 1970. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is located at 2-Main Gulberg, Lahore. The principal activities of the Company are purchase, manufacture and sale of footwear and technical rubber products. These unconsolidated condensed interim financial statements pertain to Service Industries Limited as an individual entity.

2. BASIS OF PREPARATION

2.1 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 of:

- 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 and directives issued under the Companies Act, 2017.

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

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2025.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 31 December 2025.

3.1 Critical Accounting Estimates and Judgements

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual financial statements of the Company for the year ended 31 December 2025.

4. CONTINGENCIES AND COMMITMENTS

4.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 31 December 2025 except as follows:

- 4.1.1** Guarantees issued in ordinary course of business through banks are of Rupees 1,814.664 million (31 December 2025: Rupees 1,528.875 million).

4.2 Commitments

- 4.2.1** Letters of credit other than capital expenditure are of Rupees 504.158 million (31 December 2025: Rupees 210.459 million).

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	(Rupees in thousand)	
5. FIXED ASSETS			
Operating fixed assets	5.1	1,216,623	1,259,404
Capital work-in-progress	5.2	114,022	68,475
		1,330,645	1,327,879
5.1 Operating fixed assets			
Opening net book value		1,259,404	1,198,417
Add: Cost of additions during the period / year	5.1.1	14,224	271,804
Less: Book value of disposals / write off during the period / year	5.1.2	(21,938)	(49,179)
Less: Depreciation charged during the period / year		(35,067)	(161,638)
Closing net book value		1,216,623	1,259,404
5.1.1 Cost of additions during the period / year			
Buildings on freehold land		-	5,994
Plant and machinery		2,783	61,674
Furniture, fixture and fittings		-	2,293
Vehicles		6,122	129,495
Service equipment		4,879	67,638
Leasehold improvements		440	4,710
		14,224	271,804

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	(Rupees in thousand)	
5.1.2 Book value of disposals during the period / year			
Cost of disposals			
Buildings on freehold land		-	712
Plant and machinery		19,832	51,572
Furniture, fixture and fittings		631	41
Vehicles		7,329	54,542
Service equipment		12,050	19,254
Leasehold improvements		4,791	-
		44,633	126,121
Less: Accumulated depreciation		(22,695)	(76,942)
Book value of disposals during the period / year		21,938	49,179
5.2 Capital work-in-progress			
Buildings on freehold land		65,880	44,663
Plant and machinery		7,263	539
Furniture, fixture and fittings		10,428	-
Advances against capital expenditures		30,451	23,273
		114,022	68,475
6. LONG TERM INVESTMENTS			
Investments in subsidiary companies - at cost	6.1	13,965,219	13,965,219
Investments in joint ventures	6.2	-	-
Other investment - at FVTOCI	6.3	35,503	56,467
		14,000,722	14,021,686

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in thousand)	
6.1 Investments in subsidiary companies - at cost		
Service Industries Capital (Private) Limited - unquoted 74,082,700 (31 December 2025: 74,082,700) fully paid ordinary shares of Rupees 10 each Equity held 100% (31 December 2025: 100%)	740,827	740,827
Service Global Footwear Limited - quoted 154,866,080 (31 December 2025: 154,866,080) fully paid ordinary shares of Rupees 10 each Equity held 75.01% (31 December 2025: 75.01%)	2,865,504	2,865,504
Service Long March Tyres Limited - unquoted 1,582,698,295 (31 December 2025: 1,582,698,295) fully paid ordinary shares of Rupees 02 each Equity held 21.37% (31 December 2025: 21.37%)	3,179,430	3,179,430
SIL GULF FZE - unquoted 1 (31 December 2025: 1) fully paid share of UAE Dirhams 150,000 Equity held 100% (31 December 2025: 100%)	7,215	7,215
Service Tyres (Private) Limited - unquoted 666,724,300 (31 December 2025: 666,724,300) fully paid share of Rupees 10 each Equity held 100% (31 December 2025: 100%)	6,667,243	6,667,243
Service Retail (Private) Limited - unquoted 50,500,000 (31 December 2025: 50,500,000) fully paid share of Rupees 10 each Equity held 100% (31 December 2025: 100%)	505,000	505,000
	13,965,219	13,965,219

6.2 Investments in joint ventures

S2 Power Limited - unquoted 24,000 (31 December 2025: 24,000) fully paid ordinary shares of Rupees 10 each	240	240
S2 Hydro Limited - unquoted 24,000 (31 December 2025: 24,000) fully paid ordinary shares of Rupees 10 each	240	240
	480	480
Less : Impairment loss recognized	(480)	(480)
	-	-

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

(Un-audited) (Audited)
March December
31, 2026 31, 2025
 (Rupees in thousand)

6.3 Other investment - at FVTOCI

TRG Pakistan Limited - quoted		
775,000 (31 December 2025: 775,000) fully paid ordinary shares of Rupees 10 each	17,089	17,089
Fair value adjustment	18,414	39,378
	35,503	56,467

(Un-audited)
Quarter Ended
March March
31, 2026 31, 2025
 (Rupees in thousand)

7. REVENUE - NET

Sales of footwear - net

Export sales	-	1,494
Local sales	1,283,761	1,215,147
	1,283,761	1,216,641

Sales of tyres - net

Local sales	-	1,227,579
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Sales of technical rubber products - net

Local sales	25,270	7,222
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Commission Income

	-	3,062
	1,309,031	2,454,504

		(Un-audited)	
		Quarter Ended	
		March	March
		31, 2026	31, 2025
		(Rupees in thousand)	
	Note		
8. COST OF SALES			
Raw materials consumed	8.1	628,159	633,645
Salaries, wages and other benefits		337,533	254,076
Stores and spares consumed		13,219	11,728
Packing materials consumed		69,649	51,538
Fuel and power		48,844	39,028
Insurance		3,712	6,012
Travelling and conveyance		5,575	4,177
Repair and maintenance		5,850	10,273
Entertainment		566	340
Depreciation		17,663	19,299
Provision for slow moving and obsolete inventory		3,334	4,724
Other manufacturing charges		2,793	2,980
		1,136,897	1,037,820
Work-in-process:			
Opening stock		256,986	269,280
Less: Closing stock		(391,695)	(268,216)
		(134,709)	1,064
Cost of goods manufactured		1,002,188	1,038,884
Finished goods:			
Opening stock		1,036,770	842,669
Purchases during the period		123,240	1,353,141
Less: Closing stock		(1,066,287)	(970,382)
Movement in finished goods		93,723	1,225,428
		1,095,911	2,264,312
8.1 Raw materials consumed			
Opening stock		1,000,500	729,974
Add: Purchases during the period		826,103	815,892
Less: Closing stock		(1,198,444)	(912,221)
		628,159	633,645

9. SEGMENT INFORMATION

The Company has three reportable segments. The following summary describes the operation in each of the Company's reportable segments:

Footwear: Purchase, manufacturing and sale of different qualities of footwear.

Tyre: Procuring (not manufacturing) and sales of tyres and related raw material.

Others: Manufacturing of different qualities of rubber products on specifications.

	Footwear		Tyre		Others		Total - Company	
	Un-audited Quarter Ended	March 31, 2025	Un-audited Quarter Ended	March 31, 2025	Un-audited Quarter Ended	March 31, 2025	Un-audited Quarter Ended	March 31, 2025
	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026
Sales								
External:								
- Export	-	1,494	-	-	-	-	-	1,494
- Local	1,283,761	1,215,147	-	1,227,579	25,270	7,222	1,309,031	2,449,948
- Commission income	-	-	-	3,062	-	-	-	3,062
	1,283,761	1,216,641	-	1,230,641	25,270	7,222	1,309,031	2,454,504
Cost of sales	(1,072,482)	(1,021,158)	-	(1,227,579)	(23,429)	(15,575)	(1,095,911)	(2,264,312)
Gross profit / (loss)	211,279	195,483	-	3,062	1,841	(8,353)	213,120	190,192
Distribution cost	(91,634)	(85,307)	-	-	(1,365)	(5,683)	(92,999)	(90,990)
Administrative expenses	(113,725)	(91,676)	-	-	(2,075)	(15)	(115,800)	(91,691)
	(205,359)	(176,983)	-	-	(3,440)	(5,698)	(208,799)	(182,681)
Profit / (Loss) before taxation and levy and unallocated income and expenses	5,921	18,500	-	3,062	(1,600)	(14,051)	4,321	7,511
Unallocated income and expenses :								
Other expenses							(22,171)	(8,556)
Other income							903,523	432,911
Finance cost							(262,339)	(376,292)
Levy							-	-
Taxation							(91,028)	9,301
Profit after taxation							532,306	64,875

(Rupees in thousand)

Selected Notes to the Condensed Unconsolidated Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

9.1 Reconciliation of reportable segment assets and liabilities

	Footwear		Tyre		Others		Total - Company	
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Total assets for reportable segment	5,494,756	4,916,708	-	-	591,161	534,032	6,085,917	5,450,740
Unallocated assets:								
Intangible assets							1,412	1,876
Long term investments							14,000,722	14,021,686
Taxation and levy - net							211,934	-
Short term investments							438,177	441,077
Cash and bank balances							222,934	2,770,118
Total assets as per statement of financial position							20,961,096	22,685,497
Total liabilities for reportable segment	2,331,223	2,280,834	-	-	111,761	28,262	2,442,984	2,309,096
Unallocated liabilities:								
Long term financing - secured							6,959,729	7,414,865
Accrued mark-up / profit							164,964	131,791
Short term borrowings							2,382,158	4,321,261
Taxation and levy - net							-	13,282
Total liabilities as per statement of financial position							11,949,835	14,190,295

9.1.1 All non-current assets except investment in SIL GULF (FZE) of the Company as at reporting dates are located and operating in Pakistan.

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

10. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these unconsolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at March 31, 2026 - Unaudited	Level 1	Level 2	Level 3	Total
--	---------	---------	---------	-------

Rupees in thousand

Financial assets

Financial assets at fair value through other comprehensive income	35,503	-	-	35,503
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Recurring fair value measurements at December 31, 2025 - Audited	Level 1	Level 2	Level 3	Total
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Rupees in thousand

Financial assets

Financial assets at fair value through other comprehensive income	56,467	-	-	56,467
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The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine level 1 fair values

Specific valuation technique used to value financial instruments was use of quoted market prices on Pakistan Stock Exchange.

		(Un-audited)	
		Quarter Ended	
		March	March
		31, 2026	31, 2025
		(Rupees in thousand)	
	Note		
11. CASH (USED IN) / GENERATED FROM OPERATIONS			
Profit before taxation and levy		623,334	55,574
Adjustments for non-cash charges and other items:			
Depreciation and amortisation		41,402	41,404
Provision for gratuity		2,814	4,888
Finance cost		262,339	376,292
Provision for workers' welfare fund		12,721	-
Provision for slow moving and obsolete inventory		3,334	4,724
Allowance for expected credit losses		2,817	3,200
Loss / (Gain) on disposal of fixed assets		1,241	(4,524)
Dividend income		(800,000)	(300,000)
Return on short term investment		(10,469)	(7,660)
Working capital changes	11.1	(586,321)	1,038,218
		(446,788)	1,212,116
11.1 Working capital changes			
(Increase) / decrease in current assets:			
Stores, spares and loose tools		(36,957)	(32,006)
Stock in trade		(370,221)	(312,854)
Trade debts		(120,868)	541,955
Loans and advances		21,779	813,966
Prepayments		(30,528)	(84,477)
Other receivables		(160,571)	(115,933)
Increase in current liabilities:			
Trade and other payables		111,045	227,567
		(586,321)	1,038,218

Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

12. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise subsidiary companies, associated undertakings, joint ventures, other related parties, key management personnel and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Details of transactions with related parties are as follows:

(i) Transactions:

	(Un-audited)	
	Quarter Ended	
	March 31, 2026	March 31, 2025
	(Rupees in thousand)	
Subsidiary Companies		
Interest expense	-	89,867
Interest income	-	39,305
Sale of goods	112,910	1,541,247
Purchase of goods	26,213	25,136
Loan repaid	-	14,708,042
Loan obtained	-	11,715,624
Dividend received	800,000	300,000
Expenses charged	269,090	326,735
Rental income	65,960	64,617
Services rendered	9,000	9,000
Commission income	-	3,062
Associated Companies		
Donations	2,571	3,780
Key management personnel - Directors		
Remuneration	67,470	45,347
Meeting fee to directors - non executive	1,250	480
Other related parties		
Employees' retirement benefits	25,786	17,641

(ii) Period end balances

As at 31 March 2026 (Un-audited)		
Subsidiary companies	Other related parties	Total

(Rupees in thousand)

Employees' retirement benefit	-	120,781	120,781
Trade and other payables	633	-	633

As at 31 December 2025 (Audited)		
Subsidiary companies	Other related parties	Total

(Rupees in thousand)

Employees' retirement benefit	-	119,762	119,762
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13. Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 31 December 2025.

14. Date of authorization for issue

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on April 28, 2026.

15. 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 annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of 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.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison and reclassifications accordingly.

16. General

Figures have been rounded off to nearest thousand of Rupees unless otherwise stated.



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Consolidated Condensed Interim Financial Statements



Consolidated Condensed Interim Statement of Financial Position

As at March 31, 2026

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
Note	(Rupees in thousand)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital		
100,000,000 (2025: 100,000,000) ordinary shares of Rupees 10 each	1,000,000	1,000,000
Issued, subscribed and paid-up share capital	469,874	469,874
Reserves	25,737,131	22,734,951
Non-controlling interest	19,736,351	17,701,644
Total equity	45,943,356	40,906,469
LIABILITIES		
NON-CURRENT LIABILITIES		
Long term financing	14,035,962	12,352,993
Long term deposits	180,535	187,679
Lease liabilities	5,367,513	5,602,527
Employees' retirement benefit	668,542	641,023
Deferred liabilities	691,388	957,394
	20,943,940	19,741,616
CURRENT LIABILITIES		
Trade and other payables	19,165,517	16,353,304
Accrued mark-up / profit	647,219	511,734
Short term borrowings	30,810,517	54,184,123
Current portion of non-current liabilities	4,831,813	5,054,292
Unclaimed dividend	56,618	56,065
	55,511,684	76,159,518
Liabilities directly associated with the assets held for sale	9	-
Total liabilities	76,455,624	95,901,134
Contingencies and commitments	6	
TOTAL EQUITY AND LIABILITIES	122,398,980	136,807,603

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



Arif Saeed

(Chief Executive)

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	(Rupees in thousand)	
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	7	49,752,651	49,223,937
Right-of-use assets		4,099,580	4,402,090
Intangible assets		25,781	26,689
Long term investments	8	803,544	803,654
Long term loans to employees		67,418	65,314
Long term security deposits		262,267	256,694
Deferred Income tax asset - net		1,016,525	1,365,047
		56,027,766	56,143,425
CURRENT ASSETS			
Stores, spares and loose tools		1,590,818	1,261,149
Stock-in-trade		22,955,432	26,473,359
Trade debts		22,974,695	16,969,393
Loans and advances		3,526,201	1,097,908
Trade deposits and prepayments		678,415	683,456
Other receivables		3,522,886	3,775,049
Taxation and levy - net		532,863	488,172
Accrued interest		50,465	11,629
Short term investments		2,978,407	21,423,371
Cash and bank balances		7,561,032	8,480,692
		66,371,214	80,664,178
Assets held for sale	9	-	-
		66,371,214	80,664,178
TOTAL ASSETS		122,398,980	136,807,603



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Consolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For the quarter ended March 31, 2026

	Note	(Un-audited)	(Un-audited)
		Quarter Ended	
		March	March
		31, 2026	31, 2025
		(Rupees in thousand)	
Continuing operations			
Revenue - net	10	42,237,754	32,519,480
Cost of sales	11	(30,809,463)	(25,086,888)
Gross profit		11,428,291	7,432,592
Distribution cost		(3,044,707)	(2,462,066)
Administrative expenses		(1,188,600)	(1,081,567)
Other expenses		(484,638)	(215,205)
		(4,717,945)	(3,758,838)
		6,710,346	3,673,754
Other income		249,782	203,720
Profit from operations		6,960,128	3,877,474
Finance cost		(991,857)	(1,438,959)
		5,968,271	2,438,515
Share of profit in equity accounted investee - net of taxation		20,854	20,288
Profit before levy and taxation		5,989,125	2,458,803
Levy		(33,729)	(42,320)
Profit before taxation		5,955,396	2,416,483
Taxation		(906,532)	(728,446)
Profit after taxation from continuing operations		5,048,864	1,688,037
Discontinued operations			
Loss after taxation from discontinued operations	9	-	-
Profit after taxation		5,048,864	1,688,037
Share of profit attributable to:			
Equity holders of the holding company		3,015,161	1,249,810
Non-controlling interest		2,033,703	438,227
		5,048,864	1,688,037
Earnings per share - basic and diluted (Rupees)			
		64.17	26.60
Earnings per share from continuing operations- basic and diluted (Rupees)			
		64.17	26.60

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



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For the quarter ended March 31, 2026

	(Un-audited) March 31, 2026	(Un-audited) March 31, 2025
	(Rupees in thousand)	
Profit after taxation	5,048,864	1,688,037
Other comprehensive (loss) / income		
Items that will not be reclassified to profit or loss:		
Deficit arising on remeasurement of investment at fair value through other comprehensive income - net of tax	(16,246)	(3,611)
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign subsidiary	565	4,233
Other comprehensive (loss) / income for the period - net of tax	(15,681)	622
Total comprehensive income for the period	5,033,183	1,688,659
Share of total comprehensive income attributable to:		
Equity holders of the holding company	2,999,402	673,735
Non-controlling interest	2,033,781	1,014,925
	5,033,183	1,688,659

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



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For the quarter ended March 31, 2026

	Attributable to the equity holders of the holding company											Shareholders equity	Noncontrolling interest	Total equity				
	Share capital	Capital reserves						Revenue reserves			Total reserves							
		Capital gains	Fair value re-serve (FVOCI investment)	Share premium	Share of share premium reserve held by equity accounted investee	Exchange translation reserve	Reserve pursuant to the Scheme	Share options reserve	Share of employees share compensation reserve held by equity accounted investee	Subtotal					General reserve	Unappropriated profit	Sub total	
Balance as at 31 December 2024 - audited	469,874	102,730	29,202	1,385,749	20,460	(73,967)	927,163	66,449	307	2,450,093	1,558,208	10,278,584	11,636,792	14,294,885	14,764,759	11,252,743	26,017,502	
Recognition of share options reserves				4,024			4,024								4,024	44,986	85,000	
Profit for the quarter ended 31 March 2025																		
Other comprehensive (loss) / income for the quarter ended 31 March 2025																		
Total comprehensive income for the quarter ended 31 March 2025																		
Balance as at 31 March 2025 - unaudited	469,874	102,730	25,591	1,385,749	20,460	(71,235)	927,163	106,483	307	2,447,248	1,558,208	11,528,394	13,086,602	15,383,850	16,653,724	11,737,437	27,791,161	
Balance as at 31 December 2025 - audited	469,874	102,730	30,518	1,532,698	20,460	(1,952)	927,163	36,736	307	2,648,640	1,558,208	18,528,083	20,086,291	22,734,951	23,204,825	17,701,644	40,906,469	
Recognition of share options reserves								2,778		2,778					2,778	926	3,704	
Profit for the quarter ended 31 March 2026																		
Other comprehensive loss for the quarter ended 31 March 2026																		
Total comprehensive income for the quarter ended 31 March 2026																		
Balance as at 31 March 2026 - unaudited	469,874	102,730	14,272	1,532,698	20,460	(1,465)	927,163	39,514	307	2,655,679	1,558,208	21,543,244	23,101,452	25,737,131	26,207,005	19,736,351	45,443,356	

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



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Consolidated Condensed Interim Statement of Cash Flows (Un-audited)

For the quarter ended March 31, 2026

		(Un-audited) March 31, 2026	(Un-audited) March 31, 2025
	Note	(Rupees in thousand)	
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated from / (used in) operations	12	5,755,721	(3,687,534)
Finance cost paid		(624,219)	(1,279,927)
Income tax paid		(631,713)	(429,891)
Employees' retirement benefits paid		(2,158)	(6,320)
Long term loans - net		(2,104)	14,827
Long term deposits - net		(7,144)	7,500
Net cash generated from / (used in) operating activities		4,488,383	(5,381,345)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on operating fixed assets		(1,450,712)	(4,419,340)
Interest received		47,183	19,245
Proceeds from disposal of fixed assets		48,801	10,925
Short term investments disposed off		18,486,401	7,327,117
Net cash generated from investing activities		17,131,673	2,937,946
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing - net		1,197,801	4,962,099
Short term borrowings - net		(23,373,606)	(5,063,704)
Repayment of lease liabilities		(359,457)	(412,088)
Long term deposit - net		(5,573)	197,478
Dividend - net		553	-
Net cash used in financing activities		(22,540,282)	(316,215)
Effects of exchange rate changes on cash and cash equivalents		565	4,233
Net decrease in cash and cash equivalents		(919,660)	(2,755,381)
Cash and cash equivalents at the beginning of the period		8,480,692	7,960,478
Cash and cash equivalents at the end of the period		7,561,032	5,205,097

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



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

1. THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding Company

- Service Industries Limited

Subsidiary Companies

- Service Global Footwear Limited
- Service Industries Capital (Private) Limited
- Service Long March Tyres Limited
- SIL Gulf FZE
- Dongguan Service Global Limited
- Service Tyres (Private) Limited
- Service Retail (Private) Limited
- SLM International Tyres Trading FZE

Service Industries Limited

Service Industries Limited was incorporated as a private limited company on 20 March 1957 in Pakistan under the Companies Act, 1913 (now the Companies Act, 2017), converted into a public limited company on 23 September 1959 and got listed on 27 June 1970. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The principal activities of Service Industries Limited are purchase, manufacture and sale of footwear and technical rubber products.

Service Global Footwear Limited

Service Global Footwear Limited was incorporated as a public limited company on 19 July 2019 in Pakistan under the Companies Act, 2017. The principal activities of the Service Global Footwear Limited are manufacturing, sale, marketing, import and export of footwear, leather and allied products. It is subsidiary of Service Industries Limited. Ownership interest held by non-controlling interests in Service Global Footwear Limited – Subsidiary Company is 24.99% (2025:24.99%).

Service Industries Capital (Private) Limited

Service Industries Capital (Private) Limited is a private limited company incorporated in Pakistan on 10 November 2015 under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017). Its registered office and head office is situated at Servis House, 2-Main Gulberg, Lahore. The principal objects of Service Industries Capital (Private) Limited are to hold investments in subsidiaries / joint ventures and other companies, entities and organizations, listed or otherwise in Pakistan or elsewhere in the world subject to all the applicable laws and procedures but not to act as an investment company. It is wholly owned subsidiary of Service Industries Limited.

Service Long March Tyres Limited

Service Long March Tyres Limited was incorporated as a private limited company on 07 January 2020 under Companies Act, 2017 (XIX of 2017), converted into a public limited company on 06 January 2026. The registered office of the Company is situated at Servis House, 2-Main Gulberg, Lahore. The principal

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

line of business of the Company is 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. Ownership interest held by non-controlling interests in Service Long March Tyres Limited – Subsidiary Company is 55.23% (2025: 55.23%).

SIL Gulf (FZE)

SIL GULF (FZE) is registered as a Free Zone Establishment with limited liability in Sharjah International Airport Free (SAIF) Zone with licence No. 22182 on 25 February 2021, under SAIF Zone. The registered office address of SIL GULF (FZE) is SAIF office Q1 – 05 - 081/A, Sharjah, United Arab Emirates. The principal activities of SIL GULF (FZE) are trading of the tyres and rims, car tyres and outfit, readymade garments, hand bags and leather products, tanned leather, textile and rubber, professional health and safety outfit and tools. It is wholly owned subsidiary of Service Industries Limited.

Dongguan Service Global Limited

Dongguan Service Global Limited is a limited liability company (wholly owned by foreign legal person) registered with Dongguan Administration of Market Regulations, China. Date of incorporation of Dongguan Service Global Limited is 18 December 2022. Business scope of Dongguan Service Global Limited is wholesale of shoes and hats, sales of leather products, sales of needle textiles and raw materials, wholesale of hardware products, sales of bags, sales of daily necessities, inspection of clothing and apparel, finishing services, technical services, technology development, technical consultation, technology exchange, technology transfer, technology promotion, import and export of goods, technology import and export (except for projects subject to approval according to law, independently carry out business activities according to law with a business license). Commercial address of Dongguan Service Global Limited is Room 302, No. 18, Houjie Town, Dongguan City, Guangdong Province, China. The registered capital of Dongguan Service Global Limited is USD 1,250,000 which is being subscribed by Service Global Footwear Limited. Service Global Footwear Limited wholly owns Dongguan Service Global Limited.

Service Tyres (Private) Limited

Service Tyres (Private) Limited was incorporated as a private limited company on 21 December 2023 in Pakistan under the Companies Act, 2017. Its registered office is situated at Servis House, 2 - Main Gulberg, Lahore. The principal line of business of Service Tyres (Private) Limited is to carry on the business of manufacturing, trading, sale, marketing, retail, wholesale, import and export of all types of tyres, tubes, spare parts and allied products for bicycles, motorcycles, scooters, rickshaws, automobiles, buses, trucks, cars, tractors, trolleys and other vehicles. It is wholly owned subsidiary of Service Industries Limited.

Service Retail (Private) Limited

Service Retail (Private) Limited was incorporated as a private limited company on 21 December 2023 in Pakistan under the Companies Act, 2017. Its registered office is situated at Servis House, 2 - Main Gulberg, Lahore. The principal line of business of Service Retail (Private) Limited is to carry on the business of manufacturing, sale, trading, retail, wholesale, marketing, import and export of footwear, bags, apparel, accessories and other items / products. It is wholly owned subsidiary of Service Industries Limited.

SLM International Tyres Trading FZE

SLM International Tyres Trading FZE, incorporated on 25 July 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 SLM International Tyres Trading FZE is Premises No: FZJOA1001 Jebel Ali Free Zone, Dubai, United Arab Emirates. The principal activities of SLM International Tyres Trading FZE are auto spare parts and components trading, tyres and rims trading. It is wholly owned subsidiary of Service Long March Tyres Limited.

2. BASIS OF CONSOLIDATION

a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The assets and liabilities of Subsidiary Companies have been consolidated on a line-by-line basis and carrying value of investments held by the Holding Company is eliminated against Holding Company's share in paid up capital of the Subsidiary Companies.

Intragroup balances and transactions have been eliminated.

Non-controlling interests are that part of net results of the operations and of net assets of Subsidiary Companies attributable to interest which are not owned by the Holding Company. Non-controlling interests are presented as separate item in the condensed consolidated interim financial statements.

b) Associate

Associate is an entity over which the Group has significant influence but not control or joint control. Investment in associate is accounted for using the equity method of accounting, after initially being recognised at cost.

Under the equity method of accounting, the investment is initially recognised at cost and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the investee in profit or loss, and the Group's share of movements in other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associate is recognised as a reduction in the carrying amount of the investment.

When the Group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Group and its associate is eliminated to the extent of the Group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

Investment in equity method accounted for associate is tested for impairment in accordance with the provision of IAS 36 'Impairment of Assets`.

c) Translations of the financial statements of foreign subsidiary

The financial statements of foreign subsidiary of which the functional currency is different from that used in preparing the Group's financial statements are translated in functional currency of the Group. Statement of financial position items are translated at the exchange rate at the reporting date and statement of profit and loss items are converted at the average rate for the period. Any resulting translations differences are recognized under exchange translation reserve in consolidated reserves.

3. BASIS OF PREPARATION

a) These condensed consolidated 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 of:

- 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 and directives issued under Companies Act, 2017.

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

These condensed consolidated interim financial statements do not include all the information required for the full set of annual financial statements and the consolidated condensed interim financial statements should be read in conjunction with the annual audited consolidated financial statements of the company for the year ended 31 December 2025.

b) The condensed consolidated interim financial statements are presented in Pak Rupee which is the company's functional and presentation currency.

4. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these condensed consolidated interim financial statements are the same as those applied in the preparation of preceding annual audited consolidated financial statements of the Group for the year ended 31 December 2025.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed consolidated interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed consolidated interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 31 December 2025.

6. CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published consolidated financial statements of the Company for the year ended 31 December 2025 except for the following:

- 6.1.1 Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 128.624 million (31 December 2025: Rupees 117.942 million) on imported material availed on the basis of consumption and export plans. In the event the documents of exports are not provided on due dates, cheques issued as security shall be encashable.
- 6.1.2 Guarantees issued in ordinary course of business through banks are of Rupees 4,641.318 million (31 December 2025: Rupees 5,640.166 million).
- 6.1.3 Service Global Footwear Limited - Subsidiary Company is availing Export Facilitation Scheme (EFS) License issued by Collector of Custom, Lahore with a face value of Rupees 3,360 million (31 December 2025: Rupees 2,750 million) for the duty and tax free imports of plant, machinery, equipment, component parts, raw material, packing material and accessories. The said limit was allowed by Collector of Customs, Lahore after securing a post dated cheque of Rupees 3,360 million (31 December 2025: Rupees 2,750 million) from the Company.

6.2 Commitments

- 6.2.1 Outstanding foreign currency forward contracts are of Rupees 4,017.669 million (31 December 2025: Rupees 3,650.841 million).
- 6.2.2 Contracts for capital expenditure are approximately of Rupees 5,768.678 million (31 December 2025: Rupees 5,818.950 million).
- 6.2.3 Letters of credit other than capital expenditure are of Rupees 4,431.384 million (31 December 2025: Rupees 4,989.555 million).

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

	Note	(Un-audited) March 31, 2026	(Audited) December 31, 2025
(Rupees in thousand)			
7. FIXED ASSETS			
Operating fixed assets	7.1	44,693,859	45,388,517
Capital work-in-progress		5,058,792	3,835,420
		49,752,651	49,223,937
7.1 Operating fixed assets			
Opening net book value		45,388,517	40,160,220
Add: Additions during the period / year	7.2	227,222	8,724,228
		45,615,739	48,884,448
Less: Disposals during the period / year (at book value)	7.2	(47,927)	(131,480)
		45,567,812	48,752,968
Currency retranslation		118	540
		45,567,930	48,753,508
Less: Depreciation charged during the period / year		(874,071)	(3,364,991)
		44,693,859	45,388,517

7.2 Following is the detail of additions and disposals during the period / year:

	Additions		Disposals - NBV	
	Un-audited March 31, 2026	Audited December 31, 2025	Un-audited March 31, 2026	Audited December 31, 2025
(Rupees in thousand)				
Leasehold land	3,030	-	-	-
Building on freehold land	55,156	332,467	-	637
Building on leasehold land	-	430,434	-	-
Plant and machinery	48,988	6,198,706	5,856	10,957
Furniture, fixture and fittings	4,428	84,342	325	1,297
Vehicles	72,542	455,774	32,496	72,982
Service equipments	42,348	1,089,394	6,455	29,244
Leasehold improvements	730	133,111	2,795	16,363
	227,222	8,724,228	47,927	131,480

		(Un-audited) March 31, 2026	(Audited) December 31, 2025
	Note	(Rupees in thousand)	
8. LONG TERM INVESTMENTS			
Investment in associate (with significant influence) - under equity method	8.1	768,041	747,187
Investment in joint ventures - at cost	8.2	-	-
Other investment - at FVTOCI	8.3	35,503	56,467
		803,544	803,654
8.1 Investment in associate (with significant influence) - under equity method			
Speed (Private) Limited		342,526	342,526
263,909 (2025: 263,909) fully paid ordinary shares of Rupees 100 each			
Share of post acquisition reserve:			
As at the beginning of the year		404,661	338,928
Share of post acquisition profit for the period / year		20,854	113,233
Dividend received		-	(47,500)
		425,515	404,661
		768,041	747,187
8.2 Investment in joint ventures - at cost			
S2 Power Limited		240	240
24,000 (2025: 24,000) fully paid ordinary shares of Rupees 10 each			
S2 Hydro Limited		240	240
24,000 (2025: 24,000) fully paid ordinary shares of Rupees 10 each			
Impairment loss recognized against investments		(480)	(480)
		-	-
8.3 Other investment - at FVTOCI			
TRG Pakistan Limited		17,089	17,089
775,000 (2025: 775,000) fully paid ordinary shares of Rupees 10 each			
Fair value adjustment		18,414	39,378
		35,503	56,467

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

9. DISCONTINUED OPERATIONS

On 30 December 2022, the Board decided to discontinue operations of Service Shoes Lanka (Private) Limited, effective from 15 January 2023, due to adverse economic conditions in Sri Lanka. Its assets and liabilities were classified as held for sale in the 2023 and 2024 consolidated financial statements, and the subsidiary was subsequently disposed of on 26 August 2025. In these financial statements, it is presented as a discontinued operation in the comparative period.

		(Un-audited)	
		Quarter Ended	
		March	March
		31, 2026	31, 2025
Note		(Rupees in thousand)	
10.	REVENUE - NET		
	Sales of footwear - net		
	Export sales	3,953,449	4,758,552
	Local sales	5,877,292	5,192,147
		9,830,741	9,950,699
	Sales of tyres - net		
	Export sales	6,545,756	5,150,271
	Local sales	24,846,666	16,514,914
		31,392,422	21,665,185
	Sales of technical rubber products - net		
	Local sales	25,270	7,222
	Sales of spare parts for automobiles - net		
	Export sales	11,486	5,680
	Local sales	977,835	890,694
		989,321	896,374
		42,237,754	32,519,480

11. COST OF SALES

	Raw materials consumed	11.1	21,769,272	20,215,300
	Salaries, wages and other benefits		2,674,522	2,188,803
	Stores and spares consumed		245,042	311,756
	Packing materials consumed		520,641	579,114
	Fuel and power		1,401,547	1,225,884
	Insurance		28,371	41,111
	Travelling		35,555	41,632
	Repair and maintenance		80,459	110,928
	Entertainment		9,811	6,502
	Depreciation		747,198	640,753
	Provision for slow moving and obsolete inventory		18,412	23,317
	Other manufacturing charges		354,619	498,322
			27,885,449	25,883,422

		(Un-audited)	
		Quarter Ended	
		March	March
		31, 2026	31, 2025
		(Rupees in thousand)	
	Note		
Work-in-process:			
Opening stock		1,896,154	1,696,606
Less: Closing stock		(2,664,202)	(2,362,822)
		(768,048)	(666,216)
Cost of goods manufactured		27,117,401	25,217,206
Finished goods:			
Movement in Finished Goods		3,692,062	(130,318)
		30,809,463	25,086,888
11.1 Raw materials consumed			
Opening stock		14,028,086	11,891,255
Add: Purchases during the period		18,426,716	18,540,546
Less: Closing stock		(10,685,530)	(10,216,501)
		21,769,272	20,215,300
12. CASH GENERATED FROM OPERATIONS			
Profit before taxation and levy		5,989,125	2,458,803
Adjustments for non-cash charges and other items:			
Depreciation and amortisation		1,066,462	976,083
Provision for gratuity		29,677	26,723
Finance cost		991,857	1,438,959
Provision for workers' profit participation fund		93,800	114,169
Interest on workers' profit participation fund		6,145	-
Provision for workers' welfare fund		71,011	22,101
Provision for slow moving and obsolete inventory		41,669	23,317
Allowance for expected credit losses		33,745	30,148
Profit on saving accounts and term deposit receipts		(127,455)	(38,481)
Employee share option expense		3,704	85,000
Gain on disposal of fixed assets		(875)	(4,397)
Share of profit in equity accounted investee		(20,854)	(20,288)
Working capital changes	12.1	(2,422,289)	(8,799,670)
		5,755,721	(3,687,534)

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

(Un-audited)
Quarter Ended
March March
31, 2026 31, 2025
(Rupees in thousand)

12.1 Working capital changes

(Increase) / decrease in current assets:

Stores, spares and loose tools **(329,669)** (150,756)

Stock-in-trade **3,476,258** (1,615,175)

Trade debts **(6,039,047)** (2,578,589)

Loans, advances, trade deposits, prepayments and other receivables **(2,171,089)** (4,177,344)

(5,063,548) (8,521,864)

Increase / (decrease) in trade and other payables **2,641,258** (277,806)

(2,422,289) (8,799,670)

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

13. SEGMENT INFORMATION

The Company has three reportable segments. The following summary describes the operation in each of the Company's reportable segments:

Footwear: Purchase, manufacturing and sale of different qualities of footwear.

Tyre: Manufacturing of different qualities of tyres and tubes.

Others: Manufacturing of different qualities of rubber products on specifications and trading and manufacturing of spare parts of automobiles.

	Footwear		Tyre		Others		Total - Company	
	Un-audited		Un-audited		Un-audited		Un-audited	
	Quarter Ended	March 31, 2025	Quarter Ended	March 31, 2025	Quarter Ended	March 31, 2025	Quarter Ended	March 31, 2025
	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026	March 31, 2026
Sales								
- Export	3,953,449	4,758,552	6,545,756	5,150,271	11,486	5,680	10,510,691	9,914,503
- Local	5,877,292	5,192,147	24,846,666	16,514,914	1,003,105	897,916	31,727,063	22,604,977
	9,830,741	9,950,699	31,392,422	21,665,185	1,014,591	903,596	42,237,754	32,519,480
Cost of sales	(6,417,514)	(6,762,199)	(23,490,034)	(17,540,412)	(901,915)	(784,277)	(30,809,463)	(25,086,888)
Gross profit	3,413,227	3,188,500	7,902,388	4,124,773	112,676	119,319	11,428,291	7,432,592
Distribution cost	(1,603,760)	(1,645,107)	(1,394,988)	(776,039)	(45,958)	(40,920)	(3,044,707)	(2,462,066)
Administrative expenses	(625,344)	(516,664)	(534,167)	(541,097)	(29,089)	(23,806)	(1,188,600)	(1,081,567)
	(2,229,104)	(2,161,771)	(1,929,155)	(1,317,136)	(75,047)	(64,726)	(4,233,307)	(3,543,633)
Profit before levy and taxation and unallocated income and expenses	1,184,123	1,026,729	5,973,233	2,807,637	37,628	54,593	7,194,984	3,888,959
Unallocated income and expenses:								
Other expenses							(484,638)	(215,205)
Other income							249,782	203,720
Share of net profit of associate accounted for using the equity method							20,854	20,288
Finance cost							(991,857)	(1,438,959)
Levy							(33,729)	(42,320)
Taxation							(906,532)	(728,446)
Profit after taxation							5,048,864	1,688,037

(Rupees in thousand)

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

13.1 Reconciliation of reportable segment assets and liabilities

	Footwear		Tyre		Others		Total - Company	
	Un-audited March 31, 2026	Audited December 31, 2025	Un-audited March 31, 2026	Audited December 31, 2025	Un-audited March 31, 2026	Audited December 31, 2025	Un-audited March 31, 2026	Audited December 31, 2025
Total assets for reportable segment	22,411,671	21,657,725	77,417,738	71,689,600	2,028,953	2,695,514	101,858,362	96,042,839
(Rupees in thousand)								
Unallocated assets:								
Long term investments					803,544		803,544	803,654
Intangible assets					25,781		25,781	26,689
Right-of-use assets					4,099,580		4,099,580	4,402,090
Deferred income tax asset - net					1,016,525		1,016,525	1,365,047
Taxation and levy - net					532,863		532,863	488,172
Other receivables					3,522,886		3,522,886	3,775,049
Short term investments					2,978,407		2,978,407	21,423,371
Cash and bank balances					7,561,032		7,561,032	8,480,692
Total assets as per consolidated statement of financial position					122,398,980		122,398,980	136,807,603
Total liabilities for reportable segment	13,196,780	13,455,979	12,269,511	9,588,133	498,923	326,292	25,965,214	23,370,404
Unallocated liabilities:								
Long term financing					18,224,662		18,224,662	16,405,314
Deferred liabilities					808,012		808,012	1,429,559
Accrued mark-up / profit					647,219		647,219	511,734
Short term borrowings					30,810,517		30,810,517	54,184,123
Total liabilities as per consolidated statement of financial position					76,455,624		76,455,624	95,901,134

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

15. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these condensed consolidated interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at March 31, 2026	Level 1	Level 2	Level 3	Total
Rupees in thousand				
Financial assets				
Financial assets at fair value through other comprehensive income	35,503	-	-	35,503
Derivative financial assets	-	6,712	-	6,712
Total financial assets	35,503	6,712	-	42,215

Recurring fair value measurements at December 31, 2025	Level 1	Level 2	Level 3	Total
Rupees in thousand				
Financial assets				
Financial assets at fair value through other comprehensive income	56,467	-	-	56,467
Financial assets at fair value through profit or loss	19,251,189	-	-	19,251,189
Derivative financial assets	-	5,508	-	5,508
Total financial assets	19,307,656	5,508	-	19,313,164

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Selected Notes to the Consolidated Condensed Interim Financial Statements (Un-audited)

For the quarter ended March 31, 2026

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) **Valuation techniques used to determine fair values**

Specific valuation techniques used to value financial instruments include the use of quoted market prices.

14. TRANSACTIONS WITH RELATED PARTIES

(i) Transaction with related parties and associated undertakings, other than those disclosed elsewhere in the financial statements are as follows:

	(Un-audited)	
	March 31, 2026	March 31, 2025
	(Rupees in thousand)	
Associated companies		
Sale of goods	226,825	64,869
Purchase of goods	96,987	156,124
Donations made	29,278	33,684
Key management personnel - Directors		
Remuneration	67,470	45,347
Meeting fee to directors - non executive	1,250	480
Other related parties		
Employees' retirement benefits	145,407	170,896

(ii) **Period end balances**

As at 31 March 2026 (Un-audited)		
Associated companies	Other related parties	Total
(Rupees in thousand)		
Employee benefit plans	-	513,944
Trade and other payables	791,414	791,414

As at 31 December 2025 (Audited)		
Associated companies	Other related parties	Total

(Rupees in thousand)

Employee benefit plans	-	805,606	805,606
Trade debts	-	1,860	1,860

16. THE FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The condensed consolidated interim financial statements do not include all financial risk management information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the company's annual audited consolidated financial statements as at December 31, 2025.

There have been no changes in the risk management policies since the year end.

17. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on April 28, 2026 by the Board of Directors of the Company.

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 annual audited financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of 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.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison.

19. GENERAL

Figures have been rounded off to nearest thousand of Rupees, except stated otherwise.



Arif Saeed
(Chief Executive)



Omar Saeed
(Director)



Babar Ali Khan
(Chief Financial Officer)

اور مسابقتی حیثیت برقرار رکھنے کے لیے اسٹریٹجک قیمتوں کے تعین کے اقدامات اور محتاط مالی انتظام اپنایا گیا ہے۔

موجودہ مشکلات کے باوجود، کمپنی مضبوط لیکویڈیٹی، متنوع پورٹ فولیو اور منظم آپریشنز کی بدولت اپنی نمو کو برقرار رکھنے کی مضبوط پوزیشن میں ہے۔ مزید برآں، کمپنی کی ذیلی ادارہ سروس لاگت مارچ ٹائز لمیٹڈ (ایس ایل ایم) نے IPO کے ذریعے پاکستان اسٹاک ایکسچینج میں فہرست بندی کے لیے درخواست جمع کرائی ہے۔ اس کے ساتھ ساتھ، ایس ایل ایم نے (پی سی آر) کارڈوں کے ریڈیل ٹائز کے شعبے میں اپنی اسٹریٹجک توسیع کا اعلان کیا ہے، جو کاروباری تنوع اور مارکیٹ میں مزید رسائی کی سمت ایک اہم قدم ہے۔ یہ اقدام گروپ کی طویل المدتی نمو کی رفتار کو مضبوط بنانے اور آٹومٹیو ٹرانز انڈسٹری میں اس کی پوزیشن کو مزید مستحکم کرنے میں معاون ثابت ہونے کی توقع ہے۔

اظہار اعتراف

ڈائریکٹرز اپنے تمام شیئرز ہو لڈرز کے تہہ دل سے شکر گزار ہیں۔ جنہوں نے ہمیشہ کمپنی پر اپنے اعتماد کا مظاہرہ کیا ہے اور ہم اپنے ملازمین کی مسلسل محنت کی بھی قدر کرتے ہیں جو کمپنی کے مقاصد کے حصول کے لیے کی جا رہی ہیں۔ ہم اپنے گاہکوں، سپلائرز اور بینکوں کا بھی شکریہ ادا کرتے ہیں جنہوں نے ہمیشہ ہمارا ساتھ دیا۔ ہم سال بھر بہترین نتائج فراہم کرنے کے لئے پر اعتماد ہیں۔

منجانب بورڈ



عمر سعید
ڈائریکٹر



عارف سعید
چیف ایگزیکٹو

28 اپریل 2026

لاہور

مجموعی مالی کارکردگی کی نمایاں جھلکیاں

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کے دوران، گروپ نے مضبوط مستحکم مالی کارکردگی کا مظاہرہ کیا۔ آمدن میں 30 فیصد اضافہ ہوا اور یہ 42.2 ارب روپے تک پہنچ گئی، جبکہ گزشتہ سال کے اسی عرصے میں یہ 32.5 ارب روپے تھی۔ مجموعی منافع میں بھی 54 فیصد اضافہ ریکارڈ کیا گیا، جو اسی مدت کے مقابلے میں نمایاں بہتری کو ظاہر کرتا ہے۔ اسی طرح، ٹیکس کے بعد خالص منافع میں نمایاں اضافہ دیکھنے میں آیا، جو 199 فیصد بڑھ کر 5.0 ارب روپے تک پہنچ گیا، جبکہ گزشتہ سال اسی عرصے میں یہ 1.7 ارب روپے تھا۔

31 مارچ 2026 کو ختم ہونے والے پہلی سہ ماہی کے دوران گروپ کی مجموعی کارکردگی میں کلیدی کاروباری شعبوں کی نمایاں شرکت درج ذیل ہے:

ٹیکسٹائل

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کے دوران، ٹیکسٹائل شعبے نے مضبوط نمو کا مظاہرہ کیا، جس میں خالص فروخت 45 فیصد بڑھ کر 31.4 ارب روپے تک پہنچ گئی، جبکہ گزشتہ سال یہ 21.7 ارب روپے تھی۔ آپریٹنگ کارکردگی کے تعاون سے حاصل ہونے والی اس مضبوط آمدنی میں اضافے کے نتیجے میں مجموعی منافع بھی نمایاں طور پر بڑھ کر 7.9 ارب روپے تک پہنچ گیا، جو گزشتہ سال 4.1 ارب روپے تھا۔ یہ شعبہ حجم میں اضافے اور وسائل کی اسٹریٹجک تقسیم کے ذریعے منافع میں بہتری لارہا ہے، جس میں ٹیکنالوجی اور مصنوعات کی ترقی پر توجہ مرکوز کی گئی ہے تاکہ مزید تنوع حاصل کیا جاسکے۔

فٹ ویئر شعبہ

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کے دوران، فٹ ویئر شعبے کی خالص فروخت میں معمولی کمی واقع ہوئی اور یہ 1 فیصد کم کر 9.83 ارب روپے رہ گئی، جبکہ گزشتہ سال یہ 9.95 ارب روپے تھی۔ تاہم، مجموعی منافع میں اضافہ ہوا اور یہ 3.4 ارب روپے تک پہنچ گیا، جو گزشتہ سال 3.2 ارب روپے تھا۔ مجموعی منافع کے مارجن میں بہتری محتاط خریداری اور سخت لاگت کنٹرول کے ذریعے حاصل کی گئی۔ یہ شعبہ اپنی کارکردگی کی رفتار کو برقرار رکھنے کے لیے برانڈ کی مضبوطی اور عملی کارکردگی میں مزید بہتری پر مسلسل توجہ مرکوز رکھے ہوئے ہے۔

انٹرنیشنل فنانشل رپورٹنگ اسٹینڈرڈ (IFRS) اور کمپنیز ایکٹ 2017 کے متعلقہ احکام کی تعمیل میں، کمپنی نے اپنی انفرادی عبوری مختصر مالی بیانات کے ساتھ ساتھ اپنے مجموعی عبوری مختصر مالی بیانات کو بھی منسلک کیا ہے۔

مستقبل کی آؤٹ لک

2026 کے آغاز سے ہی عالمی معاشی منظر نامہ غیر یقینی صورتحال کا شکار ہے، جس کی بنیادی وجوہات جنرالیٹی و سیاسی کشیدگی، توانائی کی منڈیوں میں اتار چڑھاؤ اور سپلائی چین میں رکاوٹیں ہیں۔ تیل کی بلند قیمتوں اور مال برداری کے اخراجات میں اضافے نے دنیا بھر میں مہنگائی کے دباؤ کو برقرار رکھا ہے، جس کا زیادہ اثر بالخصوص پاکستان صیغے درآمد پر پڑ رہا ہے۔

ملکی سطح پر مہنگائی میں اضافہ کارجمان دیکھا گیا ہے، جس کی بنیادی وجوہات ایندھن کی قیمتوں میں اضافہ، شرح مبادلہ پر دباؤ اور رسد کی جانب سے پیدا ہونے والی رکاوٹیں ہیں، جس کے باعث مارچ 2026 میں مجموعی مہنگائی بڑھ کر 7.3 فیصد تک پہنچ گئی۔ اگرچہ اسٹیٹ بینک آف پاکستان نے 31 مارچ 2026 تک پالیسی ریٹ 10.5 فیصد پر برقرار رکھا ہے، تاہم اس کے مقابلے میں KIBOR میں ہونے والے اتار چڑھاؤ نے سرمایہ کی لاگت کو بدستور بلند رکھا ہوا ہے۔ مزید برآں، پاکستان میں بروئی فنڈز کی تریل مشرق وسطیٰ کی صورتحال سے منسلک ہے، کیونکہ اس خطے میں کسی بھی ممکنہ سست روی کے نتیجے میں تریلیٹا زر متاثر ہو سکتی ہیں اور شرح مبادلہ پر دباؤ بڑھ سکتا ہے۔

موجودہ منظر نامے کو متاثر کرنے والا ایک اہم عامل امریکہ اور ایران کے درمیان تعلقات کی ممکنہ بہتری ہے، جس کے نتیجے میں پابندیوں میں نرمی اور عالمی تیل کی رسد میں اضافہ ہو سکتا ہے، اور یوں توانائی اور وسیع تر اجناس کی قیمتوں میں استحکام پیدا ہو سکتا ہے۔ پاکستان کے لیے یہ صورتحال درآمدی بل میں کمی، زرمبادلہ کے ذخائر میں بہتری اور مہنگائی کے دباؤ میں کمی کا باعث بن سکتی ہے، جس سے بالآخر مجموعی معاشی استحکام کو تقویت ملے گی، تاہم یہ اثرات مالی نظم و ضبط کے تسلسل اور ساختی اصلاحات کے جاری رہنے سے مشروط ہوں گے۔

اس پس منظر میں، پیداواری شعبے بڑھتی ہوئی پیداواری لاگت اور توانائی کے قیمت میں اضافے کے باعث منافع کے مارجن پر دباؤ کا سامنا کر رہا ہے۔ اس صورتحال کے جواب میں، کمپنی عملی کارکردگی، لاگت کی بہتری اور سپلائی چین کے تنوع پر مسلسل توجہ مرکوز رکھے ہوئے ہے۔ لاگت کے دباؤ کو کم کرنے

ڈائریکٹرز کا جائزہ

سروس انڈسٹریز لمیٹڈ ("SIL") یا "کمپنی" کے ڈائریکٹرز اپنی جائزہ رپورٹ بعد 31 مارچ 2026 کو ختم ہونے والے سہ ماہی کے غیر آڈٹ شدہ غیر مجموعی اور مجموعی مختصر مالی بیانات پیش کرتے ہوئے خوش محسوس کرتے ہیں۔

کمپنی کی بنیادی سرگرمیاں

کمپنی بنیادی طور پر ایک سرمایہ کاری ہولڈنگ کمپنی کے طور پر کام کرتی ہے، اپنے ذیلی اداروں کے ذریعے متعدد شعبوں میں حکمت عملی سے متنوع پورٹ فولیو کو برقرار رکھتی ہے۔ اس کے آپریٹرز میں نائروس، ٹیویوں اور جوتوں کی تیاری شامل ہے۔ اس کے علاوہ، گروپ تجارت میں بھی مصروف ہے اور اپنے مشہور برانڈ 'مروس' کے نام سے جوتوں کے لیے ایک ملکی سطح پر ریٹیل نیٹ ورک چلاتا ہے۔ کمپنی کی مالی کارکردگی اس کے گروپ کمپنیوں کے آپریٹس اور مالی نتائج سے منسلک ہے۔ کمپنی کی ذیلی کمپنیوں میں کی جانے والی سرمایہ کاری کی تفصیل کمپنی کے انفرادی عبوری مالی بیانات کے نوٹ 6 میں پیش کی گئی ہے جو اس رپورٹ کے ساتھ منسلک ہے۔

مالی کارکردگی

مندرجہ ذیل جدول 31 مارچ 2026 کو ختم ہونے والے سہ ماہی کے اہم مالی نکات کا موازنہ گزشتہ سال کی اسی مدت سے کرتا ہے:

تفصیلات	غیر مجموعی		مجموعی	
	مارچ 31, 2026 روپے، ہزار میں	مارچ 31, 2025 روپے، ہزار میں	مارچ 31, 2026 روپے، ہزار میں	مارچ 31, 2025 روپے، ہزار میں
خالص فروخت	1,309,031	2,454,504	47%	-
مجموعی منافع	213,120	190,192	12%	54%
ڈیویڈنڈ آمدنی	800,000	300,000	167%	-
آپریٹنگ منافع	885,673	431,866	105%	80%
منافع قبل از ٹیکس اور لیوی	623,334	55,574	1,022%	144%
منافع بعد از ٹیکس	532,306	64,875	721%	199%
فی شیئر آمدنی (روپے)	11.33	1.38	721%	141%

غیر مجموعی مالی کارکردگی کی نمایاں جھلکیاں

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کے دوران، کمپنی نے غیر مجموعی بنیاد پر 886 ملین روپے کا آپریٹنگ منافع حاصل کیا، جو گزشتہ سال کے اسی عرصے میں 432 ملین روپے تھا۔ بعد از ٹیکس منافع میں بھی نمایاں اضافہ ہوا، جو بڑھ کر 532 ملین روپے تک پہنچ گیا، جبکہ گزشتہ سال کی اسی مدت میں یہ 65 ملین روپے تھا۔ یہ مضبوط اضافہ بنیادی طور پر ڈیویڈنڈ کی آمدن میں نمایاں اضافہ اور مالی اخراجات میں کمی کے باعث ہوا۔

ذیلی کمپنیز سے ڈیویڈنڈ کی آمدنی

31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کے دوران، ایس آئی ایل نے 800 ملین روپے کی ڈیویڈنڈ آمدن حاصل کی (2025: 300 ملین روپے)، جو عمل طور پر اس کی کل ملکیتی ذیلی کمپنی، سروس نائرز (پرائیویٹ) لمیٹڈ سے حاصل ہوئی۔ مزید برآں، سروس گلوبل فنڈ ویئر لمیٹڈ (ایس جی ایف ایل) — ذیلی کمپنی — کے بورڈ آف ڈائریکٹرز نے اپریل 2026 میں منعقد ہونے والی سالانہ جنرل میٹنگ میں منظوری کے لیے حتمی نقد منافع کی سفارش بھی کی ہے، جس کے نتیجے میں مزید 310 ملین روپے کی ڈیویڈنڈ آمدنی حاصل ہوگی، جو اگلی سہ ماہی کے گوشواروں میں ظاہر کی جائے گی۔

سال کے بقیہ حصے کے دوران ذیلی کمپنیوں سے متوقع ڈیویڈنڈ آمدنی اس ابتدائی کارکردگی کی مضبوطی کو مزید تقویت دیتی ہے۔ یہ صورت حال اسٹریٹیجک سرمایہ کاریوں سے مسلسل قدر کی تخلیق کو اجاگر کرتی ہے اور ذیلی کمپنیوں کی مضبوط عملی کارکردگی اور آمدنی پیدا کرنے کی صلاحیتوں کو بھی ظاہر کرتی ہے۔

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