



# Service Global Footwear Limited

Servis House, 2-Main Gulberg  
Lahore-54662 (Pakistan)  
Phone: (42) 35751990-96  
Fax: (42) 35711827

SGFL/PSX/CS/53  
March 25, 2025

**The General Manager,**  
Pakistan Stock Exchange Limited,  
Stock Exchange Building,  
Stock Exchange Road,  
**Karachi.**

**SUBJECT: FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2024**

Dear Sir,

We have to inform you that the Board of Directors of Service Global Footwear Limited (the "Company") in their meeting held on **March 25, 2025 at 10:00 a.m.**, at the registered office of the Company, has approved the separate and consolidated audited financial statements of the Company for the year ended December 31, 2024 and recommended the following:

## **CASH DIVIDEND**

A Final Cash Dividend for the year ended December 31, 2024 at **Rs. 4 per share i.e., 40%**.

## **FINANCIAL RESULTS:**

The financial results of the Company are enclosed herewith as Annexure-A.

## **PRICE SENSITIVE INFORMATION:**

Subject to approval of the members of the Company, the Board of Directors have recommended the renewal of investment of up to PKR 4.5 Billion in the form of working capital loan to Service Industries Limited, a holding / associated company, for a further period of one year till June 30, 2026 with all other terms and conditions of the investment to remain unchanged.

## **ANNUAL GENERAL MEETING:**

The Annual General Meeting of the Company will be held on **Monday, April 28, 2025 at 9:30 a.m.**, at Shalimar Tower Hotel, Adjacent Servis House, 2-Main Gulberg, Lahore.

## **BOOK CLOSURE FOR THE PURPOSE OF ENTITLEMENT OF FINAL CASH DIVIDEND AND AGM:**

The Share Transfer Books of the Company will remain closed from **April 22, 2025 to April 28, 2025 (both days inclusive)**. Transfers received at the office of the share registrar of the Company, M/s. Corplink (Private) Limited, Wings Arcade, 1-K, Commercial, Model Town, Lahore at the close of business on April 21, 2025 will be treated in time for the purpose of above entitlement of Cash Dividend and for attending and voting at the AGM.





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The Annual Report of the Company for the year ended December 31, 2024 will be transmitted through PUCARS separately, within the specified time.

Thanking you.

Yours faithfully,

**FOR SERVICE GLOBAL FOOTWEAR LIMITED**

**Waheed Ashraf**  
Company Secretary



*Enclosed as above.*

**C.C:**

**Executive Director / HOD,**  
Supervision Division,  
Securities & Exchange Commission of Pakistan,  
63, NIC Building, Jinnah Avenue, Blue Area,  
**Islamabad.**

**Annexure - A**

**SERVICE GLOBAL FOOTWEAR LIMITED  
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024**

	2024 (Rupees in thousand)	2023 (Rupees in thousand)		2024 (Rupees in thousand)	2023 (Rupees in thousand)
<b>EQUITY AND LIABILITIES</b>			<b>ASSETS</b>		
<b>SHARE CAPITAL AND RESERVES</b>			<b>NON-CURRENT ASSETS</b>		
<b>Authorized share capital</b>			Fixed assets	2,948,805	3,067,982
250,000,000 (2023: 250,000,000) ordinary shares of Rupees 10 each	<u>2,500,000</u>	<u>2,500,000</u>	Long term security deposits	4,354	11,057
			Long term loans to employees	2,845	8,367
			Long term investments	4,035,432	2,780,856
			Long term loan to Holding Company	-	750,000
				<u>6,991,436</u>	<u>6,618,262</u>
<b>Issued, subscribed and paid-up share capital</b>	2,060,564	2,059,175			
<b>Reserves</b>	<u>5,150,351</u>	<u>4,441,668</u>			
<b>Total equity</b>	<u>7,210,915</u>	<u>6,500,843</u>			
<b>LIABILITIES</b>			<b>CURRENT ASSETS</b>		
<b>NON-CURRENT LIABILITIES</b>			Stores, spares and loose tools	166,034	123,493
Long term financing	253,426	310,565	Stock-in-trade	4,151,812	4,554,136
Employees' retirement benefit	238,661	216,104	Trade debts	2,306,192	1,710,366
Deferred income tax liability - net	278,796	67,093	Loans and advances	2,873,329	1,457,205
	<u>770,883</u>	<u>593,762</u>	Accrued mark-up	9,599	5,357
<b>CURRENT LIABILITIES</b>			Short term deposits and prepayments	24,703	8,316
Trade and other payables	2,078,710	2,734,702	Other receivables	1,758,777	1,441,511
Accrued mark-up	46,928	169,111	Advance income tax and prepaid levy - net	178,145	133,565
Short term borrowings	9,032,440	8,282,347	Cash and bank balances	744,970	2,903,050
Current portion of non-current liability	59,543	51,799		<u>12,213,561</u>	<u>12,336,999</u>
Dividend payable	-	617,753			
Unclaimed dividend	5,578	4,944			
	<u>11,223,199</u>	<u>11,860,656</u>			
<b>Total liabilities</b>	<u>11,994,082</u>	<u>12,454,418</u>			
<b>CONTINGENCIES AND COMMITMENTS</b>					
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>19,204,997</u>	<u>18,955,261</u>	<b>TOTAL ASSETS</b>	<u>19,204,997</u>	<u>18,955,261</u>



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**SERVICE GLOBAL FOOTWEAR LIMITED**  
**STATEMENT OF PROFIT OR LOSS**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

	<b>2024</b>	<b>2023</b>
	(Rupees in thousand)	
REVENUE - net	17,391,854	15,061,817
COST OF SALES	(14,501,963)	(11,760,696)
GROSS PROFIT	2,889,891	3,301,121
DISTRIBUTION COST	(1,352,327)	(1,186,780)
ADMINISTRATIVE EXPENSES	(776,650)	(671,194)
OTHER EXPENSES	(109,374)	(88,230)
	(2,238,351)	(1,946,204)
	651,540	1,354,917
OTHER INCOME	319,241	772,572
PROFIT FROM OPERATIONS	970,781	2,127,489
FINANCE COST	(667,078)	(1,007,721)
	303,703	1,119,768
SHARE OF NET PROFIT OF ASSOCIATE ACCOUNTED FOR USING THE EQUITY METHOD	1,323,147	474,039
PROFIT BEFORE LEVY AND TAXATION	1,626,850	1,593,807
LEVY	(197,133)	(232,435)
PROFIT BEFORE TAXATION	1,429,717	1,361,372
TAXATION	(324,480)	(179,765)
PROFIT AFTER TAXATION	1,105,237	1,181,607
EARNINGS PER SHARE - BASIC (RUPEES)	5.37	5.75
EARNINGS PER SHARE - DILUTED (RUPEES)	5.34	5.75



**SERVICE GLOBAL FOOTWEAR LIMITED  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2024**

2024                      2023  
(Rupees in thousand)

<b>PROFIT AFTER TAXATION</b>	1,105,237	1,181,607
<b>OTHER COMPREHENSIVE LOSS</b>		
<b>Items that will not be reclassified to profit or loss:</b>		
Remeasurements of employees' retirement benefit obligation - net of tax	(18,689)	(31,642)
<b>Items that may be reclassified subsequently to profit or loss</b>	-	-
<b>Other comprehensive loss for the year - net of tax</b>	(18,689)	(31,642)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	1,086,548	1,149,965



**SERVICE GLOBAL FOOTWEAR LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

SHARE CAPITAL	RESERVES						TOTAL EQUITY	
	CAPITAL RESERVES				REVENUE RESERVE	TOTAL		
	Reserve for issuance of bonus shares	Share premium	Share options reserve	Share of employee share options reserve held by equity accounted investee	Un-appropriated profit			
------(Rupees in thousand)-----								
<b>Balance as at 31 December 2022</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 @ Rupee 1 per share	-	-	-	-	-	(205,088)	(205,088)	(205,088)
Interim dividend for the year ended 31 December 2023 @ Rupees 3 per share	-	-	-	-	-	(617,753)	(617,753)	(617,753)
Ordinary shares issued under Employees Stock Option Scheme	8,300	-	24,500	(24,500)	-	-	-	8,300
Employee share options lapsed	-	-	531	(531)	-	-	-	-
Recognition of share options reserve	-	-	-	895	-	-	895	895
	8,300	-	25,031	(24,136)	-	(822,841)	(821,946)	(813,646)
Profit for the year	-	-	-	-	-	1,181,607	1,181,607	1,181,607
Other comprehensive loss for the year	-	-	-	-	-	(31,642)	(31,642)	(31,642)
Total comprehensive income for the year	-	-	-	-	-	1,149,965	1,149,965	1,149,965
<b>Balance as at 31 December 2023</b>	2,059,175	1,390,684	1,713,028	895	-	1,337,061	4,441,668	6,500,843
Adjustment due to equity accounted investee company	-	-	-	-	24,389	-	24,389	24,389
Transactions with owners:								
Final dividend for the year ended 31 December 2023 @ Rupees 2 per share	-	-	-	-	-	(411,835)	(411,835)	(411,835)
Ordinary shares 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	-	-	-	6,803	-	-	6,803	6,803
	1,389	-	3,293	6,288	-	(411,835)	(402,254)	(400,865)
Profit for the year	-	-	-	-	-	1,105,237	1,105,237	1,105,237
Other comprehensive loss for the year	-	-	-	-	-	(18,689)	(18,689)	(18,689)
Total comprehensive income for the year	-	-	-	-	-	1,086,548	1,086,548	1,086,548
<b>Balance as at 31 December 2024</b>	<u>2,060,564</u>	<u>1,390,684</u>	<u>1,716,321</u>	<u>7,183</u>	<u>24,389</u>	<u>2,011,774</u>	<u>5,150,351</u>	<u>7,210,915</u>



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**SERVICE GLOBAL FOOTWEAR LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

	2024	2023
	(Rupees in thousand)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>CASH GENERATED FROM OPERATIONS</b>	594,703	727,207
Finance cost paid	(786,881)	(1,013,527)
Income tax and levy paid	(354,490)	(258,322)
Workers' profit participation fund paid	(35,275)	(18,883)
Workers' welfare fund paid	(992)	(13,759)
Employees' retirement benefit paid - net	(40,327)	(5,848)
Net decrease in long term loans to employees	7,551	5,477
Net (increase) / decrease in security deposits	(8,788)	1,742
Insurance claim received against loss of assets due to fire and business interruption loss	-	13,963
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<u>(624,499)</u>	<u>(561,950)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure on fixed assets	(178,017)	(722,721)
Interest on saving accounts received	22,245	11,041
Loan given to Holding Company	(6,025,000)	(11,589,162)
Loans repaid by Holding Company	4,775,000	12,596,780
Interest on loans to Holding Company received	87,133	532,170
Dividend received from associate	379,360	-
Long term investment made	(286,400)	(89,167)
Proceeds from disposal of operating fixed assets	16,187	6,550
<b>NET CASH (USED IN) / FROM INVESTING ACTIVITIES</b>	<u>(1,209,492)</u>	<u>745,491</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from exercise of share options	4,167	8,300
Repayment of long term financing	(49,395)	(39,450)
Short term borrowings - net	750,093	2,794,033
Dividends paid	(1,028,954)	(204,994)
<b>NET CASH (USED IN) / FROM FINANCING ACTIVITIES</b>	<u>(324,089)</u>	<u>2,557,889</u>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(2,158,080)</u>	<u>2,741,430</u>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	2,903,050	161,620
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<u><u>744,970</u></u>	<u><u>2,903,050</u></u>



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**SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024**

	2024	2023		2024	2023
	(Rupees in thousand)			(Rupees in thousand)	
<b>EQUITY AND LIABILITIES</b>			<b>ASSETS</b>		
<b>SHARE CAPITAL AND RESERVES</b>			<b>NON-CURRENT ASSETS</b>		
<b>Authorized share capital</b>			Fixed assets	2,960,941	3,082,262
250,000,000 (2023: 250,000,000) ordinary shares of Rupees 10 each	<u>2,500,000</u>	<u>2,500,000</u>	Long term security deposits	4,354	11,057
			Long term loans to employees	2,845	8,367
			Long term investment	3,946,265	2,691,689
			Long term loan to Ultimate Holding Company	-	750,000
				<u>6,914,405</u>	<u>6,543,375</u>
<b>Issued, subscribed and paid-up share capital</b>	2,060,564	2,059,175			
<b>Reserves</b>	5,140,491	4,426,786			
<b>Total equity</b>	<u>7,201,055</u>	<u>6,485,961</u>			
<b>LIABILITIES</b>			<b>CURRENT ASSETS</b>		
<b>NON-CURRENT LIABILITIES</b>			Stores, spares and loose tools	166,034	123,733
Long term financing	253,426	310,565	Stock-in-trade	4,151,812	4,554,136
Employees' retirement benefit	238,661	216,104	Trade debts	2,338,417	1,710,366
Deferred income tax liability - net	278,796	67,093	Loans and advances	2,917,537	1,479,789
	770,883	593,762	Accrued mark-up	9,599	5,357
<b>CURRENT LIABILITIES</b>			Short term deposits and prepayments	26,043	9,011
Trade and other payables	2,326,991	2,774,376	Other receivables	1,944,955	1,469,492
Accrued mark-up	46,928	169,111	Advance income tax and prepaid levy - net	178,145	133,565
Short term borrowings	9,032,440	8,282,347	Cash and bank balances	796,471	2,951,229
Current portion of non-current liability	59,543	51,799		<u>12,529,013</u>	<u>12,436,678</u>
Dividend payable	-	617,753			
Unclaimed dividend	5,578	4,944			
	<u>11,471,480</u>	<u>11,900,330</u>			
<b>Total liabilities</b>	<u>12,242,363</u>	<u>12,494,092</u>			
<b>CONTINGENCIES AND COMMITMENTS</b>					
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>19,443,418</u>	<u>18,980,053</u>	<b>TOTAL ASSETS</b>	<u>19,443,418</u>	<u>18,980,053</u>



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**SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY**  
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

	2024	2023
	(Rupees in thousand)	
REVENUE - net	17,467,975	15,071,163
COST OF SALES	(14,288,696)	(11,724,689)
GROSS PROFIT	3,179,279	3,346,474
DISTRIBUTION COST	(1,619,648)	(1,230,663)
ADMINISTRATIVE EXPENSES	(792,507)	(681,460)
OTHER EXPENSES	(99,749)	(88,230)
	(2,511,904)	(2,000,353)
	667,375	1,346,121
OTHER INCOME	322,551	772,572
PROFIT FROM OPERATIONS	989,926	2,118,693
FINANCE COST	(678,210)	(1,009,198)
	311,716	1,109,495
SHARE OF NET PROFIT OF ASSOCIATE ACCOUNTED FOR USING THE EQUITY METHOD	1,323,147	474,039
PROFIT BEFORE LEVY AND TAXATION	1,634,863	1,583,534
LEVY	(197,133)	(232,435)
PROFIT BEFORE TAXATION	1,437,730	1,351,099
TAXATION	(324,480)	(179,765)
PROFIT AFTER TAXATION	1,113,250	1,171,334
EARNINGS PER SHARE - BASIC (RUPEES)	5.40	5.70
EARNINGS PER SHARE - DILUTED (RUPEES)	5.38	5.70



**SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY  
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2024**

	2024	2023
	(Rupees in thousand)	
<b>PROFIT AFTER TAXATION</b>	1,113,250	1,171,334
<b>OTHER COMPREHENSIVE LOSS</b>		
<b>Items that will not be reclassified to profit or loss:</b>		
Remeasurements of employees' retirement benefit obligation - net of tax	(18,689)	(31,642)
<b>Items that may be reclassified subsequently to profit or loss:</b>		
Exchange difference on translation of foreign subsidiary	(2,991)	(4,609)
<b>Other comprehensive loss for the year - net of tax</b>	(21,680)	(36,251)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	1,091,570	1,135,083



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**SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

	RESERVES							TOTAL RESERVES	TOTAL EQUITY
	CAPITAL RESERVES						REVENUE RESERVE		
	Exchange translation reserve	Reserve for issuance of bonus shares	Share premium	Share options reserve	Share of employee share options reserve held by equity accounted investee	Un-appropriated profit			
------(Rupees in thousand)-----									
<b>Balance as at 31 December 2022</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 @ Rupee 1 per share	-	-	-	-	-	-	(205,088)	(205,088)	(205,088)
Interim dividend for the year ended 31 December 2023 @ Rupees 3 per share	-	-	-	-	-	-	(617,753)	(617,753)	(617,753)
Ordinary shares issued under Employees Stock Option Scheme	8,300	-	-	24,500	(24,500)	-	-	-	8,300
Employee share options lapsed	-	-	-	531	(531)	-	-	-	-
Recognition of share options reserve	-	-	-	-	895	-	-	895	895
	8,300	-	-	25,031	(24,136)	-	(822,841)	(821,946)	(813,646)
Profit for the year	-	-	-	-	-	-	1,171,334	1,171,334	1,171,334
Other comprehensive loss for the year	-	(4,609)	-	-	-	-	(31,642)	(36,251)	(36,251)
Total comprehensive income for the year	-	(4,609)	-	-	-	-	1,139,692	1,135,083	1,135,083
<b>Balance as at 31 December 2023</b>	2,059,175	(4,609)	1,390,684	1,713,028	895	-	1,326,788	4,426,786	6,485,961
Adjustment due to equity accounted investee company	-	-	-	-	-	24,389	-	24,389	24,389
Transactions with owners:									
Final dividend for the year ended 31 December 2023 @ Rupees 2 per share	-	-	-	-	-	-	(411,835)	(411,835)	(411,835)
Ordinary shares 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	-	-	-	-	6,803	-	-	6,803	6,803
	1,389	-	-	3,293	6,288	-	(411,835)	(402,254)	(400,865)
Profit for the year	-	-	-	-	-	-	1,113,250	1,113,250	1,113,250
Other comprehensive loss for the year	-	(2,991)	-	-	-	-	(18,689)	(21,680)	(21,680)
Total comprehensive income for the year	-	(2,991)	-	-	-	-	1,094,561	1,091,570	1,091,570
<b>Balance as at 31 December 2024</b>	2,060,564	(7,600)	1,390,684	1,716,321	7,183	24,389	2,009,514	5,140,491	7,201,055



**SERVICE GLOBAL FOOTWEAR LIMITED AND ITS SUBSIDIARY COMPANY**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2024**

	2024	2023
	(Rupees in thousand)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Cash generated from operations</b>	613,298	708,796
Finance cost paid	(798,013)	(1,015,004)
Income tax paid	(354,490)	(258,322)
Workers' profit participation fund paid	(35,275)	(18,883)
Workers' welfare fund paid	(992)	(13,759)
Employees' retirement benefit paid - net	(40,327)	(5,848)
Net decrease in long term loans to employees	7,551	5,477
Net (increase) / decrease in security deposits	(9,470)	1,210
Insurance claim received against loss of assets due to fire and business interruption loss	-	13,963
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<u>(617,718)</u>	<u>(582,370)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure on fixed assets	(178,544)	(738,759)
Interest on term deposit receipts and saving accounts received	22,304	11,041
Loan given to Ultimate Holding Company	(6,025,000)	(11,589,162)
Loans repaid by Ultimate Holding Company	4,775,000	12,596,780
Interest on loans to Ultimate Holding Company received	87,133	532,170
Dividend received from associate	379,360	-
Long term investment made	(286,400)	-
Proceeds from disposal of operating fixed assets	16,187	6,550
<b>NET CASH (USED IN) / FROM INVESTING ACTIVITIES</b>	<u>(1,209,960)</u>	<u>818,620</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from exercise of share options	4,167	8,300
Repayment of long term financing	(49,395)	(39,450)
Short term borrowings - net	750,093	2,794,033
Dividends paid	(1,028,954)	(204,994)
<b>NET CASH (USED IN) / FROM FINANCING ACTIVITIES</b>	<u>(324,089)</u>	<u>2,557,889</u>
Effects of exchange rate changes on cash and cash equivalents	(2,991)	(4,530)
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(2,154,758)</u>	<u>2,789,609</u>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	2,951,229	161,620
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<u><u>796,471</u></u>	<u><u>2,951,229</u></u>

