

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Imran Younus	Chairman
Mr. Ghulam Farooq	Chief Executive Officer
Mr. Farhan Iqbal	Executive Director
Mr. Muhammad Abdullah Khan	Non-Executive Director
Mr. Ammar Junaid	Independent Director
Mr. Muhammad Ayub Khan Durrani	Independent Director
Ms. Tasneem Yusuf	Independent Director

AUDIT COMMITTEE

Ms. Tasneem Yusuf	Chairperson
Mr. Imran Younus	Member
Mr. Abdullah Khan	Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Muhammad Ayub Khan Durrani	Chairman
Mr. Imran Younus	Member
Mr. Ammar Junaid	Member

CHIEF FINANCIAL OFFICER

Mr. Farhan Iqbal

COMPANY SECRETARY

Mr. Mubashhar Asif

REGISTERED OFFICE

Suite G/5/5, 3rd Floor, Mansoor Tower, Block 8 Clifton, Karachi

PRODUCTION FACILITIES

Karachi Plant

Survey No. 348, Deh Shah Mureed,
Tappo Songal, Gadap Town, Karachi

Lahore Plant

3.5 Km Manga Mandi
Near Raiwind Road, Lahore

SHARE REGISTRAR

CDC Share Registrar Services Limited.

AUDITORS

Grant Thornton Anjum Rahman
Chartered Accountants

LEGAL ADVISOR

Iqra Law Associates

BANKERS

Askari Bank Limited
Bank Alfalah Limited
Bank Makramah Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
National Bank Limited
Sindh Bank Limited

Al Shaheer Corporation Limited Directors' Review Report

The Board of Directors is pleased to present the auditors-reviewed, unaudited financial results of the Company for the half-year ended December 31, 2023.

Board Composition and Governance Update

As of June 30, 2024, the Company had only one active Board Member. During the year, several Directors resigned at different times, and the resulting casual vacancies remained unfilled for varying periods. Subsequently, the sole remaining Director also resigned in October 2024, rendering the Board entirely vacant.

To restore corporate governance, the election of directors was conducted under the guidance of the Securities & Exchange Commission of Pakistan (SECP) on December 17, 2024, resulting in the reconstitution of the Board and election of the requisite number of directors. However, following the year-end, in July 2025, six Directors tendered their resignations. These positions were subsequently filled in accordance with applicable regulatory requirements.

Principal Activities

The Company is engaged in the processing, packaging, and marketing of halal meat and related products, catering to both domestic and international markets.

Financial Performance

Description	December 2023	December 2022
	Rupees in '000'	
Net Revenue	385,319	3,359,583
Gross (Loss)/Profit	(538,286)	411,371
Operating (Loss)/Profit	(3,114,476)	84,262
Net (Loss) After Tax	(3,199,147)	(168,019)
Loss per Share (Rs)	(8.5)	(0.6)

Operational and Strategic Review

During the half-year under review, core operations remained suspended, with minimal activity limited to certain export orders. The Company incurred a significant gross and net loss, primarily driven by fixed overheads in the absence of routine business activity.

Outlook

The newly constituted Board is actively working to stabilize the Company's governance framework, address historical non-compliances and evaluate strategic alternatives, including revival of core business operations diversification into new sectors and financial and operational restructuring.

The objective is to rebuild stakeholder trust, achieve regulatory alignment, and establish a sustainable path forward. The management, under Board oversight, is committed to identifying viable growth opportunities and creating long-term shareholder value.

Acknowledgement

The Board expresses its sincere appreciation to all shareholders, employees, customers, and regulatory bodies for their continued support and cooperation during this challenging period.

For and on behalf of the Board



Chairman



Chief Executive Officer

Karachi
Dated: August 29, 2025

الشہیر کارپوریشن لمیٹڈ ڈائریکٹرز کا جائزہ رپورٹ

ڈائریکٹرز کا بورڈ کمپنی کے آڈٹرز کی جانب سے جائزہ شدہ، غیر آڈٹ شدہ مالی نتائج برائے نصف سال جو 31 دسمبر 2023 کو ختم ہوا، پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

بورڈ کی تشکیل اور کارپوریٹ گورننس کی تازہ ترین صورتحال

30 جون 2024 تک کمپنی کے پاس صرف ایک فعال بورڈ ممبر موجود تھا۔ سال کے دوران متعدد ڈائریکٹرز نے مختلف اوقات میں استعفیٰ دیے، اور پیدا ہونے والی خالی اسامیوں کو مختلف مدت تک پر نہیں کیا گیا۔ بعد ازاں، اکتوبر 2024 میں واحد موجود ڈائریکٹر نے بھی استعفیٰ دے دیا، جس کے نتیجے میں بورڈ مکمل طور پر خالی ہو گیا۔

کارپوریٹ گورننس کو بحال کرنے کے لیے، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کی نگرانی میں 17 دسمبر 2024 کو ڈائریکٹرز کے انتخابات منعقد کرائے گئے، جس کے نتیجے میں بورڈ کی دوبارہ تشکیل ہوئی اور مطلوبہ تعداد میں ڈائریکٹرز منتخب ہوئے۔ تاہم، سال کے اختتام کے بعد جولائی 2025 میں چھ ڈائریکٹرز نے استعفیٰ دے دیا۔ ان عہدوں کو بعد ازاں متعلقہ ریگولیٹری تقاضوں کے مطابق پر کر دیا گیا۔

بنیادی سرگرمیاں

کمپنی حلال گوشت اور متعلقہ مصنوعات کی پروسیسنگ، پیکیجنگ اور مارکیٹنگ میں مصروف ہے، جو مقامی اور بین الاقوامی دونوں مارکیٹوں کے لیے مہیا کی جاتی ہیں۔

مالی کارکردگی

تفصیل	دسمبر 2023	دسمبر 2022
	روپے ('000 میں)	
خالص آمدنی	385,319	3,359,583
مجموعی (نقصان) / منافع	(538,286)	411,371
عملیاتی (نقصان) / منافع	(3,114,476)	84,262
خالص (نقصان) بعد ٹیکس	(3,199,147)	(168,019)
فی شیئر نقصان (روپے)	(8.5)	(0.6)

عملیاتی اور اسٹریٹجک جائزہ

نصف سیال کے دوران بنیادی کاروباری سرگرمیاں معطل رہیں، اور سرگرمی نہایت محدود رہی جو چند ایکسپورٹ آرڈرز تک محدود تھی۔ کمپنی کو بڑا مجموعی اور خالص نقصان ہوا، جو بنیادی طور پر معمول کی کاروباری سرگرمیوں کے کم ہونے سے اور مقررہ اخراجات کی وجہ سے ہوا۔

آئندہ کے امکانات

نیا تشکیل شدہ بورڈ کمپنی کے گورننس فریم ورک کو مستحکم کرنے، ماضی کی خلاف ورزیوں کو دور کرنے اور اسٹریٹجک متبادل پر غور کر رہا ہے، جن میں بنیادی کاروباری سرگرمیوں کی بحالی، نئے شعبوں میں تنوع، اور مالی و عملیاتی ڈھانچے کی ازسرنو ترتیب شامل ہے۔

مقصد اسٹیک ہولڈرز کا اعتماد بحال کرنا، ریگولیٹری ہم آہنگی حاصل کرنا اور ایک پائیدار راستہ قائم کرنا ہے۔ بورڈ کی نگرانی میں مینجمنٹ پائیدار ترقی کے مواقع کی نشاندہی کرنے اور طویل مدتی شیئر ہولڈرز کی قدر پیدا کرنے کے لیے پرعزم ہے۔

تشکر

بورڈ تمام شیئر ہولڈرز، ملازمین، صارفین اور ریگولیٹری اداروں کا ان کے مستقل تعاون اور مدد پر دلی شکر یہ ادا کرتا ہے۔



چیف ایگزیکٹو آفیسر

برائے اور از طرف بورڈ



چیرمین

کراچی

تاریخ: 29 اگست 2025

INDEPENDENT AUDITORS' REVIEW REPORT

To the members of Al Shaheer Corporation Limited

Report on Review of Unconsolidated Condensed Interim Financial Statements

**Grant Thornton Anjum
Rahman**

1st & 3rd Floor,
Modern Motors House,
Beaumont Road,
Karachi, Pakistan.

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Introduction

We were engaged to review the accompanying unconsolidated condensed interim statement of financial position of Al Shaheer Corporation Limited as at December 31, 2023 and the related unconsolidated condensed interim statement of profit or loss, the 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 six-months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these 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 condensed interim financial statements based on our review. However, because of the matters described in the Basis for Disclaimer of Conclusion paragraph, we were not able to obtain sufficient appropriate evidence to provide a basis for expressing a conclusion on the unconsolidated condensed interim financial statements.

Scope of review

We were engaged to conduct our review in accordance with International Standards 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.

Bases for Disclaimer of Conclusion

- i) As described in Note 1.3 to the unconsolidated condensed interim financial statements, the Company has faced severe financial, operational, and regulatory challenges, including breaches of covenants, terms and conditions of financing facilities, frozen bank accounts, legal proceedings, regulatory investigations, non-realization of export receivables, and placement on the PSX's non-compliant segments. As a result, the Company incurred heavy losses, with accumulated losses of Rs. 4,134.90 million as of December 31, 2023 and its current liabilities exceeding current assets by 2,707.94

million creating material uncertainty about its ability to continue as a going concern. Although, the management prepared the unconsolidated condensed interim financial statements on a going concern basis and disclosed a revival plan, we were unable to obtain sufficient appropriate audit evidence regarding the assumptions underlying this plan and accordingly, could not determine whether any adjustments might have been necessary to the unconsolidated condensed interim financial statements had the going concern assumption been inappropriate.

- ii) As disclosed in Note 1.3, The Company was non-compliant with several statutory and regulatory requirements, including the Companies Act, 2017, income and sales tax laws (including related payments), Employees' Old-Age Benefits Institution (EOBI) Rules, Sindh Employees' Social Security Institution (SESSI) & Provincial Employees' Social Security Ordinance, 1965, Pakistan Stock Exchange (PSX) Rule Book, and the Listed Companies Code of Corporate Governance Regulations, 2019. No provisions were recorded for related penalties or surcharges, and due to lack of sufficient evidence, we were unable to determine whether any adjustments or disclosures were necessary.
- iii) Due to the inadequacy of the Company's financial reporting systems and the absence of complete ledgers and corroborative supporting documentation we were unable to obtain sufficient appropriate audit evidence to ensure completeness of revenue, assets and liabilities as well as the occurrence of expenses including the adequacy of their disclosures in the unconsolidated condensed interim financial statements as per the accounting standards as applicable in Pakistan.
- iv) The Company has borrowings of Rs. 2,778.88 million in unconsolidated condensed interim financial statements. Due to breaches of loan covenants, term and conditions as mentioned Note 1.3 to the unconsolidated condensed interim financial statements, these borrowings should be classified as current liabilities instead of non-current. The Banks have also filed suits against the Company, and the outcomes are uncertain. As a result, we are unable to verify the completeness, rights and obligations of these balances as at the reporting date due to uncertainty and absence of sufficient appropriate audit evidence. Furthermore, the Company has not recorded any accrued markup on such borrowings.
- v) We were unable to obtain sufficient audit evidence to verify their completeness and validity the payables amounting to Rs. 316.33 million, including payments of Rs. 55.57 million related to the satisfaction of Workers' Profit Participation fund's liability due to lack of corroborative evidence included in trade and other payables and due to related party amounting to Rs 124.89 million of the unconsolidated condensed interim financial statements. Accordingly, we were unable to determine whether any adjustments might be necessary in respect of these liabilities.
- vi) We were unable to obtain sufficient appropriate audit evidence regarding the export rebate receivable of Rs. 180.70 million included in other receivables due to lack of adequate supporting documentation. Accordingly, we could not determine whether any adjustments were necessary might be necessary in respect of these receivables.
- vii) The Company has recognized a gratuity liability of Rs. 118.93 million. However, a detailed employee-wise breakup of the liability was not available as at the reporting date. Additionally, no further provision has been recorded since October 1, 2023, as the

eligible employees left the Company. In the absence of this supporting information, we were unable to verify the completeness and accuracy of the gratuity liability recognized in the unconsolidated condensed interim financial statements.

- viii) As disclosed in Note 10 to the unconsolidated condensed interim financial statements, the Company has various pending litigations. Further, the Securities and Exchange Commission of Pakistan (SECP) is investigating the affairs of the Company. The ultimate outcome of these pending litigations and investigations cannot presently be determined and hence, we cannot determine the amount of adjustments required in these unconsolidated condensed interim financial statements.

Disclaimer of Conclusion

Due to the significance of the matters described in the “**Basis for Disclaimer of Conclusion**” section of our report, we have not been able to obtain sufficient appropriate evidence to form a conclusion on the accompanying unconsolidated condensed interim financial statements as at December 31, 2023. Accordingly, we do not express a conclusion on these financial statements.

Other Matter

Pursuant to the requirements of section 237(1)(b) of the Companies Act 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to limited scope review by the statutory auditors of the Company. Accordingly, the figures of the unconsolidated condensed interim statement of profit and loss and unconsolidated condensed interim statement of comprehensive income for the three months period ended December 31, 2023 have not been reviewed by us.

The engagement partner on the audit resulting in this independent auditor’s report is **Muhammad Khalid Aziz**.



Chartered Accountants

Karachi

Date: September 04, 2025

UDIN: RR202310154RCqTalLQe

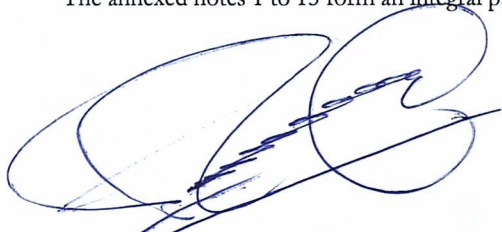
AL SHAHEER CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

	Note	December 2023 (Un Audited)	June 2023 (Restated)	June 2022 (Restated)
		Rupees in '000'		
ASSETS				
NON-CURRENT ASSETS				
Property, plant and equipment	6	4,133,239	4,442,104	4,703,479
Intangible assets		-	35,305	47,073
Long-term investment		-	-	14,940
Long-term loan		-	2,819	6,439
Deferred tax asset		-	-	335,625
		<u>4,133,239</u>	<u>4,480,228</u>	<u>5,107,556</u>
CURRENT ASSETS				
Stock-in-trade		-	262,572	289,061
Trade debts	9	-	3,044,879	3,094,203
Loans and advances		-	202,577	340,400
Trade deposits and prepayments		193	13,300	13,907
Other receivables		338,036	332,227	364,590
Taxation - net		86,169	100,840	134,947
Cash and bank balances		1,401	66,266	8,286
		<u>425,799</u>	<u>4,022,661</u>	<u>4,245,394</u>
TOTAL ASSETS		<u>4,559,038</u>	<u>8,502,889</u>	<u>9,352,950</u>
EQUITY AND LIABILITIES				
SHARE CAPITAL AND RESERVES				
Authorised capital 400,000,000 (2023: 400,000,000) ordinary shares of Rs. 10 each		<u>4,000,000</u>	<u>4,000,000</u>	<u>3,000,000</u>
Issued, subscribed and paid-up share capital		3,749,236	3,749,236	2,999,389
Share premium		1,507,705	1,507,705	1,507,705
(Accumulated losses) / unappropriated profit		<u>(4,134,904)</u>	<u>(935,757)</u>	<u>897,885</u>
		<u>1,122,037</u>	<u>4,321,184</u>	<u>5,404,979</u>
NON-CURRENT LIABILITIES				
Long-term financing		<u>184,332</u>	<u>582,996</u>	<u>731,640</u>
Lease liabilities		-	47,501	90,226
Deferred liability		<u>118,936</u>	<u>110,773</u>	<u>102,850</u>
		<u>303,268</u>	<u>741,270</u>	<u>924,716</u>
CURRENT LIABILITIES				
Trade and other payables		<u>319,535</u>	<u>935,598</u>	<u>1,069,545</u>
Short-term borrowings		<u>1,855,132</u>	<u>1,855,429</u>	<u>1,637,867</u>
Due to a related party		<u>124,898</u>	<u>3,739</u>	<u>4,446</u>
Accrued mark-up		<u>94,752</u>	<u>223,207</u>	<u>117,787</u>
Current portion of long-term financing		<u>739,416</u>	<u>357,089</u>	<u>138,862</u>
Current portion of deferred income - government grant		-	-	870
Current portion of lease liabilities		-	65,373	53,878
		<u>3,133,733</u>	<u>3,440,435</u>	<u>3,023,255</u>
TOTAL EQUITY AND LIABILITIES		<u>4,559,038</u>	<u>8,502,889</u>	<u>9,352,950</u>

CONTINGENCIES AND COMMITMENTS

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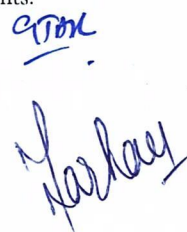
The annexed notes 1 to 15 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

AL SHAHEER CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

	Six Months Period Ended		Quarter Ended	
	December 31, 2023 (Unaudited)	December 31, 2022 (Restated)	December 31, 2023 (Unaudited)	December 31, 2022 (Restated)
	----- Rupees in '000' -----		----- Rupees in '000' -----	
Turnover	385,319	3,359,583	82,635	1,769,332
Cost of sales	(923,605)	(2,948,212)	(186,714)	(1,626,973)
Gross (loss)/profit	(538,286)	411,371	(104,079)	142,359
Administrative and distribution costs	(2,049,424)	(626,284)	(1,735,671)	(308,196)
Other (expense) / income net	(526,766)	299,175	(79,725)	(10,089)
Operating (loss)/profit	(3,114,476)	84,262	(1,919,475)	(175,926)
Finance cost	(80,487)	(223,427)	(41,187)	(114,026)
Loss before taxation	(3,194,963)	(139,165)	(1,960,662)	(289,952)
Levies - minimum and final tax	(4,184)	(28,854)	(884)	(19,482)
Taxation	-	-	-	-
Net loss for the period	(3,199,147)	(168,019)	(1,961,546)	(309,434)
	----- (Rupees) -----		----- (Rupees) -----	
Loss per share	(8.53)	(0.56)	(5.23)	(1.03)

The annexed notes 1 to 15 form an integral part of these unconsolidated condensed interim financial statements.

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Chief Executive Officer

Director

Chief Financial Officer

AL SHAHEER CORPORATION LIMITED
 UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
 FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

	Six Months Period Ended		Quarter Ended	
	December 31, 2023 (Unaudited)	December 31, 2022 (Restated)	December 31, 2023 (Unaudited)	December 31, 2022 (Restated)
	----- Rupees in '000' -----		----- Rupees in '000' -----	
Net loss for the period	(3,199,147)	(168,019)	(1,961,546)	(309,434)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	<u>(3,199,147)</u>	<u>(168,019)</u>	<u>(1,961,546)</u>	<u>(309,434)</u>

The annexed notes 1 to 15 form an integral part of these unconsolidated condensed interim financial statements.

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Chief Executive Officer



Director



Chief Financial Officer

AL SHAHEER CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

	Issued, subscribed and paid-up share capital	Capital reserve	Revenue reserve	Revaluation surplus on property, plant and equipment	Total
		Share Premium	Unappropriated profit / (accumulated losses)		
----- Rupees in '000' -----					
Balance as at 01 July 2022	2,999,389	1,507,705	898,634	750,199	6,155,927
Adjustment due to change in accounting policy note 7	-	-	(749)	(750,199)	(750,948)
Balance as at 01 July 2022 - restated	2,999,389	1,507,705	897,885	-	5,404,979
Net loss for the period	-	-	(168,019)	-	(168,019)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period	-	-	(168,019)	-	(168,019)
Balance as at 31 December 2022 -Restated	2,999,389	1,507,705	729,866	-	5,236,960
Balance as at 01 July 2023 - Restated	3,749,236	1,507,705	(935,757)	-	4,321,184
Net loss for the period	-	-	(3,199,147)	-	(3,199,147)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period	-	-	(3,199,147)	-	(3,199,147)
Balance as at 31 December 2023	3,749,236	1,507,705	(4,134,904)	-	1,122,037

The annexed notes 1 to 15 form an integral part of these unconsolidated condensed interim financial statements.

CPM

Chief Executive Officer

Director

Chief Financial Officer

AL SHAHEER CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

	Six Months Period Ended	
	31 December 2023	31 December 2022
	(Un-Audited)	
	----- Rupees in '000' -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxes and levies	(3,194,963)	(139,165)
Adjustments for non-cash items:		
Depreciation on operating fixed assets	154,833	167,860
Depreciation on ROU assets	4,104	28,359
Amortization of intangibles	4,413	5,884
Allowance for ECL	483,852	29,755
Intangible written off	26,478	-
Provision for defined benefits plan	8,163	18,248
Income tax refundable written off	15,596	-
Exchange loss	39,565	-
Net gain on termination of right of use assets	(27,976)	-
Gain on disposal of property, plant and equipment	(2,724)	-
Finance cost	80,487	223,427
	786,791	473,533
Working capital changes		
Stock-in-trade	262,572	5,757
Trade debts	2,521,462	(325,324)
Loans and advances	266,527	21,696
Trade deposits and prepayments	13,107	(2,552)
Other receivables	(5,809)	1,456
Trade and other payables	(616,063)	(150,139)
Due to a related party	121,159	-
	2,562,955	(449,106)
Taxes paid	-	(9,228)
Finance cost paid	(208,942)	(187,761)
Net cash used in operating activities	(54,159)	(311,727)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(896)	(32,674)
Sale proceeds from disposal of property, plant and equipment	6,824	-
Net cash generated from / (used in) investing activities	5,928	(32,674)
CASH FLOWS FROM FINANCING ACTIVITIES		
Issuance of shares	-	195,953
Long-term financing - net	(16,337)	166,285
Lease rentals paid	-	(20,663)
Due to Related Party - net	-	(2,824)
Short term borrowings - net	(297)	202,581
Net cash (used in) / generated from financing activities	(16,634)	541,332
Net (decrease) / increase in cash and cash equivalents	(64,865)	196,931
Cash and cash equivalents at the beginning of the year	66,266	8,286
Cash and cash equivalents at the end of the year	1,401	205,217

The annexed notes 1 to 15 form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

AL SHAHEER CORPORATION LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

1 THE COMPANY AND ITS OPERATIONS

- 1.1 Al Shaheer Corporation Limited (the Company) was incorporated on 30 June 2012 and is quoted on Pakistan Stock Exchange. The Company is principally engaged in trading of different kinds of halal meat including goat, cow, chicken and fish, both for export market and local sales through chain of retail stores. Geographical location and address of all the business units are as under:

Location	Business Unit
Suit # G/5/5, 3rd Floor, Mansoor Tower, Block-8, Shahrah-e-Roomi, Clifton, Karachi	Registered office
Plot Bearing Survey No. 348, Deh Shah Mureed, Tappo, Songal, Gadap Town, Karachi	Slaughter house
3.5km Manga Road Raiwand, Lahore	Poultry plant

- 1.2 These are the separate unconsolidated condensed interim financial statements of the Company in which investment in subsidiary is stated at cost less impairment loss.
- 1.3 During the period, the Company encountered severe management and operational disruptions that significantly impacted its performance and financial standing. The Chief Executive Officer resigned on February 1, 2024, followed by the resignation of the entire Board of Directors and the Company Secretary on October 10, 2024. These developments left the Company without a duly constituted Board or senior management for a significant period, resulting in a leadership vacuum and a breakdown in effective oversight. As a result, production operations were severely curtailed, with facilities running at minimal capacity. This led to a sharp decline in sales and erosion of market share.

The situation was further exacerbated by regulatory actions. The Pakistan Stock Exchange (PSX) designated the Company as non-compliant due to breaches of PSX Rules. Concurrently, the Securities and Exchange Commission of Pakistan (SECP) launched investigations under Section 29 of the Securities Act, 1997. Additionally, the State Bank of Pakistan (SBP) initiated proceedings against former directors for violations of foreign exchange regulations, particularly regarding delays in submission of export documents and non-realization of export proceeds. As at the reporting date, the Company has not recovered its outstanding export receivables, and related matters remain under review with SBP.

These challenges have led to further complications, including breaches of loan covenants and terms with financial institutions. The SECP has frozen Company bank accounts, and financial institutions have initiated legal actions for the recovery of outstanding loans. In response, and under the directive of the SECP, the Company's sponsors and shareholders appointed a new Board of Directors, Chief Executive Officer, and Chief Financial Officer subsequent to the year end.

The financial performance during the year further deteriorated, with the Company incurring a net loss of Rs. 3,199.15 million. As of December 31, 2023, accumulated losses stood at Rs. 4,134.91 million, and current liabilities exceeded current assets by Rs. 2,707.94 million. These adverse conditions raise significant doubt about the Company's ability to continue as a going concern.

Nevertheless, the newly appointed Board and management have initiated a strategic recovery plan. Key measures include stabilizing the governance framework, rectifying prior regulatory non-compliances, and resuming plant operations. Efforts are also underway to rebuild stakeholder relationships and attract large institutional clients, including international franchise groups. The revised business model now emphasizes a shift towards institutional clientele over the retail segment, with the aim of achieving long-term profitability and operational sustainability in order to ensure the Company's ability to continue as a going concern.

Furthermore, the Company is actively working with financial stakeholders to restructure its existing loan facilities. The Board remains confident that the ongoing revival plan, supported by stakeholders, will gradually restore financial health and operational stability.

2 STATEMENT OF COMPLIANCE

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

AL SHAHEER CORPORATION LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

3 BASIS OF PREPARATION

These unconsolidated condensed interim financial statements of the Company does not include all of the information and disclosure required in the unconsolidated condensed interim financial statements and should be read in conjunction with the unconsolidated annual financial statements of the Company as at and for the year ended June 30, 2023 and June 30, 2024. However, selected explanatory notes are included to explain the events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements. The figures in the unconsolidated condensed interim statement of financial position, unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows together with the relevant notes to the unconsolidated condensed interim financial statements for the six-months period ended December 31, 2023 have been subject to the limited scope review by the statutory auditors of the Company. However, the figures for the three-months period ended December 31, 2023 and 2022 in the unconsolidated condensed interim statement of profit or loss and other comprehensive income and notes forming part thereof have not been reviewed by auditors.

3.1 FUNCTIONAL & PRESENTATION CURRENCY

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also Company's functional currency and presentation currency.

3.2 STANDARD, AMENDMENT OR INTERPRETATION TO PUBLISHED APPROVED ACCOUNTING STANDARDS

3.2.1 Standards, amendments and interpretations to the published standards that may be relevant to the Company and adopted in the current period.

There were certain amendments to accounting and reporting standards which became effective for the Company for the current year. However, these are considered not to be relevant or to have any significant impact on the Company's financial reporting and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

3.2.2 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Company

There are standards and certain other amendments to accounting and reporting standards that are not yet effective and notified and are considered either not to be relevant or to have any significant impact on the Company's financial statements and operations and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

4 MATERIAL ACCOUNTING POLICIES

The accounting policies and methods of computation adopted for the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the unconsolidated financial statements for the year ended June 30, 2023 and June 30, 2024.

5 USE OF JUDGEMENTS / ESTIMATES AND FINANCIAL RISK MANAGEMENT

The estimates / judgements and associated assumptions used in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated financial statements of the Company for the year ended June 30, 2023 and June 30, 2024

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's unconsolidated annual audited financial statements for the year ended June 30, 2023 and Jun 30, 2024

		31 December 2023 (Unaudited)	30 June 2023 (Audited)
	Note	----- (Rupees in '000) -----	
6 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	8.1	3,594,789	3,809,249
Capital work-in-progress	8.2	538,450	538,450
Right-of-use assets		-	94,405
		4,133,239	4,442,104

AL SHAHEER CORPORATION LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

7 Restatement to the financial statements

7.1 During the year, the management has changed its accounting policy for valuation of property, plant and equipment from revaluation model to cost model under IAS 16 'Property, plant and equipment. The change has been made in accordance with IAS 8, as management believes that in light of the Company's current financial and operational challenges, the cost model provides more reliable and prudent information for users of the financial statements. The cost model eliminates subjectivity associated with fair value measurements in the present conditions of the Company.

The change has been made in accordance with IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" and has been applied retrospectively. Comparative information has been restated and a third statement of financial position as at the beginning of the earliest comparative period has been presented in accordance with IAS 1 "Presentation of Financial Statements".

As a result, The following restatements were made to the financial statements:

	Previously Reported	Restatement	Restated
June 30, 2022			
Statement of Financial Position			
Assets			
Property, plant and equipment	5,463,374	(759,895)	4,703,479
Deferred tax asset	326,678	8,947	335625
Share capital and reserves			
(Accumulated losses) / unappropriated profit	898,634	(749)	897,885.00
Revaluation surplus on property, plant and equipment	750,199	(750,199)	-
June 30, 2023			
Statement of Financial Position			
Assets			
Property, plant and equipment	6,885,450	(2,443,346)	4,442,104
Deferred tax asset	-	-	0
Share capital and reserves			
(Accumulated losses) / unappropriated profit	(926,808)	(8,949)	(935,757)
Revaluation surplus on property, plant and equipment	2,497,600	(2,497,600)	-
December 31, 2022			
Statement of profit or loss			
Operating Expense (Cost of sales & Administrative co	3,582,675	(8,179)	3,574,496

7.2 The company reclassified the final taxes under the levy within the scope of IFRIC 21/37 in the statement of profit or loss account as per the IAS-12 application guidance issued by the Institute of Chartered Accountants of Pakistan (ICAP) dated May 15, 2024. Consequently, there is no change in profit after tax due to this reclassification, the three column impact, in the context of restatement in the Company's financial statements, is not material.

8.1 Details of addition and deletions in operating fixed Assets are as follow:

	For the six months ended		For the year ended	
	31 December 2023 (Un-Audited)		30 June 2023 (Audited)	
	Addition Cost	Deletion (Net Book Value)	Addition Cost	Deletion (Net Book Value)
	----- Rupees in '000' -----			
Building	-	-	21,195	
Plant and Machinery	571	-	26,461	
Furniture and Fixtures	-	4,100	5,979	11,556
Motor Vehicles	-	-	5,133	241
Office Equipment	-	-	63	918
Tools and Equipment	-	-	121	
Computer and Accessori	325	-	2,719	222
	<u>896</u>	<u>4,100</u>	<u>61,671</u>	<u>12,937</u>

AL SHAHEER CORPORATION LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

8.2 Capital work in progress	31 December 2023 (Unaudited)	30 June 2023 (Audited)
	-----Rupees in '000'-----	
Building	156,554	156,554
Plant and Machinery	378,872	378,872
Furniture and Fixtures	3,024	3,024
	<u>538,450</u>	<u>538,450</u>
9 TRADE DEBTS - unsecured		
Considered good	-	2,584,740
- Overseas		
- Local	-	2,206
- related party - Enrich Foods (Private) Limited	-	457,932
- others	-	460,138
	-	3,044,879
Considered doubtful	3,238,611	1,249,266
Allowance for ECL	9.1 (3,238,611)	(1,249,266)
	-	-
	-	3,044,879
9.1 Allowance for ECL		
Opening balance	1,249,266	56,551
Charge for the period	1,989,345	1,192,715
Closing balance	<u>3,238,611</u>	<u>1,249,266</u>

10 CONTINGENCIES AND COMMITMENTS

The Contingencies and commitments have been explained in Note . 24 and Note 31 of the annual financial statement for the year ended June 30, 2024.

11 RELATED PARTY TRANSACTIONS

Related party comprised of subsidiaries, associates, directors, key management personnels. Transactions and balances with related parties are as follows

11.1 Following are the details of transactions with related parties during the period ended December 31, 2023 and for the period ended December 31, 2022:

Name	Relationship	Nature	December 31, 2023 (Un audited)	December31, 2022 (Un audited)
			----- (Rupees in '000') -----	
Enrich foods Pvt. Ltd.		Sales		
Key Management Personnel		Salaries & Benefits	-	33,256

11.2 Following are the details of outstanding balances with related parties during the period ended December 31, 2023 and for the period ended December 31, 2022:

Name	Relationship	Nature	December 31, 2023 (Un audited)	December31, 2022 (Un audited)
			----- (Rupees in '000') -----	
Enrich foods Pvt. Ltd.	Common Directorship	Trade Debts		
Al Shaheer farms Pvt. Lt	Subsidiary	Investments	-	2,206
Kamran Ahmad Khalili	Director	loan payable	-	14,940
			-	3,742

AL SHAHEER CORPORATION LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
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12 SEGMENT INFORMATION

Tha Company has two reportable segments - Raw meat & Processed food items. The management has determined the operating segments based on the information that is presented to the board of Directors of the company for allocation of resources and assessment of performance. The results of reportable segments of the Company are as follows:

Segment results	December 31, 2023			December 31, 2022		
	Raw meat	Processed food items	Total	Raw meat	Processed food items	Total
----- Rupees in '000' -----						
Revenue	385,319	-	385,319	3,069,903	289,680	3,359,583
Cost of sales	(883,726)	(39,879)	(923,605)	(2,635,309)	(312,903)	(2,948,212)
Gross profit / (loss)	(498,407)	(39,879)	(538,286)	434,594	(23,223)	411,371
Administrative and distribution costs	(2,049,424)	-	(2,049,424)	(377,378)	(248,906)	(626,284)
Other expenses	-	-	-	-	-	-
Other income	(526,766)	-	(526,766)	299,175	-	299,175
Operating profit / (loss)	(3,074,597)	(39,879)	(3,114,476)	356,391	(272,129)	84,262
Finance cost	(80,487)	-	(80,487)	(188,539)	(34,888)	(223,427)
Profit / (loss) before taxation	(3,155,084)	(39,879)	(3,194,963)	167,852	(307,017)	(139,165)
Taxation	(4,184)	-	(4,184)	(25,957)	(2,897)	(28,854)
Net profit / (loss) for	(3,159,268)	(39,879)	(3,199,147)	141,895	(309,914)	(168,019)

Segment results	31 December, 2023			30-Jun-23		
	Raw meat	Processed food items	Total	Raw meat	Processed food items	Total
----- Rupees in '000' -----						
Segment assets and liabilities						
Segment Assets	3,579,131	554,108	4,133,239	3,707,007	4,357,594	8,064,601
Unallocable Assets			425,799			438,288
Total Assets			<u>4,559,038</u>			<u>8,502,889</u>
Segment Liabilities	-	-	-	1,243,751	584,879	1,828,630
Unallocable Liabilities			3,437,001			2,353,075
Total Liabilities			<u>3,437,001</u>			<u>4,181,705</u>

13 GENERAL

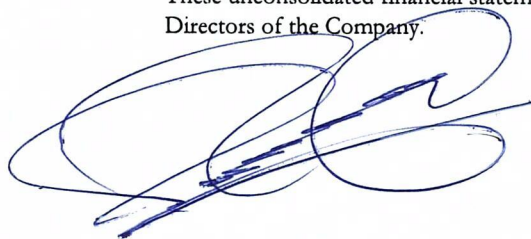
The Figures have been rounded off to nearest thousand Rupees unless otherwise stated.

14 CORRESPONDING FIGURES

Comparative information has been reclassified or re-arranged in these unconsolidated financial statements, wherever necessary, to facilitate comparison and to confirm with presentation in the current year, having insignificant impact. Furthermore, Figures related to Quarter ended September 2023 has been restated based on the available information.

15 DATE OF AUTHORIZATION FOR ISSUE

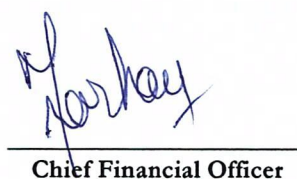
These unconsolidated financial statements were authorised for issue on 29th August 2025 by the Board of Directors of the Company.



Chief Executive Officer



Director



Chief Financial Officer