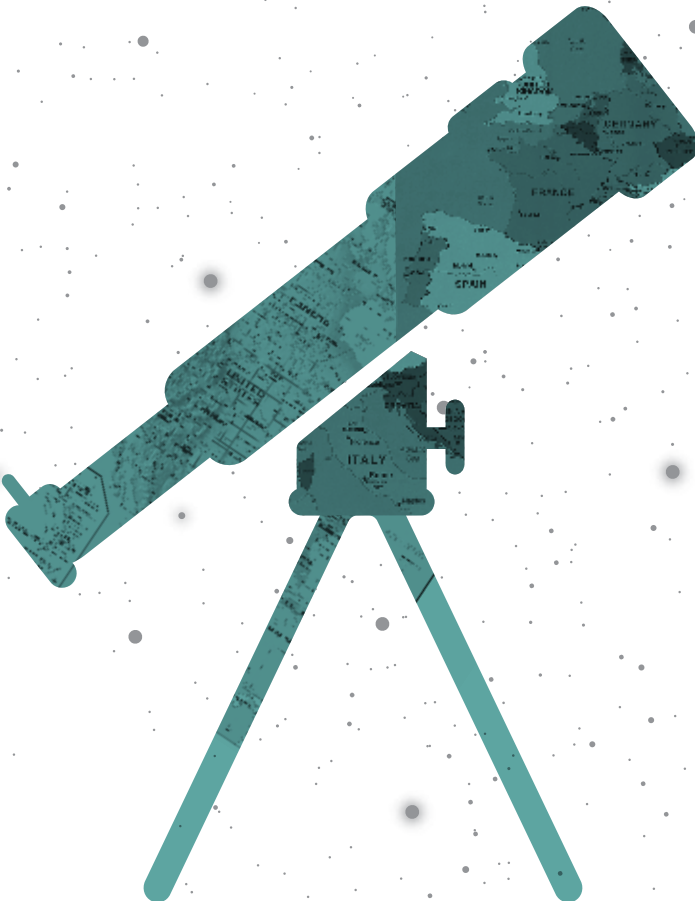


# REACHING NEW FRONTIERS





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# Company Information

## Board of Directors

### Mr. Arif Saeed

Chairman / Non-Executive Director

### Mr. Hassan Javed

Chief Executive Officer /  
Executive Director

### Chaudhry Ahmed Javed

Non-Executive Director

### Mr. Omar Saeed

Non-Executive Director

### Mr. Azmat Ali Ranjha

Independent Director

### Mr. Abdul Rashid Lone

Independent Director

### Ms. Maleeha Humayun Bangash

Independent Director

### Mr. Hassan Ehsan Cheema

Executive Director

### Mr. Qadeer Ahmed Vaseer

Executive Director

## Chief Financial Officer

Mr. Usman Liaquat

## Company Secretary

Mr. Waheed Ashraf

## Audit Committee

### Mr. Abdul Rashid Lone

Chairman

### Mr. Omar Saeed

Member

### Ms. Maleeha Humayun Bangash

Member

## Human Resource and Remuneration Committee

### Mr. Azmat Ali Ranjha

Chairman

### Mr. Hassan Javed

Member

### Mr. Omar Saeed

Member

## Bankers

MCB Bank Limited  
Habib Bank Limited  
Faysal Bank Limited  
Soneri Bank Limited  
Allied Bank Limited  
Askari Bank Limited  
Meezan Bank Limited  
MCB Islamic Bank Limited  
Habib Metropolitan Bank  
Standard Chartered Bank (Pakistan)  
Limited  
Samba Bank Limited  
Bank Al Habib Limited  
Dubai Islamic Bank Limited  
Bank Islami Pakistan Limited  
Bank of Punjab - Islamic  
United Bank Limited

## Auditors

M/s. Riaz Ahmad & Company,  
Chartered Accountants

## Legal Advisor

Muhammad Ashfaq,  
Advocate High Court,  
of 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  
Fax: +92-42-35710593

"Let the  
boundlessness be  
your boundary!"

- Mehmet Murat ildan

#### **Shares Registrar**

M/s. Corplink (Pvt.) Limited  
Wings Arcade, 1-K  
Commercial, Model Town, Lahore  
Tel: +92-42- 35916719,  
35839182  
Fax: +92-42-35869037

**Pakistan Stock Exchange Limited**  
Stock Exchange Symbol **SGF**

#### **Factory**

10-KM Muridke, Sheikhpura Road,  
Muridke

#### **Web Presence**

[www.serviceglobalfootwear.com](http://www.serviceglobalfootwear.com)

## Directors' Report to the Shareholders

The Directors take pleasure in presenting their Report along with the condensed interim financial information of Service Global Footwear Limited ("SGFL") for the half year ended 30 June 2024.

### Key Performance Indicators (KPIs)

Please find below key performance indicators of condensed interim financial statements of SGFL for the half year ended 30 June 2024.

Particulars	Half year ended		
	June 30, 2024 "000"	June 30, 2023 "000"	Percentage Change
Net Sales	<b>8,286,759</b>	7,413,508	11.8%
Gross Profit	<b>1,364,872</b>	1,596,399	-14.5%
Profit before tax	<b>782,593</b>	689,571	13.5%
Profit after tax	<b>460,676</b>	435,330	5.8%
Earnings per share	<b>2.24</b>	2.12	5.7%

In the half year ending 30 June 2024, Service Global Footwear Limited achieved a growth of 12% in sales taking our current period sales to Rs. 8.29 billion against comparative period sales of Rs. 7.41 billion. The Gross Profit margin decreased by 14.5% from the same period last year. Economic challenges of the country are putting pressure on margins of all exporters and manufacturing units. Increase in electricity costs, increase in wages, inflation of double digit this year and tough monetary policy are pulling the margins down. Dollar devaluation against rupee is not helping either to exporters. Export markets are tough. Customers are demanding same prices or even better prices considering overall global market situation.

SGFL's net profit after tax comes to Rs. 461 million, compared to Rs. 435 million during the same period last year. The taxation expense increased to Rs. 322 million against Rs. 254 million last year, this increase is due to change in tax regime for exporters from minimum taxation to normal taxation.

SGFL is committed to sustain in this difficult market situation and continue selling full capacity. We keep on bringing value added customers with high profile which will contribute to company profitability in future.

SGFL's strategic decision to invest in Service Long March Tyres (SLM) has proven highly beneficial, contributing to a share of profit amounting to Rs. 592 million. Consequently, the company's profit before tax surged from Rs. 690 million in the half year review 30 June 2023 to Rs. 783 million in the half year under review marking a growth of 13.5%. This investment has not only yielded immediate returns but also promises sustained profitability in the future, enhancing shareholder value significantly. The Company made a further investment of Rs. 286 million in SLM. This investment would further expand the production capacity of the associated company and derive profitable business.

SGFL presents a very strong value proposition for new customers, and is poised to leverage its structured approach towards growth.

## Future Outlook

Geopolitical conflicts have had a negative impact on logistics and also some commodity pricing. Pakistan is directly affected in its supply chain and by uncertainty in the region. Global Inflation is expected to stay at level of 6% this year and gradually going down to 4.5% in year 2025. Amid these conflicts and uncertainty, forecast for global economy growth is expected to be 3.1% in next 5 years which is lowest in last three decades.

Pakistan has even bigger challenges on account of foreign exchange liquidity, massive inflation, lack of foreign investment, increase in cost of living, dissatisfaction of business community on policy frame works, with unemployment still hovering around 8%. Even with the recent successful implementation of IMF-SBA, continued rollovers and getting green light of new SBA with IMF, Pakistan economy will remain under pressure to not offer any subsidy to exporters to compete in international market. This will result in slow down of overall economic activity-a multifold issue.

SGFL management is working to mitigate the impact of the business environment. We have been able to retain our customers, and ensure full capacity utilization by developing new avenues of sales. In parallel, we are continuously trying and increase our production/sales levels to amortize rising costs. The Company will benefit from an expected reduction in interest rates as inflation levels go down sustainably.

The growth in coming months, and more significantly in next year will come from new customers that SGFL has onboarded recently. SGFL has profoundly focused on leveraging from customers pulling out of China due to ongoing geo-political scenario. We are investing our time and resources in developing these leads and maturing them into substantial business in next year. The pressure on prices will remain high in near future, while the growth in sales and net profits should come from increase in business from new customers.

## Acknowledgment

The Directors would like to express our deep appreciation to our shareholders who have consistently demonstrated their trust in the Company.

We are also thankful to our customers, suppliers and bankers for their continuing commitment to the Company

For and on behalf of the Board



Arif Saeed  
(Chairman)



Hassan Javed  
(Chief Executive)

24 August 2024  
Lahore.

# Independent Auditor's Review Report

To the members of Service Global Footwear Limited

## Report on review of Unconsolidated Condensed Interim Financial Statements

### Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of SERVICE GLOBAL FOOTWEAR LIMITED as at 30 June 2024 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review. The figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the quarters ended 30 June 2024 and 30 June 2023 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 30 June 2024.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is Syed Mustafa Ali.



**RIAZ AHMAD & COMPANY**  
Chartered Accountants

Lahore

Date: 27 August 2024

UDIN: RR2024101686yhAoaB3W



# Unconsolidated Condensed Interim Financial Statements



# Unconsolidated Condensed Interim Statement of Financial Position (Un-audited)

As at June 30, 2024

	(Un-audited) June 30, 2024	(Audited) December 31, 2023
	Note	(Rupees in thousand)
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Authorized share capital		
250,000,000 (31 December 2023: 250,000,000) ordinary shares of Rupees 10 each	<b>2,500,000</b>	2,500,000
<b>Issued, subscribed and paid-up share capital</b>		
205,917,500 (31 December 2023: 205,917,500) ordinary shares of of Rupees 10 each	<b>2,059,175</b>	2,059,175
<b>Share capital to be issued against employee's share option scheme</b>	<b>1,389</b>	-
<b>Reserves</b>	<b>4,497,271</b>	4,441,668
<b>Total equity</b>	<b>6,557,835</b>	6,500,843
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Long term financing - secured	4	283,111
Employees' retirement benefit		203,624
Deferred liabilities		281,342
		<b>768,077</b>
		310,565
		216,104
		67,093
		593,762
<b>Current liabilities</b>		
Trade and other payables		2,351,281
Accrued mark-up		139,600
Short term borrowings		7,696,317
Current portion of non-current liabilities		59,543
Dividend payable		-
Unclaimed dividend		5,578
		<b>10,252,319</b>
		2,734,702
		169,111
		8,282,347
		51,799
		617,753
		4,944
		11,860,656
<b>Total liabilities</b>		<b>11,020,396</b>
		12,454,418
<b>Contingencies and commitments</b>	5	
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>17,578,231</b>
		18,955,261

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



Hassan Javed  
(Chief Executive)

		(Un-audited) June 30, 2024	(Audited) December 31, 2023
	Note	(Rupees in thousand)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets	6	<b>3,036,867</b>	3,067,982
Long term security deposits		<b>11,111</b>	11,057
Long term loans to employees		<b>5,299</b>	8,367
Long term investments	7	<b>3,659,580</b>	2,780,856
Long term loan to Holding Company		<b>350,000</b>	750,000
		<b>7,062,857</b>	6,618,262
<b>Current assets</b>			
Stores, spares and loose tools		<b>158,041</b>	123,493
Stock in trade		<b>4,078,212</b>	4,554,136
Trade debts		<b>2,599,631</b>	1,710,366
Loans and advances		<b>516,395</b>	1,457,205
Accrued mark-up		-	5,357
Short term deposits and prepayments		<b>25,407</b>	8,316
Other receivables		<b>1,533,837</b>	1,441,511
Advance income tax and prepaid levy - net	8	<b>123,914</b>	133,565
Cash and bank balances		<b>1,479,937</b>	2,903,050
		<b>10,515,374</b>	12,336,999
<b>TOTAL ASSETS</b>		<b>17,578,231</b>	18,955,261



Arif Saeed  
(Director)



Usman Liaqat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

	Note	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
		June	June	June	June
		30, 2024	30, 2023	30, 2024	30, 2023
(Rupees in thousand)					
Revenue	9	<b>8,286,759</b>	7,413,508	<b>3,744,864</b>	3,825,781
Cost of sales	10	<b>(6,921,887)</b>	(5,817,109)	<b>(3,208,579)</b>	(2,939,843)
<b>Gross profit</b>		<b>1,364,872</b>	1,596,399	<b>536,285</b>	885,938
Distribution cost		<b>(580,143)</b>	(538,541)	<b>(284,318)</b>	(317,641)
Administrative expenses		<b>(351,138)</b>	(297,239)	<b>(178,440)</b>	(151,826)
Other expenses		<b>(22,700)</b>	(39,586)	<b>(4,527)</b>	(24,036)
		<b>(953,981)</b>	(875,366)	<b>(467,285)</b>	(493,503)
		<b>410,891</b>	721,033	<b>69,000</b>	392,435
Other Income		<b>148,573</b>	430,285	<b>104,965</b>	224,080
<b>Profit from operations</b>		<b>559,464</b>	1,151,318	<b>173,965</b>	616,515
Finance cost		<b>(369,195)</b>	(504,342)	<b>(168,461)</b>	(292,525)
		<b>190,269</b>	646,976	<b>5,504</b>	323,990
Share of profit of equity accounted investee - net of taxation		<b>592,324</b>	42,595	<b>230,159</b>	40,603
<b>Profit before taxation and levy</b>		<b>782,593</b>	689,571	<b>235,663</b>	364,593
Levy		<b>(48,656)</b>	(127,245)	<b>13,501</b>	(85,406)
<b>Profit before taxation</b>		<b>733,937</b>	562,326	<b>249,164</b>	279,187
Taxation		<b>(273,261)</b>	(126,996)	<b>(174,102)</b>	(93,921)
<b>Profit after taxation</b>		<b>460,676</b>	435,330	<b>75,062</b>	185,266
<b>EARNINGS PER SHARE - BASIC (RUPEES)</b>		<b>2.24</b>	2.12	<b>0.37</b>	0.91
<b>EARNINGS PER SHARE - DILUTED (RUPEES)</b>		<b>2.23</b>	2.11	<b>0.36</b>	0.90

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



Hassan Javed  
(Chief Executive)



Arif Saeed  
(Director)



Usman Liaquat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

	(Un-audited)		(Un-audited)	
	HALF YEAR ENDED		QUARTER ENDED	
	June	June	June	June
	30, 2024	30, 2023	30, 2024	30, 2023
	(Rupees in thousand)			
<b>PROFIT AFTER TAXATION</b>	<b>460,676</b>	435,330	<b>75,062</b>	185,266
<b>OTHER COMPREHENSIVE INCOME</b>				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>460,676</b>	435,330	<b>75,062</b>	185,266

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



Hassan Javed  
(Chief Executive)



Arif Saeed  
(Director)



Usman Liaqat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

	Share Capital	Share Capital To Be Issued	Reserves				Total	Total Equity
			Reserve for issuance of bonus shares	Capital Reserve		Revenue Reserve		
				Share premium	Share options reserve			
<b>Balance as at 31 December 2022 - audited</b>	2,050,875	-	1,390,684	1,687,997	25,031	1,009,937	4,113,649	6,164,524
Transactions with owners:								
Final dividend for the year ended 31 December 2022 @ Rupees 1 per share	-	-	-	-	-	(205,088)	(205,088)	(205,088)
Proceeds against shares to be issued under Employees Stock Option Scheme	-	8,300	-	-	-	(205,088)	(205,088)	(196,788)
Profit for the period ended 30 June 2023	-	-	-	-	-	435,330	435,330	435,330
Other comprehensive income for the period ended 30 June 2023	-	-	-	-	-	-	-	-
Total comprehensive income for the period ended 30 June 2023	-	-	-	-	-	435,330	435,330	435,330
<b>Balance as at 30 June 2023 - un-audited</b>	<b>2,050,875</b>	<b>8,300</b>	<b>1,390,684</b>	<b>1,687,997</b>	<b>25,031</b>	<b>1,240,179</b>	<b>4,343,891</b>	<b>6,403,066</b>
Transactions with owners:								
Interim dividend for the year ended 31 December 2023 @ Rupees 3 per share	-	-	-	-	-	(617,753)	(617,753)	(617,753)
Ordinary shares issued under Employee's Stock Option Scheme	8,300	(8,300)	-	24,500	(24,500)	-	-	-
Employee share options lapsed	-	-	-	531	(531)	-	-	-
Recognition of share options reserve	-	-	-	-	895	-	895	895
Profit for the period ended 31 December 2023	-	-	-	25,031	(24,136)	(617,753)	(616,858)	(616,858)
Other comprehensive loss for the period ended 31 December 2023	-	-	-	-	-	746,277	746,277	746,277
Total comprehensive income for the period ended 31 December 2023	-	-	-	-	-	(31,642)	(31,642)	(31,642)
<b>Balance as at 31 December 2023 - audited</b>	<b>2,059,175</b>	<b>-</b>	<b>1,390,684</b>	<b>1,713,028</b>	<b>895</b>	<b>1,337,061</b>	<b>4,441,668</b>	<b>6,500,843</b>
Transactions with owners:								
Final dividend for the year ended 31 December 2023 @ Rupee 2 per share	-	-	-	-	-	(411,835)	(411,835)	(411,835)
Proceeds against shares to be issued under Employees Stock Option Scheme	-	1,389	-	3,184	(406)	-	2,778	4,167
Employee share options lapsed	-	-	-	109	(109)	-	-	-
Recognition of share options reserve	-	-	-	-	3,984	-	3,984	3,984
Profit for the period ended 30 June 2024	-	-	-	3,293	3,469	(411,835)	(405,073)	(403,684)
Other comprehensive income for the period ended 30 June 2024	-	-	-	-	-	460,676	460,676	460,676
Total comprehensive income for the period ended 30 June 2024	-	-	-	-	-	46,641	46,641	46,641
<b>Balance as at 30 June 2024 - un-audited</b>	<b>2,059,175</b>	<b>1,389</b>	<b>1,390,684</b>	<b>1,716,321</b>	<b>4,364</b>	<b>1,385,902</b>	<b>4,497,271</b>	<b>6,557,835</b>

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



Hassan Javed  
(Chief Executive)



Arif Saeed  
(Director)



Usman Liaqat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

		(Un-audited) June 30, 2024	(Un-audited) June 30, 2023
	Note	(Rupees in thousand)	
<b>Cash flows from operating activities</b>			
<b>Cash generated from operations</b>	11	<b>200,421</b>	405,158
Finance cost paid		(398,706)	(407,686)
Income tax and levy paid		(98,017)	(123,273)
Workers' Profit Participation Fund paid		(35,276)	(18,883)
Staff retirement benefit paid		(38,997)	(4,719)
Long term loans to employees - net		4,945	2,955
Long term security deposits - net		3,246	-
<b>Net cash used in operating activities</b>		<b>(362,384)</b>	(146,448)
<b>Cash flows from investing activities</b>			
Capital expenditure on fixed assets		(115,534)	(393,213)
Proceeds from disposal of fixed assets		8,880	177
Loan given to Service Industries Limited - Holding Company		(130,000)	(3,429,997)
Loan repayment from Service Industries Limited - Holding Company		1,030,000	2,936,818
Profit on term deposit receipts and bank deposits received		20,125	47
Mark-up received on loan to Service Industries Limited - Holding Company		42,727	229,879
Long term investment made		(286,400)	(89,167)
<b>Net cash from / (used in) investing activities</b>		<b>569,798</b>	(745,456)
<b>Cash flows from financing activities</b>			
Repayment of long term financing		(19,710)	(18,968)
Short term borrowings - net		(586,030)	1,367,927
Proceeds against share capital to be issued under Employee's Stock option scheme		4,167	8,300
Dividend paid		(1,028,954)	(204,789)
<b>Net cash (used in) / from financing activities</b>		<b>(1,630,527)</b>	1,152,470
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(1,423,113)</b>	260,566
<b>Cash and cash equivalents at the beginning of the period</b>		<b>2,903,050</b>	161,620
<b>Cash and cash equivalents at the end of the period</b>		<b>1,479,937</b>	422,186

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



Hassan Javed  
(Chief Executive)



Arif Saeed  
(Director)



Usman Liaquat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

### 1. THE COMPANY AND ITS OPERATIONS

1.1 Service Global Footwear Limited (the Company) was incorporated as a public limited Company on 19 July 2019 in Pakistan under the Companies Act, 2017 and got listed on 28 April 2021. 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 manufacturing, sale, marketing, import and export of footwear, leather and allied products. The Company is the subsidiary of Service Industries Limited.

### 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 2023. These unconsolidated condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors.

### 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 2023 except for the change in accounting policy of taxation and levy made in accordance with "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes" issued by Institute of Chartered Accountant of Pakistan through circular 7/2024. This change has been explained in note 3.1 of these unconsolidated condensed interim financial statements.

#### 3.1 Taxation and levy

##### Current

Provision for current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates



or tax rates expected to apply to the profit for the year, if enacted. Except for the tax (final tax) deducted by a subsidiary, associate or joint arrangement on distribution of dividend to the Company, final taxes levied under the Income Tax Ordinance, 2001 and any excess over the amount designated as provision for current tax are charged as levy in statement of profit or loss. The charge for current tax and levy also includes adjustments, where considered necessary, to provision for tax and levy made in previous years arising from assessments framed during the year for such years. Previously, component representing levy was included in the provision for current tax and was not separately charged in statement of profit or loss. This change in accounting policy has been applied retrospectively in accordance with the provisions of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" and resulted in following reclassification of corresponding figures:

Reclassified from	Reclassified to	Un-audited	
		Half year ended 30 June 2023	Quarter ended June 2023

..... (Rupees in thousand) .....

#### Unconsolidated condensed interim statement of profit or loss:

Taxation	Levy	127,245	85,406
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Reclassified from	Reclassified to	Audited
		31 December 2023

..... (Rupees in thousand) .....

#### Unconsolidated condensed interim statement of financial position:

Taxation	Levy	489,081
Provision for taxation	Levy payable	274,409

Had there been no change in the above referred accounting policy, amounts of levy Rupees 48.656 million, prepaid levy Rupees Nil and levy payable Rupees 48.656 million would have been presented as taxation expense, advance income tax and provision for taxation respectively in these unconsolidated condensed interim financial statements. Further, this change in accounting policy has no impact of earnings / (loss) per share of the Company.

#### Deferred

Deferred tax is accounted for using the liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets to the extent that it

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

For the half year ended June 30, 2024

is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized.

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted by the reporting date. Deferred tax is charged or credited in the statement of profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

### 3.2 Critical accounting estimates and judgments

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 2023.

	(Un-audited)	(Audited)
	June	December
	30, 2024	31, 2023
	(Rupees in thousand)	
<b>4 LONG TERM FINANCING - SECURED</b>		
Opening balance	<b>362,364</b>	401,814
Less: Repaid during the period / year	<b>(19,710)</b>	(39,450)
	<b>342,654</b>	362,364
Less: Current portion shown under current liabilities	<b>(59,543)</b>	(51,799)
	<b>283,111</b>	310,565

## 5 CONTINGENCIES AND COMMITMENTS

### 5.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual financial statements of the Company for the year ended 31 December 2023 except for the following:

**5.1.1** The Deputy Commissioner Inland Revenue (DCIR) initiated the proceedings under section 4C of the Income Tax Ordinance, 2001 through a show cause notice dated 28 February 2024. The Company stance was adequately explained to the tax authorities through online reply dated 13 May 2024, filed on Federal Board of Revenue's 'IRIS' portal. Following the submissions of Company reply the DCIR passed an order dated 24 June 2024 raising an income tax demands of Rupees 113.195 million on account of super tax. The Company has contested this order before the Appellate Tribunal Inland Revenue (ATIR). The Company has already made the provision of Rupees 98.692 million. The management, based on advice of the legal counsel, is confident of favourable outcome of this matter.

**5.1.2** Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees 948.138 million (31 December 2023: Rupees 1,180.514 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. The Company is availing Export Facilitation Scheme (EFS) License issued by Collector of Custom, Lahore with a face value of Rupees 2,750 million (31 December 2023: Rupees 2,000 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 2,750 million (31 December 2023: Rupees 2,000 million) from the Company.

### 5.2 Commitments

**5.2.1** Letters of credit other than capital expenditure are of Rupees 550.473 million (31 December 2023: Rupees 504.628 million).

**5.2.2** Contracts for capital expenditure are approximately of Rupees Nil (31 December 2023: Rupees 35.851 million).

**5.2.3** Outstanding foreign currency forward contracts are of Rupees 2,515.756 million (31 December 2023: Rupees 3,194.370 million).

**5.2.4** The Company has obtained vehicles under ijarah arrangements from Bank Al Habib Limited for a period of four years, ijarah rentals are payable on monthly basis respectively. Future monthly Ujrah payments under Ijarah are as follows:

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

For the half year ended June 30, 2024

		(Un-audited) June 30, 2024	(Audited) December 31, 2023
	Note	(Rupees in thousand)	
Not later than one year		<b>10,628</b>	10,926
Later than one year and not later than five years		<b>811</b>	5,977
		<b>11,439</b>	16,903

### 6 FIXED ASSETS

Operating fixed assets	6.1	<b>2,963,772</b>	2,967,697
Capital work-in-progress	6.2	<b>73,095</b>	100,285
		<b>3,036,867</b>	3,067,982

#### 6.1 Operating fixed assets

Opening net book value		<b>2,967,697</b>	2,321,674
Add: Cost of additions during the period / year	6.1.1	<b>142,724</b>	895,340
Less: Book value of deletions during the period / year	6.1.2	<b>(7,228)</b>	(5,411)
Less: Depreciation charged during the period / year		<b>(139,421)</b>	(243,906)
Closing net book value		<b>2,963,772</b>	2,967,697

#### 6.1.1 Cost of additions during the period / year

Buildings on freehold land		<b>32,304</b>	438,036
Plant and machinery		<b>63,483</b>	131,194
Furniture, fixture and fittings		<b>3,328</b>	3,852
Vehicles		<b>19,275</b>	180,501
Service equipment		<b>24,334</b>	141,757
		<b>142,724</b>	895,340

#### 6.1.2 Book value of deletions during the period / year

<b>Cost of deletions:</b>			
Plant and machinery		<b>685</b>	5,198
Furniture, fixture and fittings		<b>20</b>	-
Vehicle		<b>10,210</b>	6,242
Service equipment		<b>1,320</b>	1,701
		<b>12,235</b>	13,141
Less: Accumulated depreciation		<b>(5,007)</b>	(7,730)
Book value of deletions during the period / year		<b>7,228</b>	5,411

		(Un-audited) June 30, 2024	(Audited) December 31, 2023
	Note	(Rupees in thousand)	
<b>6.2 Capital work-in-progress</b>			
Buildings on freehold land		57,977	35,632
Plant and machinery		14,122	41,325
Service equipment		996	16,496
Furniture, fixture and fittings		-	173
Vehicles		-	6,659
		<b>73,095</b>	<b>100,285</b>
<b>7 LONG TERM INVESTMENTS</b>			
Investment in subsidiary company - at cost	7.1	89,167	89,167
Investment in associate (with significant influence) - under equity method	7.2	3,570,413	2,691,689
		<b>3,659,580</b>	<b>2,780,856</b>
<b>7.1 Investment in subsidiary company - at cost</b>			
<b>Dongguan Service Global Limited</b>			
Equity held 100% (31 December 2023: 100%)		89,167	89,167
<b>7.2 Investment in associate (with significant influence) - under equity method</b>			
<b>Service Long March Tyres (Private) Limited - un-quoted</b>			
270,971,704 (31 December 2023: 242,331,650) fully paid ordinary shares of Rupees 10 each			
Equity held: 18.91% (31 December 2023: 18.91%)		2,720,975	2,434,575
As at the beginning of the period / year		257,114	(216,925)
Add: Share of post acquisition profit for the period / year		592,324	474,039
		<b>849,438</b>	257,114
		<b>3,570,413</b>	<b>2,691,689</b>

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

For the half year ended June 30, 2024

	(Un-audited)	(Audited)
	June	December
	30, 2024	31, 2023
Note	(Rupees in thousand)	
<b>8</b>	<b>ADVANCE INCOME TAX AND PREPAID LEVY - NET</b>	
	<b>Advance income tax - net</b>	
Advance income tax	819,708	232,612
Less: Provision for taxation	(647,138)	(313,719)
	<b>172,570</b>	(81,107)
	<b>Prepaid levy - net</b>	
Prepaid levy	-	489,081
Less: Levy payable	(48,656)	(274,409)
	<b>(48,656)</b>	214,672
	<b>123,914</b>	133,565

	(Un-audited)		(Un-audited)	
	HALF YEAR ENDED		QUARTER ENDED	
	June	June	June	June
	30, 2024	30, 2023	30, 2024	30, 2023
	(Rupees in thousand)			
<b>9</b>	<b>REVENUE</b>			
	Revenue from contracts with customers:			
Export sales	7,976,273	7,300,257	3,683,948	3,758,182
Local sales	310,486	113,251	60,916	67,599
	<b>8,286,759</b>	7,413,508	<b>3,744,864</b>	3,825,781

### 9.1 Disaggregation of revenue from contracts with customers

In the following table, revenue from contracts with customers is disaggregated by primary geographical market, major products and service lines and timing of revenue recognition:

	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	(Rupees in thousand)			
<b>Region</b>				
Europe	<b>5,363,270</b>	5,831,723	<b>2,802,821</b>	3,126,559
United States of America and Canada	<b>1,934,426</b>	982,014	<b>615,632</b>	516,690
Asia, Africa, Australia	<b>678,577</b>	486,520	<b>265,495</b>	114,933
Pakistan	<b>310,486</b>	113,251	<b>60,916</b>	67,599
	<b>8,286,759</b>	7,413,508	<b>3,744,864</b>	3,825,781
<b>Timing of revenue recognition</b>				
Products and services transferred at a point in time	<b>8,286,759</b>	7,413,508	<b>3,744,864</b>	3,825,781
Products and services transferred over time	-	-	-	-
	<b>8,286,759</b>	7,413,508	<b>3,744,864</b>	3,825,781
<b>Major products / service lines</b>				
Footwear	<b>8,286,759</b>	7,413,508	<b>3,744,864</b>	3,825,781

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

For the half year ended June 30, 2024

	Un-audited		Un-audited	
	HALF YEAR ENDED		QUARTER ENDED	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	(Rupees in thousand)			
<b>10 COST OF SALES</b>				
Raw materials consumed	<b>3,977,950</b>	3,237,711	<b>1,807,331</b>	1,800,553
Salaries, wages and other benefits	<b>1,669,329</b>	1,389,571	<b>837,734</b>	710,859
Stores and spares consumed	<b>139,014</b>	246,049	<b>56,765</b>	150,132
Packing materials consumed	<b>425,152</b>	372,082	<b>224,408</b>	192,306
Fuel and power	<b>194,629</b>	130,875	<b>87,864</b>	65,821
Insurance	<b>12,073</b>	8,835	<b>6,139</b>	4,695
Travelling and conveyance	<b>32,786</b>	25,248	<b>19,693</b>	10,196
Repair and maintenance	<b>27,864</b>	19,019	<b>11,578</b>	10,274
Entertainment	<b>525</b>	724	<b>463</b>	20
Depreciation	<b>122,907</b>	100,964	<b>61,421</b>	51,932
Rent, rates and taxes	-	428	-	-
(Reversal of provision) / provision for slow moving and obsolete inventory	<b>(10,866)</b>	(26,533)	<b>715</b>	(23,114)
Other manufacturing charges	<b>60,702</b>	107,967	<b>23,036</b>	81,183
	<b>6,652,065</b>	5,612,940	<b>3,137,147</b>	3,054,857
Movement in work in process	<b>(45,292)</b>	(81,241)	<b>15,123</b>	(172,037)
<b>Cost of goods manufactured</b>	<b>6,606,773</b>	5,531,699	<b>3,152,270</b>	2,882,820
Movement in finished goods	<b>315,114</b>	285,410	<b>56,309</b>	57,023
	<b>6,921,887</b>	5,817,109	<b>3,208,579</b>	2,939,843



		<b>Un-audited</b>	
		<b>HALF YEAR ENDED</b>	
		<b>June</b>	<b>June</b>
		<b>30, 2024</b>	<b>30, 2023</b>
		(Rupees in thousand)	
11	<b>CASH GENERATED FROM OPERATIONS</b>	Note	
	<b>Profit before taxation and levy</b>		<b>782,593</b>
	<b>Adjustments for non-cash charges and other items:</b>		689,571
	Depreciation		139,421
	Provision for gratuity		26,517
	Finance cost		369,195
	Gain on disposal of operating fixed assets		(1,652)
	Provision for workers' profit participation fund		1,266
	Exchange gain - net		(62,740)
	Interest on workers' profit participation fund		1,245
	Provision for workers' welfare fund		15,972
	Reversal of provision for slow moving and obsolete inventory		(10,866)
	(Reversal of allowance) / allowance for expected credit losses - trade debt		(4,565)
	Allowance for expected credit losses - lab testing charges		2,570
	Allowance for expected credit losses - miscellaneous other receivables		241
	Provision against doubtful advances to suppliers		2,650
	Interest on term deposit receipts and bank deposits		(14,768)
	Employee's share option expense		3,984
	Share of profit of equity accounted investee		(592,324)
	Interest on loan to Service Industries Limited - Holding Company		(42,727)
	Working capital changes	11.1	(415,591)
			<b>200,421</b>
			405,158

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

For the half year ended June 30, 2024

	Note	Un-audited	
		HALF YEAR ENDED	
		June 30, 2024	June 30, 2023
		(Rupees in thousand)	
<b>11.1 Working capital changes</b>			
<b>Decrease / (increase) in current assets:</b>			
Stores, spares and loose tools		<b>(23,682)</b>	6,633
Stock in trade		<b>475,924</b>	(272,804)
Trade debts		<b>(821,960)</b>	(281,796)
Loans and advances		<b>438,933</b>	(218,743)
Short term deposits and prepayments		<b>(20,391)</b>	(12,463)
Other receivables		<b>(97,787)</b>	(457,528)
		<b>(48,963)</b>	(1,236,701)
(Decrease) / increase in trade and other payables		<b>(366,628)</b>	760,913
		<b>(415,591)</b>	(475,788)

## 12 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 recognized 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 30 June 2024 (Un-audited)	Level 1	Level 2	Level 3	Total
---	---------	---------	---------	-------

(Rupees in thousand)

#### Financial assets

Derivative financial assets	-	<b>85,017</b>	-	<b>85,017</b>
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Recurring fair value measurements At 31 December 2023-(Audited)	Level 1	Level 2	Level 3	Total
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(Rupees in thousand)

#### Financial liabilities

Derivative financial liabilities	-	443	-	443
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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 year. Further there was no transfer out of level 3 measurements.

The Company's policy is to recognize 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 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 fair values**

Specific value techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

**13 TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise of the Holding Company, subsidiary company, subsidiaries of the Holding Company, associated companies, employees' gratuity fund trust, employees' provident fund trust and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these unconsolidated condensed interim financial statements are as follows:

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

For the half year ended June 30, 2024

### (i) Transactions:

Nature of relationship	Nature of transactions	Un-audited HALF YEAR ENDED		Un-audited QUARTER ENDED	
		June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
(Rupees in thousand)					
<b>Holding company</b>					
Service Industries Limited	Sale of goods	205,859	141,973	33,617	53,559
	Purchase of goods	185,831	189,512	105,109	112,758
	Purchase of fixed assets	6,275	-	6,275	-
	Loan given	130,000	3,429,997	130,000	2,904,500
	Loan repaid	1,030,000	2,936,818	130,000	2,788,818
	Expenses charged	117,595	127,954	58,649	68,986
	Interest income	42,727	235,750	18,996	135,540
	Processing charges	17,290	51,847	-	44,182
	Dividend paid	817,750	163,550	327,100	163,550
<b>Subsidiary company of the Holding company</b>					
Service Tyres (Private) Limited	Sale of goods	6,189	-	-	-
<b>Subsidiary company of the Holding Company</b>					
Service Retail (Private) Limited	Sale of goods	67,875	-	29,331	-
<b>Subsidiary company of the Holding Company</b>					
SIL Gulf (FZE)	Purchase of goods	-	66,392	-	19,456
<b>Subsidiary company</b>					
Dongguan Service Global Limited	Investment made	-	89,167	-	89,167
	Purchase of goods	442,100	-	285,767	-
<b>Key management personnel</b>					
Remuneration		73,738	71,449	31,019	35,724
Meeting fee to directors - non executive		718	1,200	239	720
Cash dividend paid		16,876	2,688	6,751	2,688
Proceeds against shares to be issued under Employee's Stock Option Scheme		1,350	5,215	1,350	5,215
464,450 options granted under Employee's Stock Option Scheme as on 01 January 2024 (As on 01 January 2023: 260,000 options)		-	-	-	-
<b>Other related parties</b>					
Post employment benefit plans		93,070	75,564	46,362	40,313

## (ii) Period end balances

As at June, 30 2024 (Un-audited)			
Holding company	Subsidiary company	Other related parties	Total

(Rupees in thousand)

Employees' retirement benefit	-	-	236,583	236,583
Trade and other payables	69,267	48,375	1,134	118,776
Loans and advances	350,000	-	13,924	363,924

As at December 31, 2023 (Audited)			
Holding company	Subsidiary company	Other related parties	Total

(Rupees in thousand)

Employees' retirement benefit	-	-	247,385	247,385
Trade debts	11,471	-	-	11,471
Trade and other payables	8,199	169,707	6,912	184,818
Loans and advances receivable	1,250,000	-	-	1,250,000

## 14 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended 31 December 2023.

Un-audited	Audited
June	December
30, 2024	31, 2023

(Rupees in thousand)

## 15 DISCLOSURES BY COMPANY LISTED ON ISLAMIC INDEX

## Description

## Loan / advances obtained as per Islamic mode:

Loans	3,402,908	3,654,133
Advances from customers	208,067	142,885

## Shariah compliant bank deposits / bank balances

Bank balances	47,115	173,350
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## Selected Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)

For the half year ended June 30, 2024

	HALF YEAR ENDED	
	Un-audited June 30, 2024	Un-audited June 30, 2023
	(Rupees in thousand)	
Revenue earned from shariah compliant business	<b>8,286,759</b>	7,413,508
Exchange gain earned	<b>62,740</b>	177,588
Mark-up paid on Islamic mode of financing	<b>157,767</b>	181,387
<b>Profits earned or interest paid on any conventional loan / advance</b>		
Interest paid on loans	<b>211,942</b>	188,756
<b>Relationship with shariah compliant banks</b>		

Name	Relationship
MCB Islamic Bank Limited	Bank balance and short term borrowings
Meezan Bank Limited	Bank balance and short term borrowings
Faysal Bank Limited (Barkat Islami)	Bank balance and short term borrowings
Bank Islami Pakistan Limited	Bank balance and short term borrowings
Dubai Islamic Bank	Bank balance and short term borrowings
Bank Al Habib Limited	Ijarah
The Bank of Punjab (Taqwa islamic banking)	Short term borrowings

### 16 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 24 August 2024.

### 17 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 and unconsolidated condensed interim statement of changes in equity have 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 and unconsolidated condensed interim statement of cash flows 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. However, except for reclassification as disclosed in note 3.1 to these unconsolidated condensed interim financial statements these are no significant rearrangements / reclassification have been made

**18 GENERAL**

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



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Hassan Javed  
(Chief Executive)



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Arif Saeed  
(Director)



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Usman Liaqat  
(Chief Financial Officer)





# Consolidated Condensed Interim Financial Statements





## Group Directors' Report to the Shareholders

The Directors take pleasure in presenting their Report along with the Consolidated Condensed Interim Financial Statements of the Service Global Footwear Limited ("the Holding Company") and its subsidiary for the period ended 30 June 2024.

The Group comprises of Service Global Footwear Limited and Dongguan Service Global Limited, wholly owned subsidiary company of Service Global Footwear Limited.

### 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 Company are manufacturing, sale, marketing, import and export of footwear, leather and allied products. The Director Report providing a commentary on the performance of Service Global Footwear Limited for the period ended 30 June 2024 has been presented in its separate report.

### 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 the Holding Company. The Holding Company wholly owns Dongguan Service Global Limited.

For and on behalf of the Board



Arif Saeed  
(Chairman)



Hassan Javed  
(Chief Executive)

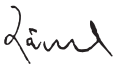
24 August 2024  
Lahore.

## Consolidated Condensed Interim Statement of Financial Position (Un-audited)

As at June 30, 2024

	(Un-audited) June 30, 2024	(Audited) December 31, 2023
	Note	(Rupees in thousand)
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Authorized share capital		
250,000,000 (31 December 2023: 250,000,000) ordinary shares of Rupees 10 each	<b>2,500,000</b>	2,500,000
<b>Issued, subscribed and paid-up share capital</b>		
205,917,500 (31 December 2023: 205,917,500) ordinary shares of of Rupees 10 each	<b>2,059,175</b>	2,059,175
<b>Share capital to be issued against employee's share option scheme</b>	<b>1,389</b>	-
<b>Reserves</b>	<b>4,436,542</b>	4,426,786
<b>Total equity</b>	<b>6,497,106</b>	6,485,961
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Long term financing - secured	5	310,565
Employees' retirement benefit		216,104
Deferred liabilities		67,093
	<b>768,077</b>	593,762
<b>Current liabilities</b>		
Trade and other payables	<b>2,481,092</b>	2,774,376
Accrued mark-up	<b>139,600</b>	169,111
Short term borrowings	<b>7,696,317</b>	8,282,347
Current portion of non-current liabilities	<b>59,543</b>	51,799
Dividend payable	-	617,753
Unclaimed dividend	<b>5,578</b>	4,944
	<b>10,382,130</b>	11,900,330
<b>Total liabilities</b>	<b>11,150,207</b>	12,494,092
<b>Contingencies and commitments</b>	6	
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>17,647,313</b>	18,980,053

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



Hassan Javed  
(Chief Executive)

		(Un-audited)	(Audited)
		June	December
		30, 2024	31, 2023
	Note	(Rupees in thousand)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets	7	<b>3,050,270</b>	3,082,262
Long term security deposits		<b>11,111</b>	11,057
Long term loans to employees		<b>5,299</b>	8,367
Long term investments	8	<b>3,570,413</b>	2,691,689
Long term loan to Holding Company		<b>350,000</b>	750,000
		<b>6,987,093</b>	6,543,375
<b>Current assets</b>			
Stores, spares and loose tools		<b>158,272</b>	123,733
Stock in trade		<b>4,078,212</b>	4,554,136
Trade debts		<b>2,599,631</b>	1,710,366
Loans and advances		<b>520,055</b>	1,479,789
Accrued mark-up		-	5,357
Short term deposits and prepayments		<b>26,150</b>	9,011
Other receivables		<b>1,645,154</b>	1,469,492
Advance income tax and prepaid levy - net	9	<b>123,914</b>	133,565
Cash and bank balances		<b>1,508,832</b>	2,951,229
		<b>10,660,220</b>	12,436,678
<b>TOTAL ASSETS</b>		<b>17,647,313</b>	18,980,053



Arif Saeed  
(Director)



Usman Liaqat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

	Note	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
		June	June	June	June
		30, 2024	30, 2023	30, 2024	30, 2023
(Rupees in thousand)					
Revenue	10	<b>8,311,856</b>	7,422,739	<b>3,767,488</b>	3,835,012
Cost of sales	11	<b>(6,858,208)</b>	(5,827,491)	<b>(3,165,084)</b>	(2,950,225)
<b>Gross profit</b>		<b>1,453,648</b>	1,595,248	<b>602,404</b>	884,787
Distribution cost		<b>(705,490)</b>	(538,720)	<b>(354,145)</b>	(317,820)
Administrative expenses		<b>(358,044)</b>	(300,020)	<b>(181,816)</b>	(154,607)
Other expenses		<b>(22,700)</b>	(39,586)	<b>(4,527)</b>	(24,036)
		<b>(1,086,234)</b>	(878,326)	<b>(540,488)</b>	(496,463)
		<b>367,414</b>	716,922	<b>61,916</b>	388,324
Other Income		<b>158,762</b>	430,285	<b>108,078</b>	224,080
<b>Profit from operations</b>		<b>526,176</b>	1,147,207	<b>169,994</b>	612,404
Finance cost		<b>(379,538)</b>	(504,467)	<b>(174,424)</b>	(292,650)
		<b>146,638</b>	642,740	<b>(4,430)</b>	319,754
Share of profit / (loss) of equity accounted investee - net of taxation		<b>592,324</b>	42,595	<b>230,159</b>	40,603
<b>Profit before taxation and levy</b>		<b>738,962</b>	685,335	<b>225,729</b>	360,357
Levy		<b>(48,656)</b>	(127,244)	<b>13,501</b>	(85,406)
<b>Profit before taxation</b>		<b>690,306</b>	558,091	<b>239,230</b>	274,951
Taxation		<b>(273,261)</b>	(126,996)	<b>(174,102)</b>	(93,920)
<b>Profit after taxation</b>		<b>417,045</b>	431,095	<b>65,128</b>	181,031
<b>EARNINGS PER SHARE - BASIC (RUPEES)</b>		<b>2.03</b>	2.10	<b>0.32</b>	0.89
<b>EARNINGS PER SHARE - DILUTED (RUPEES)</b>		<b>2.02</b>	2.09	<b>0.31</b>	0.88

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



Hassan Javed  
(Chief Executive)



Arif Saeed  
(Director)



Usman Liaquat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	(Rupees in thousand)			
<b>PROFIT AFTER TAXATION</b>	<b>417,045</b>	431,095	<b>65,128</b>	181,031
<b>OTHER COMPREHENSIVE INCOME</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Exchange loss on translation of net assets of foreign subsidiary	(2,216)	(4,753)	(137)	(4,753)
<b>Items that will not be reclassified to profit or loss</b>	-	-	-	-
<b>Other comprehensive loss for the period</b>	<b>(2,216)</b>	(4,753)	<b>(137)</b>	(4,753)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>414,829</b>	426,342	<b>64,991</b>	176,278

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



Hassan Javed  
(Chief Executive)



Arif Saeed  
(Director)



Usman Liaqat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

	Reserves							Total	Total Equity
	Share Capital	Share Capital To Be Issued	Capital Reserve			Revenue Reserve			
			Exchange transaction reserves	Reserve for issuance of bonus shares	Share premium	Share options reserve	Un-appropriated profit		
Rupees in thousand									
<b>Balance as at 31 December 2022 - audited</b>	2,050,875	-	1,390,684	1,687,997	25,031	1,009,937	4,113,649	6,164,524	
Transactions with owners:									
Final dividend for the year ended 31 December 2022 @ Rupees 1 per share	-	-	-	-	-	(205,088)	(205,088)	(205,088)	(205,088)
Proceeds against shares to be issued under Employees Stock Option Scheme	-	8,300	-	-	-	-	-	8,300	8,300
	-	8,300	-	-	-	(205,088)	(205,088)	(196,788)	(196,788)
Profit for the period ended 30 June 2023	-	-	-	-	-	431,095	431,095	431,095	431,095
Other comprehensive loss for the period ended 30 June 2023	-	-	-	-	-	(4,753)	(4,753)	(4,753)	(4,753)
Total comprehensive income for the period ended 30 June 2023	-	-	-	-	-	426,342	426,342	426,342	426,342
<b>Balance as at 30 June 2023 - un-audited</b>	<b>2,050,875</b>	<b>8,300</b>	<b>1,390,684</b>	<b>1,687,997</b>	<b>25,031</b>	<b>1,231,191</b>	<b>4,334,903</b>	<b>6,394,078</b>	
Transactions with owners:									
Interim dividend for the year ended 31 December 2023 @ Rupees 3 per share	-	-	-	-	-	(617,753)	(617,753)	(617,753)	(617,753)
Ordinary shares issued under Employee's Stock Option Scheme	8,300	(8,300)	-	24,500	(24,500)	-	-	-	-
Employee share options lapsed	-	-	-	531	(531)	-	-	-	-
Recognition of share options reserve	-	-	-	-	895	-	-	895	895
Profit for the period ended 31 December 2023	-	-	-	25,031	(24,136)	(617,753)	(616,858)	(616,858)	(616,858)
Other comprehensive loss for the period ended 31 December 2023	-	-	-	-	-	740,239	740,239	740,239	740,239
Total comprehensive loss for the period ended 31 December 2023	-	-	-	-	-	(26,889)	(26,889)	(31,498)	(31,498)
<b>Balance as at 31 December 2023 - audited</b>	<b>2,059,175</b>	<b>-</b>	<b>1,390,684</b>	<b>1,713,028</b>	<b>895</b>	<b>1,326,788</b>	<b>4,426,786</b>	<b>6,485,961</b>	
Transactions with owners:									
Final dividend for the year ended 31 December 2023 @ Rupees 2 per share	-	-	-	-	-	(411,835)	(411,835)	(411,835)	(411,835)
Proceeds against shares to be issued under employee's share option scheme	-	1,389	-	3,184	(406)	-	-	4,167	4,167
Employee share options lapsed	-	-	-	109	(109)	-	-	-	-
Recognition of share options reserve	-	-	-	-	3,984	-	-	3,984	3,984
Profit for the period ended 30 June 2024	-	-	-	3,293	3,469	(411,835)	(403,684)	(403,684)	(403,684)
Other comprehensive loss for the period ended 30 June 2024	-	-	-	-	-	417,045	417,045	417,045	417,045
Total comprehensive income for the period ended 30 June 2024	-	-	-	-	-	(2,216)	(2,216)	(2,216)	(2,216)
<b>Balance as at 30 June 2024 - un-audited</b>	<b>2,059,175</b>	<b>1,389</b>	<b>1,390,684</b>	<b>1,716,321</b>	<b>4,364</b>	<b>1,331,998</b>	<b>4,436,542</b>	<b>6,497,106</b>	

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



Hassan Javed  
(Chief Executive)

Arif Saeed  
(Director)



Usman Liaqat  
(Chief Financial Officer)



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

For the half year ended June 30, 2024

	(Un-audited) June 30, 2024	(Un-audited) June 30, 2023
Note	(Rupees in thousand)	
<b>Cash flows from operating activities</b>		
<b>Cash generated from / (used in) operations</b>	12 <b>194,168</b>	407,977
Finance cost paid	<b>(409,047)</b>	(407,811)
Income tax paid	<b>(98,017)</b>	(123,272)
Workers' Profit Participation Fund paid	<b>(35,276)</b>	(18,883)
Staff retirement benefit paid	<b>(38,997)</b>	(4,719)
Long term loans to employees - net	<b>4,945</b>	2,955
Long term security deposits - net	<b>3,246</b>	-
<b>Net cash used in operating activities</b>	<b>(378,978)</b>	(143,753)
<b>Cash flows from investing activities</b>		
Capital expenditure on fixed assets	<b>(116,495)</b>	(407,449)
Proceeds from disposal of fixed assets	<b>8,880</b>	177
Loan given to Service Industries Limited - Holding Company	<b>(130,000)</b>	(3,429,997)
Loan repayment from Service Industries Limited - Holding Company	<b>1,030,000</b>	2,936,818
Profit on term deposit receipts and bank deposits received	<b>20,125</b>	47
Mark-up received on loan to Service Industries Limited - Holding Company	<b>42,727</b>	229,879
Long term investment made	<b>(286,400)</b>	-
<b>Net cash from / (used in) investing activities</b>	<b>568,837</b>	(670,525)
<b>Cash flows from financing activities</b>		
Repayment of long term financing	<b>(19,710)</b>	(18,968)
Short term borrowings - net	<b>(586,030)</b>	1,367,927
Proceeds against share capital to be issued under Employee's Stock option scheme	<b>4,167</b>	8,300
Dividend paid	<b>(1,028,954)</b>	(204,789)
<b>Net cash from financing activities</b>	<b>(1,630,527)</b>	1,152,470
Effects of exchange rate changes on cash and cash equivalents	<b>(1,729)</b>	(4,753)
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(1,442,397)</b>	333,439
<b>Cash and cash equivalents at the beginning of the period</b>	<b>2,951,229</b>	161,620
<b>Cash and cash equivalents at the end of the period</b>	<b>1,508,832</b>	495,059

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



Hassan Javed  
(Chief Executive)



Arif Saeed  
(Director)



Usman Liaqat  
(Chief Financial Officer)

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

For the half year ended June 30, 2024

### 1 The group and its operations

The group consists of:

#### Holding company

- Service Global Footwear Limited

#### Subsidiary Company

- Dongguan Service Global Limited

#### Service Global Footwear Limited

Service Global Footwear Limited (the Company) was incorporated as a public limited Company on 19 July 2019 in Pakistan under the Companies Act, 2017 and got listed on 28 April 2021. 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 manufacturing, sale, marketing, import and export of footwear, leather and allied products. The Company is the 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. 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 and other related matters. Commercial address of Dongguan Service Global Limited is Room 302, No. 18, Houjie Town, Dongguan City, Guangdong Province, China. It is wholly owned subsidiary of Service Global Footwear 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 interest 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 interest 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.

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**

#### **3.1** These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

For the half year ended June 30, 2024

- 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.

These condensed consolidated 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 consolidated financial statements of the Holding Company of the Group for the year ended 31 December 2023.

### 4 MATERIAL ACCOUNTING POLICIES

The material accounting policy information and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 31 December 2023 except for the change in accounting policy of taxation and levy made in accordance with "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes" issued by Institute of Chartered Accountant of Pakistan through circular 7/2024. This change has been explained in note 4.1 of these consolidated condensed interim financial statements.

#### 4.1 Taxation and levy

##### Current

Provision for current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the year, if enacted. Except for the tax (final tax) deducted by a subsidiary, associate or joint arrangement on distribution of dividend to the Company, final taxes levied under the Income Tax Ordinance, 2001 and any excess over the amount designated as provision for current tax are charged as levy in statement of profit or loss. The charge for current tax and levy also includes adjustments, where considered necessary, to provision for tax and levy made in previous years arising from assessments framed during the year for such years. Previously, component representing levy was included in the provision for current tax and was not separately charged in statement of profit or loss. This change in accounting policy has been applied retrospectively in accordance with the provisions of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" and resulted in following reclassification of corresponding figures:

Reclassified from	Reclassified to	Un-audited	
		Half year ended 30 June 2023	Quarter ended June 2023

..... (Rupees in thousand) .....

#### Consolidated condensed interim statement of profit or loss:

Taxation	Levy	127,244	85,406
----------	------	---------	--------

Reclassified from	Reclassified to	Audited	
		31 December 2023	

..... (Rupees in thousand) .....

#### Consolidated condensed interim statement of financial position:

Taxation	Levy	489,081
Provision for taxation	Levy payable	274,409

Had there been no change in the above referred accounting policy, amounts of levy Rupees 48.656 million, prepaid levy Rupees Nil and levy payable Rupees 48.656 million would have been presented as taxation expense, advance income tax and provision for taxation respectively in these consolidated condensed interim financial statements. Further, this change in accounting policy has no impact of earnings / (loss) per share of the Company.

#### Deferred

Deferred tax is accounted for using the liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized

Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted or substantively enacted by the reporting date. Deferred tax is charged or credited in the statement of profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

#### 4.2 Critical accounting estimates and judgments

The preparation of these condensed consolidated interim financial statements in conformity with the

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

For the half year ended June 30, 2024

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 condensed consolidated 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 consolidated annual financial statements of the Group for the year ended 31 December 2023.

	(Un-audited)	(Audited)
	June	December
	<b>30, 2024</b>	31, 2023
	(Rupees in thousand)	
<b>5 LONG TERM FINANCING - SECURED</b>		
Opening balance	<b>362,364</b>	401,814
Less: Repaid during the period / year	<b>(19,710)</b>	(39,450)
	<b>342,654</b>	362,364
Less: Current portion shown under current liabilities	<b>(59,543)</b>	(51,799)
	<b>283,111</b>	310,565

## 6 CONTINGENCIES AND COMMITMENTS

### 6.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual financial statements of the Company for the year ended 31 December 2023 except for the following:

**6.1.1** The Deputy Commissioner Inland Revenue (DCIR) initiated the proceedings under section 4C of the Income Tax Ordinance, 2001 through a show cause notice dated 28 February 2024. The Company stance was adequately explained to the tax authorities through online reply dated 13 May 2024, filed on Federal Board of Revenue's 'IRIS' portal. Following the submissions of Company reply the DCIR passed an order dated 24 June 2024 raising an income tax demands of Rupees 113.195 million on account of super tax. The Company has contested this order before the Appellate Tribunal Inland Revenue (ATIR). The Company has already made the provision of Rupees 98.692 million. The management, based on advice of the legal counsel, is confident of favourable outcome of this matter.

**6.1.2** Post dated cheques have been issued to custom authorities in respect of duties amounting to Rupees

948.138 million (31 December 2023: Rupees 1,180.514 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. The Company is availing Export Facilitation Scheme (EFS) License issued by Collector of Custom, Lahore with a face value of Rupees 2,750 million (31 December 2023: Rupees 2,000 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 2,750 million (31 December 2023: Rupees 2,000 million) from the Company.

## 6.2 Commitments

- 6.2.1** Letters of credit other than capital expenditure are of Rupees 550.473 million (31 December 2023: Rupees 504.628 million).
- 6.2.2** Contracts for capital expenditure are approximately of Rupees Nil (31 December 2023: Rupees 35.851 million).
- 6.2.3** Outstanding foreign currency forward contracts are of Rupees 2,515.756 million (31 December 2023: Rupees 3,194.370 million).
- 6.2.4** The Company has obtained vehicles under ijarah arrangements from Bank Al Habib Limited for a period of four years, ijarah rentals are payable on monthly basis respectively. Future monthly Ujrah payments under Ijarah are as follows:

	(Un-audited) June 30, 2024	(Audited) December 31, 2023
	(Rupees in thousand)	
	Note	
Not later than one year	<b>10,628</b>	10,926
Later than one year and not later than five years	<b>811</b>	5,977
	<b>11,439</b>	16,903

## 7 FIXED ASSETS

Operating fixed assets	7.1	<b>2,977,175</b>	2,981,977
Capital work-in-progress	7.2	<b>73,095</b>	100,285
		<b>3,050,270</b>	3,082,262

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

For the half year ended June 30, 2024

	(Un-audited) June 30, 2024	(Audited) December 31, 2023
Note	(Rupees in thousand)	
<b>7.1 Operating fixed assets</b>		
Opening net book value	<b>2,981,977</b>	2,321,674
Add: Cost of additions during the period / year	7.1.1 <b>143,685</b>	911,378
Less: Book value of deletions during the period / year	7.1.2 <b>(7,228)</b>	(5,411)
Less: Depreciation charged during the period / year	<b>(140,772)</b>	(245,585)
Currency retranslation	<b>(487)</b>	(79)
Closing net book value	<b>2,977,175</b>	2,981,977
<b>7.1.1 Cost of additions during the period / year</b>		
Buildings on freehold land	<b>32,304</b>	438,036
Plant and machinery	<b>64,007</b>	133,038
Furniture, fixture and fittings	<b>3,328</b>	3,931
Leasehold improvements	-	1,045
Vehicles	<b>19,275</b>	191,536
Service equipment	<b>24,771</b>	143,792
	<b>143,685</b>	911,378
<b>7.1.2 Book value of deletions during the period / year</b>		
<b>Cost of deletions:</b>		
Plant and machinery	<b>685</b>	5,198
Furniture, fixture and fittings	<b>20</b>	-
Service equipment	<b>10,210</b>	1,701
Vehicle	<b>1,320</b>	6,242
	<b>12,235</b>	13,141
Less: Accumulated depreciation	<b>(5,007)</b>	(7,730)
Book value of deletions during the period / year	<b>7,228</b>	5,411
<b>7.2 Capital work-in-progress</b>		
Buildings on freehold land	<b>57,977</b>	35,632
Plant and machinery	<b>14,122</b>	41,325
Service equipment	<b>996</b>	16,496
Furniture, fixture and fittings	-	173
Vehicles	-	6,659
	<b>73,095</b>	100,285



		(Un-audited) June 30, 2024	(Audited) December 31, 2023
	Note	(Rupees in thousand)	
<b>8</b>	<b>LONG TERM INVESTMENTS</b>		
Investment in associate (with significant influence) - under equity method	8.1	<b>3,570,413</b>	2,691,689
		<b>3,570,413</b>	2,691,689
<b>8.1</b>	<b>Investment in associate (with significant influence) - under equity method</b>		
Service Long March Tyres (Private) Limited - un-quoted 270,971,704 (31 December 2023: 242,331,650) fully paid ordinary shares of Rupees 10 each			
Equity held: 18.91% (31 December 2023: 18.91%)		<b>2,720,975</b>	2,434,575
As at the beginning of the period / year		<b>257,114</b>	(216,925)
Add / (Less) : Share of post acquisition profit / (loss) for the period / year		<b>592,324</b>	474,039
		<b>849,438</b>	257,114
		<b>3,570,413</b>	2,691,689
<b>9</b>	<b>ADVANCE INCOME TAX AND PREPAID LEVY - NET</b>		
<b>Advance income tax - net</b>			
Advance income tax		<b>819,708</b>	232,612
Less: Provision for taxation		<b>(647,138)</b>	(313,719)
		<b>172,570</b>	(81,107)
<b>Prepaid levy - net</b>			
Prepaid levy		<b>-</b>	489,081
Less: Levy payable		<b>(48,656)</b>	(274,409)
		<b>(48,656)</b>	214,672
		<b>123,914</b>	133,565

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

For the half year ended June 30, 2024

	(Un-audited) HALF YEAR ENDED		(Un-audited) QUARTER ENDED	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
	(Rupees in thousand)			
<b>10 REVENUE</b>				
Revenue from contracts with customers:				
Export sales	<b>8,001,370</b>	7,309,488	<b>3,708,117</b>	3,767,413
Local sales	<b>310,486</b>	113,251	<b>59,371</b>	67,599
	<b>8,311,856</b>	7,422,739	<b>3,767,488</b>	3,835,012
<b>Major products / service lines</b>				
Footwear	<b>8,311,856</b>	7,422,739	<b>3,767,488</b>	3,835,012
	<b>8,311,856</b>	7,422,739	<b>3,767,488</b>	3,835,012
<b>11 COST OF SALES</b>				
Raw materials consumed	<b>3,904,367</b>	3,237,711	<b>1,733,748</b>	1,800,553
Salaries, wages and other benefits	<b>1,676,449</b>	1,390,272	<b>841,671</b>	711,560
Stores and spares consumed	<b>139,014</b>	246,049	<b>56,765</b>	150,132
Packing materials consumed	<b>425,152</b>	372,082	<b>224,408</b>	192,306
Fuel and power	<b>194,905</b>	130,875	<b>88,063</b>	65,821
Insurance	<b>12,073</b>	8,835	<b>6,139</b>	4,695
Travelling and conveyance	<b>32,958</b>	25,536	<b>19,662</b>	10,484
Repair and maintenance	<b>27,982</b>	19,019	<b>11,524</b>	10,274
Entertainment	<b>525</b>	724	<b>463</b>	20
Depreciation	<b>122,907</b>	100,964	<b>61,421</b>	51,932
Rent, rates and taxes	<b>812</b>	428	<b>405</b>	-
(Reversal of provision) / provision for slow moving and obsolete inventory	<b>(10,866)</b>	(26,533)	<b>715</b>	(23,114)
Other manufacturing charges	<b>62,108</b>	108,129	<b>24,016</b>	81,345
	<b>6,588,386</b>	5,614,091	<b>3,069,000</b>	3,056,008
Movement in work in process	<b>(45,292)</b>	(81,241)	<b>15,123</b>	(172,037)
<b>Cost of goods manufactured</b>	<b>6,543,094</b>	5,532,850	<b>3,084,123</b>	2,883,971
Movement in finished goods	<b>315,114</b>	294,641	<b>80,961</b>	66,254
	<b>6,858,208</b>	5,827,491	<b>3,165,084</b>	2,950,225



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

For the half year ended June 30, 2024

	Un-audited	
	HALF YEAR ENDED	
	June 30, 2024	June 30, 2023
Note	(Rupees in thousand)	
<b>12.1 Working capital changes</b>		
<b>Decrease / (increase) in current assets:</b>		
Stores, spares and loose tools	(23,673)	6,393
Stock in trade	475,924	(272,804)
Trade debts	(821,960)	(281,796)
Loans and advances	454,557	(218,743)
Short term deposits and prepayments	(17,139)	(13,142)
Other receivables	(181,123)	(459,204)
	(113,414)	(1,239,296)
(Decrease) / increase in trade and other payables	(276,493)	770,200
	(389,907)	(469,096)

## 13 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 recognized and measured at fair value in these consolidated 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 30 June 2024 (Un-audited)	Level 1	Level 2	Level 3	Total
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(Rupees in thousand)

#### Financial assets

Derivative financial assets	-	85,017	-	85,017
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Recurring fair value measurements At 31 December 2023-(Audited)	Level 1	Level 2	Level 3	Total
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(Rupees in thousand)

#### Financial liabilities

Derivative financial liabilities	-	443	-	443
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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 year. Further there was no transfer out of level 3 measurements.

The Company's policy is to recognize 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 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 fair values**

Specific value techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

**14 TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise of the Holding Company, subsidiary company, subsidiaries of the Holding Company, associated companies, employees' gratuity fund trust, employees' provident fund trust and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

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

For the half year ended June 30, 2024

### (i) Transactions:

Nature of relationship	Nature of transactions	Un-audited HALF YEAR ENDED		Un-audited QUARTER ENDED	
		June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
(Rupees in thousand)					
<b>Holding company</b>					
Service Industries Limited	Sale of goods	208,419	141,973	35,248	53,559
	Purchase of goods	185,831	189,512	105,109	112,758
	Purchase of fixed assets	6,275	-	6,275	-
	Loan given	130,000	3,429,997	130,000	2,904,500
	Loan repaid	1,030,000	2,936,818	130,000	2,788,818
	Expenses charged to the company	117,595	127,954	58,649	68,986
	Interest income	42,727	235,750	18,996	135,540
	Processing charges	17,290	51,847	-	44,182
	Dividend paid	817,750	163,550	327,100	163,550
<b>Subsidiary company of the Holding company</b>					
Service Tyres (Private) Limited	Sale of goods	6,189	-	-	-
<b>Subsidiary company of the Holding Company</b>					
Service Retail (Private) Limited	Sale of goods	67,875	-	29,331	-
<b>Subsidiary company of the Holding Company</b>					
SIL Gulf (FZE)	Purchase of goods	-	66,392	-	19,456
<b>Associated company</b>					
Service Long March Tyres (Private) Limited	Sale of goods	-	9,231	-	-
<b>Key management personnel</b>					
	Remuneration	73,738	71,449	31,019	35,724
	Meeting fee to directors - non executive	718	1,200	239	720
	Cash dividend paid	16,876	2,688	6,751	2,688
	Proceeds against shares to be issued under Employee's Stock Option Scheme	1,350	5,215	1,350	5,215
	464,450 options granted under Employee's Stock Option Scheme as on 01 January 2024 (As on 01 January 2023: 260,000 options)	-	-	-	-
<b>Other related parties</b>					
	Post employment benefit plans	93,070	75,564	46,362	40,313

**(ii) Period end balances**

As at June, 30 2024 (Un-audited)		
Holding Company	Other related parties	Total

(Rupees in thousand)

Employees' retirement benefit	-	236,583	236,583
Trade and other payables	69,267	1,134	70,401
Loans and advances	350,000	13,924	363,924

As at December 31, 2023 (Audited)		
Holding Company	Other related parties	Total

(Rupees in thousand)

Employees' retirement benefit	-	247,385	247,385
Trade debts	11,471	-	11,471
Trade and other payables	8,199	6,912	15,111
Loans and advances receivable	1,250,000	-	1,250,000

**15 FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Holding Company for the year ended 31 December 2023.

**16 DATE OF AUTHORIZATION FOR ISSUE**

These consolidated condensed interim financial statements were approved by the Board of Directors and authorized for issue on 24 August 2024.

**17 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 and consolidated condensed interim statement of changes in equity have 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 and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

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

For the half year ended June 30, 2024

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, except for reclassification as disclosed in note 4.1 to these consolidated condensed interim financial statements these are no significant rearrangements / reclassification have been made.

### 18 GENERAL

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



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Hassan Javed  
(Chief Executive)



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Arif Saeed  
(Director)



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Usman Liaqat  
(Chief Financial Officer)



## گروپ کی ڈائریکٹرز رپورٹ برائے حصص یافتگان

ڈائریکٹرز 30 جون 2024 ختم ہونے والی ششماہی کے لیے سروس گلوبل فنڈ ویئر لمیٹڈ اور اس کے ذیلی اداروں کے مختصر مجموعی عبوری مالیاتی معلومات کے ساتھ اپنی رپورٹ پیش کرنے میں خوش محسوس کرتے ہیں۔

گروپ، سروس گلوبل فنڈ ویئر لمیٹڈ اور ڈونگ گوان سروس گلوبل فنڈ ویئر لمیٹڈ کا کلی ملکی ذیلی ادارہ ہے، پر مشتمل ہے۔

### سروس گلوبل فنڈ ویئر لمیٹڈ

سروس گلوبل فنڈ ویئر لمیٹڈ کو 19 جولائی 2019 کو پاکستان میں ایک پبلک لمیٹڈ کمپنی کے طور پر ریکرنیز ایکٹ 2017 کے تحت تشکیل دیا گیا تھا۔ کمپنی کی بنیادی سرگرمیاں جوتے، چڑے اور متعلقہ مصنوعات کی تیاری، فروخت، مارکیٹنگ، درآمد اور درآمد ہے۔ 30 جون 2024 ختم ہونے والی ششماہی کے لیے سروس گلوبل فنڈ ویئر لمیٹڈ کی کارکردگی پر ڈائریکٹرز کے تبصرہ کی رپورٹ الگ سے پیش کی گئی ہے۔

### ڈونگ گوان سروس گلوبل لمیٹڈ

ڈونگ گوان سروس گلوبل لمیٹڈ ایک لمیٹڈ لائیبلٹی کمپنی ہے (مکمل طور پر غیر ملکی قانونی شخص کی ملکیت ہے) جو کہ ڈونگ گوان ایڈمنسٹریشن آف مارکیٹ ریگولیشنز، چین کے ساتھ رجسٹرڈ ہے۔ ڈونگ گوان سروس گلوبل لمیٹڈ کی تاریخ تشکیل 18 دسمبر 2022 ہے۔ ڈونگ گوان سروس گلوبل لمیٹڈ کا کاروباری دائرہ کار جو توں اور ٹوپوں کی بڑے پیمانے پر فروخت، چڑے کی مصنوعات کی فروخت، سلعے ہونے ملوسات اور اس سے منسلک خام مال کی فروخت، ہارڈ ویئر مصنوعات کی بڑے پیمانے پر فروخت، گیٹز کی فروخت، روزمرہ کی ضروریات، ملوسات کا معائنہ اور ان کی فنشنگ کی خدمات، تکنیکی خدمات، ٹیکنالوجی کی ڈیولپمنٹ، تکنیکی مشاورت، ٹیکنالوجی کے تبادلے، ٹیکنالوجی کی منتقلی، ٹیکنالوجی کو فروغ دینے، سامان کی درآمد اور درآمد، ٹیکنالوجی کی درآمد اور درآمد (قانون کے مطابق منظوری سے مشروط منصوبوں کے علاوہ، کاروباری لائسنس کے ساتھ قانون کے مطابق آزادانہ طور پر کاروباری سرگرمیاں انجام دینا) پر محیط ہے۔

ڈونگ گوان سروس گلوبل لمیٹڈ کو 302، نمبر 18، ہوچی ناؤن، ڈونگ گوان سٹی، گوانگ ڈونگ صوبہ، چین میں واقع ہے۔ ڈونگ گوان سروس گلوبل لمیٹڈ کا رجسٹرڈ سرمایہ 1,250,000 امریکی ڈالر ہے جسے ہولڈنگ کمپنی نے سبسکرائب کیا ہے۔ ہولڈنگ کمپنی مکمل طور پر ڈونگ گوان سروس گلوبل لمیٹڈ کی مالک ہے۔

منجانب بورڈ

*Rana*

حسن جاوید  
چیف ایگزیکٹو

*Amir*

عارف سعید  
چیئرمین

مورخہ 24 اگست 2024

لاہور

سروس گلوبل فٹ ویئر لمیٹڈ نے صارفین کے لیے ایک بہت مشہور ویلیو پروپوزیشن پیش کرتا ہے اور نمو کے حصول کے لیے اپنے منظم انداز کو بروئے کار لانے کے لیے ہر لمحہ تیار ہے۔

## مستقبل پر ایک نظر:

جغرافیائی سیاسی تنازعات نے مسلمان کی بین الاقوامی ترسیل اور کچھ اجناس کی قیمتوں پر منفی اثر ڈالا ہے۔ پاکستان خام مال کے حصول میں براہ راست متاثر ہو رہا ہے اور خطے میں غیر یقینی صورتحال کا سامنا کر رہا ہے۔ عالمی مہنگائی اس سال 6% کی سطح پر برقرار رہنے کی توقع ہے اور 2025 میں بتدریج کم ہو کر 4.5% تک پہنچ جائے گی۔ ان تنازعات اور غیر یقینی صورتحال کے درمیان، عالمی معیشت کی نمو کی پیش گوئی اگلے 5 سالوں میں 3.1% رہنے کی توقع ہے، جو کہ پچھلے تین دہائیوں میں سب سے کم ہے۔

پاکستان کو غیر ملکی زرمبادلہ کی قلت، بے چارہ مہنگائی، غیر ملکی سرمایہ کاری کی کمی، روزمرہ کے اخراجات میں اضافے، پالیسی فریم ورک پر کاروباری برادری کی عدم اطمینان اور بے روزگاری کی شرح کے 8% کے قریب رہنے جیسی بڑی مشکلات کا سامنا ہے۔ حالیہ آئی ایم ایف - ایس بی اے کے کامیاب نفاذ، مسلسل رول اوورز اور آئی ایم ایف کے ساتھ نئے ایس بی اے کی منظوری کے باوجود، پاکستان کی معیشت پر دباؤ برقرار ہے گا کہ وہ بین الاقوامی مارکیٹ میں مقابلہ کرنے کے لیے برآمد کنندگان کو کوئی سبسڈی نہ دے سکے۔ اس کا نتیجہ مجموعی معاشی سرگرمیوں میں سست روی کی صورت میں نکلے گا، جو کہ ایک کثیر الجہتی مسئلہ ہے۔

سروس گلوبل فٹ ویئر لمیٹڈ کی انتظامیہ مشکل کاروباری ماحول کے اثرات کو کم کرنے کے لیے اقدامات لے رہی ہے۔ ہم اپنے گاہکوں کو برقرار رکھے ہوئے ہیں اور نئی فروخت کے ذریعے تلاش کر کے پوری پیداواری استعداد کا استعمال یقینی بنایا ہے۔ اسی دوران، ہم مسلسل اپنی پیداوار/فروخت بڑھانے کی کوشش کر رہے ہیں تاکہ بڑھتی ہوئی لاگتوں کو کم کیا جاسکے۔ کمپنی کو توقع ہے کہ افراط زر میں مسلسل کمی کے باعث شرح سود میں متوقع کمی سے فائدہ پہنچے گا۔

آنے والے مہینوں میں، اور خاص طور پر اگلے سال میں نمونے گاہکوں سے آئے گی جنہیں سروس گلوبل فٹ ویئر لمیٹڈ نے حال ہی میں شامل کیا ہے۔ سروس گلوبل فٹ ویئر لمیٹڈ نے جاری جغرافیائی منظر نامے کی وجہ سے چین سے نکلنے والے گاہکوں سے فائدہ اٹھانے پر گہری توجہ دی ہے۔ ہم اپنے وقت اور وسائل ان گاہکوں کو تیار کرنے اور انہیں اگلے سال میں ہم کاروبار میں تبدیل کرنے میں لگا رہے ہیں۔ مستقبل قریب میں قیمتوں پر دباؤ برقرار رہے گا، جبکہ فروخت اور خالص منافع کی نمونے صارفین سے کاروبار میں اضافے سے آئے گی۔

## اظہارِ تشکر

ڈائریکٹرز ہمارے شہر ہولڈرز کے لیے اپنی خلوصانہ تعریف کا اظہار کرنا چاہیں گے جنہوں نے مسلسل کمپنی پر اپنے اعتماد کا مظاہرہ کیا ہے۔

ہم اپنے صارفین، سپلائرز اور بینکرز کے کمپنی کے ساتھ مسلسل تعاون اور حمایت کے بھی شکر گزار ہیں۔

منجانب بورڈ



حسین جاوید  
چیف ایگزیکٹو



عارف سعید  
چیرمین

مورخہ 24 اگست 2024

لاہور

## ڈائریکٹرز رپورٹ برائے حصص یافتگان

ڈائریکٹرز 30 جون 2024 کو ختم ہونے والی ششماہی کے لیے سروس گلوبل فنڈ ویزلمینڈ کی مختصر عبوری مالیاتی معلومات کے ساتھ اپنی رپورٹ پیش کرتے ہوئے خوش محسوس کرتے ہیں۔

## مالی کارکردگی کا موازنہ

30 جون 2024 کو ختم ہونے والی ششماہی کی سروس گلوبل فنڈ ویزلمینڈ کی انفرادی عبوری مالیاتی کارکردگی درج ذیل ہے۔

تفصیلات	ششماہی اختتام	
	جون 2023، 30 روپے، ہزار میں	جون 2024، 30 روپے، ہزار میں
خالص فروخت	7,413,508	<b>8,286,759</b>
گراس منافع	1,596,399	<b>1,364,872</b>
منافع قبل از ٹیکس	689,571	<b>782,593</b>
منافع بعد از ٹیکس	435,330	<b>460,676</b>
فی شیئر آمدنی	2.12	<b>2.24</b>
فیصد تبدیلی		
	11.8%	
	-14.5%	
	13.5%	
	5.8%	
	5.7%	

2024 کے پہلے نصف سال میں، سروس گلوبل فنڈ ویزلمینڈ نے فروخت میں 12% نمو حاصل کی ہے، جس سے ہماری موجودہ مدت کی فروخت 8.29 ارب روپے تک پہنچ گئی، جبکہ پچھلے سال کی اسی مدت کی فروخت 7.41 ارب روپے تھی۔ گزشتہ سال کی اسی مدت کے مقابلے میں گراس منافع کی شرح میں 14.5% کمی ہوئی ہے۔ ملک کی معاشی مشکلات تمام برآمد کنندگان اور پیداواری اداروں کے کارکنوں پر دباؤ ڈال رہی ہیں۔ کئی کی قیمتوں اور اجرتوں میں اضافہ، مہنگائی اور سخت ماٹیریل پالیسی مارجن میں کمی کا باعث ہے۔ ڈالر کی قدر میں کمی بھی برآمد کنندگان کے لیے مددگار ثابت نہیں ہو رہی ہے۔ برآمدی منڈیاں مشکل میں ہیں۔ گاہک مجموعی عالمی مارکیٹ کی صورتحال کو مد نظر رکھتے ہوئے پرانی قیمتیں یا اس سے کم قیمتیں مانگ رہے ہیں۔

سروس گلوبل فنڈ ویزلمینڈ کا بعد از ٹیکس خالص منافع 461 ملین روپے تک پہنچ گیا ہے، جو پچھلے سال کی اسی مدت کے دوران 435 ملین روپے تھا۔ ٹیکس کے اخراجات 322 ملین روپے تک بڑھ گئے ہیں، جو کہ گزشتہ سال 254 ملین روپے تھے۔ اس اضافے کی وجہ برآمد کنندگان کے لیے ٹیکس کے نظام میں تبدیلی ہے، جو کم سے کم ٹیکس سے معمول کی ٹیکس میں تبدیل ہو گئی ہے۔

سروس گلوبل فنڈ ویزلمینڈ اس مشکل مارکیٹ صورتحال میں پائیدار نمو حاصل کرنے کیلئے مکمل پیداواری استعداد کا استعمال کرتے ہوئے فروخت جاری رکھنے کے لیے پرعزم ہے۔ ہم مسلسل ویلیو ایڈڈ صارفین کو لاتے رہتے ہیں جو اعلیٰ پروفاٹل کے حامل ہیں اور مستقبل میں کمپنی کے منافع میں اضافہ کا باعث بنیں گے۔

سروس گلوبل فنڈ ویزلمینڈ کا سروس لاگ مارچ تا ستمبر (ایس ایل ایم) میں سرمایہ کاری کرنے کا اہم فیصلہ انتہائی سود مند ثابت ہوا ہے، جس سے 592 ملین روپے کا منافع حاصل ہوا۔ نتیجتاً، کمپنی کا منافع قبل از ٹیکس 30 جون 2023 کو ختم ہونے والے نصف سال کے جائزے میں 690 ملین روپے سے بڑھ کر زیر نظر نصف سال میں 783 ملین روپے تک پہنچ گیا، جو کہ 13.5% کی شرح نمو کو ظاہر کرتا ہے۔ اس سرمایہ کاری نے نہ صرف فوری منافع فراہم کیا ہے بلکہ مستقبل میں بھی مسلسل منافع کی توقع ہے، جس سے حصص یافتگان کی قدر میں نمایاں اضافہ ہو گا۔ کمپنی نے ایس ایل ایم میں مزید 286 ملین روپے کی سرمایہ کاری کی ہے، جس سے ایس ایل ایم کی پیداواری استعداد میں مزید اضافہ ہو گا اور منافع بخش کاروبار حاصل ہو گا۔









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