



Shifa
International
Hospitals Ltd.



Realigned Readiness

FIRST QUARTER FINANCIAL STATEMENTS
SEPTEMBER 30, 2025
(UNAUDITED)

CONTENTS

COMPANY INFORMATION & DIRECTORS' REVIEW	Company Information	2
	Directors' Review	4
	ڈائریکٹرز کا تجزیہ	7
UNCONSOLIDATED FINANCIAL STATEMENTS	Condensed Interim Unconsolidated Statement of Financial Position	10
	Condensed Interim Unconsolidated Statement of Profit or Loss and Other Comprehensive Income	12
	Condensed Interim Unconsolidated Statement of Changes in Equity	13
	Condensed Interim Unconsolidated Statement of Cash Flows	14
	Notes to the Condensed Interim Unconsolidated Financial Statements	15
CONSOLIDATED FINANCIAL STATEMENTS	Condensed Interim Consolidated Statement of Financial Position	30
	Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income	32
	Condensed Interim Consolidated Statement of Changes in Equity	33
	Condensed Interim Consolidated Statement of Cash Flows	34
	Notes to the Condensed Interim Consolidated Financial Statements	35

COMPANY INFORMATION

Board of Directors

Dr. Habib Ur Rahman
Chairman

Dr. Zeeshan Bin Ishtiaque
Chief Executive Officer

Dr. Manzoor H. Qazi
Director

Mr. Qasim Farooq Ahmad
Vice Chairman

Dr. Samea Kauser Ahmad
Director

Syed Ilyas Ahmed
Director

Dr. Mohammad Naseem Ansari
Independent Director

Dr. Ioan Philippe Cleaton-Jones
Director

Shah Naveed Saeed
Independent Director

Dr. Mohammad Salim Khan
Independent Director

Mr. Taimoor Shah
Director

Audit Committee

Shah Naveed Saeed Chairman

Dr. Manzoor H. Qazi Member

Dr. Samea Kauser Ahmad Member

Syed Ilyas Ahmed Member

Human Resource & Remuneration Committee

Dr. Mohammad Naseem Ansari Chairman

Dr. Habib Ur Rahman Member

Dr. Zeeshan Bin Ishtiaque Member

Dr. Manzoor H. Qazi Member

Syed Ilyas Ahmed Member

Mr. Qasim Farooq Ahmad Member

Corporate Governance & Nominations Committee

Dr. Manzoor H. Qazi Chairman

Dr. Zeeshan Bin Ishtiaque Member

Dr. Samea Kauser Ahmad Member

Dr. Ioan Philippe Cleaton-Jones Member



Risk Management Committee

Mr. Qasim Farooq Ahmad	Chairman
Dr. Mohammad Naseem Ansari	Member
Mr. Taimoor Shah	Member
Dr. Mohammad Salim Khan	Member

Chief Operating Officer

Mr. Taimoor Shah

Chief Medical Officer

Dr. Khawaja Junaid Mustafa

Chief Financial Officer

Mr. Shams Ur Rehman Abbasi

Company Secretary

Mr. Muhammad Naeem

Head of Internal Audit

Mr. Muhammad Saeed

Auditors

M/s BDO Ebrahim & Co
Chartered Accountants

Legal Advisor

M/s Bashir Ahmad Ansari & Company

Share Registrar

M/s Corplink (Private) Limited

Wings Arcade, 1-K, Commercial,
Model Town, Lahore

Registered Office

Sector H-8/4, Islamabad

Bankers

Meezan Bank Limited
Al Baraka Bank (Pakistan) Limited
Bank Alfalah Limited
United Bank Limited
Habib Bank Limited
Faysal Bank Limited
MCB Bank Limited
Habib Metropolitan Bank Limited
Bank Al Habib Limited
National Bank of Pakistan



DIRECTORS' REVIEW

IN THE NAME OF ALLAH, THE MOST BENEFICENT, THE MOST GRACIOUS

Dear Shareholders,

The Board of Directors is pleased to present the Condensed Interim Unconsolidated and Consolidated Financial Statements of the Company for the three months period ended September 30, 2025. The key financial highlights are summarized below:

Financial Highlights	(Rupees in million)					
	Three months period ended September 30,					
	2025	2024	Change%	2025	2024	Change%
	Unconsolidated			Consolidated		
Revenue - net	7,616	7,061	8	7,616	7,061	8
Other income	96	45	113	108	59	83
Profit before levies and income tax	1,228	1,036	19	1,226	1,055	16
Profit for the period	744	629	18	742	638	16
Earnings per share (Rs.)	11.76	9.95	18	11.73	10.18	15

During the first quarter under review, the Company maintained its positive performance trajectory, achieving an 8% increase in revenue compared to the corresponding period of the previous year. Although operating costs rose by 7%, the Company's continued emphasis on operational efficiency, digital transformation, and financial discipline resulted in a notable improvement in profitability. Earnings per share (EPS) increased by 18% over the same period last year. Furthermore, a reduction in finance costs, driven by partial loan repayments, provided additional support to the improved bottom line.

Future Outlook

The Company is poised to continue the growth momentum through a focused transformation agenda built on innovation, efficiency, and service excellence. In the coming quarters, we will mature and expand our ambulance service to ensure faster, wider, and more reliable emergency response across our network. All clinical processes are being transitioned to fully paperless systems, enabling greater accuracy, transparency, and real-time decision making. An international maturity assessment of our

technology systems will be undertaken to benchmark our digital infrastructure against global best practices, ensuring readiness for the next wave of healthcare innovation. Additionally, the incorporation of Artificial Intelligence into both clinical and administrative processes will further enhance efficiency, patient outcomes, and resource utilization. These strategic initiatives collectively reinforce our commitment to long-term sustainability, delivering enduring value to our patients, shareholders, and communities alike.

Acknowledgement

The Board extends its sincere appreciation to the consultants, management, employees, customers, and strategic partners for their unwavering commitment and contributions. We also thank the Government authorities, suppliers, banks, and shareholders for their continued support, which remains vital to the Company's sustained growth and success.

On behalf of the Board of Directors,



DR. ZEESHAN BIN ISHTIAQUE

Chief Executive Officer

ISLAMABAD

October 25, 2025



DR. MANZOOR H. QAZI

Director

مستقبل کا منظر نامہ

کمپنی اختراع، کارکردگی اور خدمات کی بہترین کارکردگی پر مبنی ایک مرکوز تبدیلی کے ایجنڈے کے ذریعے ترقی کی رفتار کو جاری رکھنے کے لیے تیار ہے۔ آنے والی سہ ماہیوں میں، ہم اپنے نیٹ ورک میں تیز، وسیع اور زیادہ قابل اعتماد ہنگامی رد عمل کو یقینی بنانے کے لیے اپنی ایبولینس سروس کو پختہ اور وسعت دیں گے۔ تمام طبی عمل کو مکمل طور پر بغیر کاغذ کے نظام میں تبدیل کیا جا رہا ہے، جس سے زیادہ درستگی، شفافیت اور حقیقی وقت میں فیصلہ سازی ممکن ہو رہی ہے۔ صحت کی دیکھ بھال کے اختراع کی اگلی لہر کے لیے تیاری کو یقینی بناتے ہوئے، ہمارے ڈیجیٹل بنیادی ڈھانچے کو عالمی بہترین طریقوں کے معیار کے مطابق بنانے کے لیے ہمارے ٹیکنالوجی نظاموں کی بین الاقوامی پختگی کا جائزہ لیا جائے گا۔ مزید برآں، طبی اور انتظامی دونوں عمل میں مصنوعی ذہانت کو شامل کرنے سے کارکردگی، مریض کے نتائج اور وسائل کے استعمال میں مزید اضافہ ہوگا۔ یہ اسٹریٹجک اقدامات اجتماعی طور پر ہمارے مریضوں، حصص داران اور برادریوں کو یکساں طور پر پائیدار قدر فراہم کرتے ہوئے طویل مدتی پائیداری کے لیے ہمارے عزم کو تقویت دیتے ہیں۔

اعتراف

بورڈ اپنے کنسلٹنٹس، انتظامیہ، ملازمین، صارفین، اور اسٹریٹجک شراکت داروں کی ان کے غیر متزلزل عزم اور شراکت کے لیے مخلصانہ تعریف کرتا ہے۔ ہم حکومتی حکام، سپلائرز، بینکوں اور شیئر ہولڈرز کا بھی ان کی مسلسل حمایت کے لیے شکریہ ادا کرتے ہیں، جو کمپنی کی مسلسل ترقی اور کامیابی کے لیے اہم ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے

Dr. Mary

ڈاکٹر منظور بیج قاضی

ڈائریکٹر

Dr. Aftab

ڈاکٹر ذیشان بن اشتیاق

چیف ایگزیکٹو آفیسر

اسلام آباد

25 اکتوبر 2025

ڈائریکٹرز کا تجزیہ

اللہ کے نام سے جو بڑا مہربان نہایت رحم کرنے والا ہے۔

معزز شیئر ہولڈرز،

بورڈ آف ڈائریکٹرز 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی مدت کے کمپنی کے انفرادی اور انضمام کردہ عبوری مالیاتی نتائج کا خلاصہ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔ اہم مالیاتی جھلکیاں درج ذیل ہیں:

30 ستمبر کو ختم ہونے والی سہ ماہی (پاکستانی روپے ملین میں)						مالیاتی جھلکیاں
2025	2024	تبدیلی (فیصد)	2025	2024	تبدیلی (فیصد)	
انضمام کردہ			انفرادی			
7,616	7,061	8	7,616	7,061	8	خالص آمدن
96	45	113	108	59	83	دیگر آمدن
1,228	1,036	19	1,226	1,055	16	منافع قبل از لیویز اور انکم ٹیکس
744	629	18	742	638	16	رواں مدت کا منافع
11.76	9.95	18	11.73	10.18	15	فی شیئر آمدنی (روپوں میں)

زیر جائزہ پہلی سہ ماہی کے دوران، کمپنی نے اپنی مثبت کارکردگی کو برقرار رکھتے ہوئے، پچھلے سال کی اسی مدت کے مقابلے میں آمدنی میں 8 فیصد اضافہ حاصل کیا۔ اگرچہ آپریٹنگ اخراجات میں 7 فیصد اضافہ ہوا، کمپنی کی آپریشنل کارکردگی، ڈیجیٹل تبدیلی، اور مالیاتی نظم و ضبط پر کمپنی کا مسلسل زور منافع میں قابل ذکر بہتری کا باعث بنا۔ فی شیئر آمدنی میں پچھلے سال کی اسی مدت کے مقابلے میں 18 فیصد اضافہ ہوا۔ مزید برآں، جزوی قرض کی ادائیگیوں کی وجہ سے مالی اخراجات میں کمی نے بہتر نچلی لائن کو اضافی مدد فراہم کی۔





CONDENSED INTERIM
UNCONSOLIDATED
FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED
SEPTEMBER 30, 2025

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
SHARE CAPITAL AND RESERVES			
Authorised share capital			
100,000,000 (June 2025: 100,000,000) ordinary shares of Rs. 10 each		1,000,000	1,000,000
Issued, subscribed and paid up capital		632,144	632,144
Capital reserves			
Share premium		2,738,888	2,738,888
Surplus on revaluation of property, plant and equipment		1,101,497	1,104,985
Revenue reserves			
Unappropriated profit		10,577,667	9,830,602
		15,050,196	14,306,619
NON - CURRENT LIABILITIES			
Long term financing - secured	5	909,012	853,419
Deferred liabilities		302,979	289,268
Lease liabilities		977,099	506,524
		2,189,090	1,649,211
CURRENT LIABILITIES			
Trade and other payables		5,576,028	4,865,657
Unclaimed dividend		48,812	48,935
Markup accrued		7,644	7,974
Taxation - net		115,391	104,501
Current portion of long term financing - secured	5	243,009	255,190
Current portion of lease liabilities		208,539	192,895
		6,199,423	5,475,152
		23,438,709	21,430,982

CONTINGENCIES AND COMMITMENTS

6

The annexed notes from 1 to 17 form an integral part of these condensed interim unconsolidated financial statements.

David M. Rahman

CHAIRMAN

V. Seshan

CHIEF EXECUTIVE

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
NON - CURRENT ASSETS			
Property, plant and equipment	7	9,262,150	8,618,241
Intangible assets		40,327	43,052
Investment property - at cost		624,872	624,872
Long term investments - at cost	8	6,421,601	4,522,553
Long term deposits		105,259	105,003
		16,454,209	13,913,721
CURRENT ASSETS			
Stores, spare parts and loose tools		217,446	224,161
Stock in trade		951,708	959,987
Trade debts	9	1,998,532	1,461,456
Loans and advances		115,814	138,025
Deposits, prepayments and other receivables		223,100	196,244
Markup accrued		16,615	19,219
Other financial assets		1,030,651	1,006,355
Cash and bank balances		2,430,634	3,511,814
		6,984,500	7,517,261
		23,438,709	21,430,982



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		September 30, 2025	September 30, 2024
	Note	(Rupees in '000')	
Revenue - net	10	7,615,508	7,061,368
Other income		95,868	44,943
Operating costs		(6,374,524)	(5,951,540)
Finance costs		(84,281)	(98,915)
Expected credit losses		(24,151)	(19,885)
Profit before levies and income tax		1,228,420	1,035,971
Income tax expense		(484,843)	(407,296)
Profit for the period		743,577	628,675
Other comprehensive income for the period - net of tax		-	-
Total comprehensive income for the period		743,577	628,675
Earnings per share - basic and diluted (Rupees)	11	11.76	9.95

The annexed notes from 1 to 17 form an integral part of these condensed interim unconsolidated financial statements.



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Share capital	Share premium	Surplus on revaluation of property, plant and equipment	Un- appropriated profit	Total
(Rupees in '000')					
Balance as at July 01, 2024	632,144	2,738,888	920,827	7,624,157	11,916,016
Total comprehensive income					
Profit for the period	-	-	-	628,675	628,675
Other comprehensive income - net of tax	-	-	-	-	-
	-	-	-	628,675	628,675
Transfer of revaluation surplus on property, plant and equipment in respect of incremental depreciation / amortisation	-	-	(2,818)	2,818	-
Balance as at September 30, 2024	632,144	2,738,888	918,009	8,255,650	12,544,691
Balance as at July 01, 2025	632,144	2,738,888	1,104,985	9,830,602	14,306,619
Total comprehensive income					
Profit for the period	-	-	-	743,577	743,577
Other comprehensive income - net of tax	-	-	-	-	-
	-	-	-	743,577	743,577
Transfer of revaluation surplus on property, plant and equipment in respect of incremental depreciation / amortisation	-	-	(3,488)	3,488	-
Balance as at September 30, 2025	632,144	2,738,888	1,101,497	10,577,667	15,050,196

The annexed notes from 1 to 17 form an integral part of these condensed interim unconsolidated financial statements.



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		September 30, 2025	September 30, 2024
	Note	(Rupees in '000')	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before levies and income tax		1,228,420	1,035,971
Adjustment of non-cash income and expense	12	496,595	510,511
Operating cash flows before changes in working capital		1,725,015	1,546,482
Changes in working capital			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		7,866	12,302
Stock-in-trade		8,279	21,370
Trade debts		(561,227)	(449,580)
Loans and advances		22,211	(142,650)
Deposits, prepayments and other receivables		(26,856)	(14,608)
Increase / (decrease) in current liabilities:			
Trade and other payables		(262,115)	216,035
		(811,842)	(357,131)
Cash generated from operations		913,173	1,189,351
Finance costs paid		(54,287)	(80,996)
Income tax paid		(467,968)	(239,156)
Payment to SIHL Employees' Gratuity Fund Trust		(71,258)	(142,681)
Compensated absences paid		(30,506)	(19,586)
Payment to defined contribution plan		(32,010)	(21,306)
Net cash generated from operating activities		257,144	685,626
CASH FLOWS FROM INVESTING ACTIVITIES			
Addition to property, plant and equipment		(361,904)	(142,081)
Addition to long term investments		(987,017)	(630,094)
Proceeds from disposal of property, plant and equipment		78	15
Markup received		60,159	13,427
Increase in long term deposits		(256)	(4,850)
Net cash used in investing activities		(1,288,940)	(763,583)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term financing - repayments		(67,132)	(253,898)
Proceeds from long term financing		110,544	52,999
Payment of lease liabilities		(102,582)	(107,490)
Dividend paid		(123)	(122)
Net cash used in financing activities		(59,293)	(308,511)
Net decrease in cash and cash equivalents		(1,091,089)	(386,468)
Cash and cash equivalents at the beginning of the period		3,514,814	2,132,377
Effect of exchange rate changes on cash and cash equivalents		9,909	(802)
Cash and cash equivalents at the end of the period	14	2,433,634	1,745,107

The annexed notes from 1 to 17 form an integral part of these condensed interim unconsolidated financial statements.



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

1 STATUS AND NATURE OF BUSINESS

Shifa International Hospitals Limited (the Company / SIHL) was incorporated in Pakistan on September 29, 1987, as a private limited company under the Companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017, on May 30, 2017), and converted into a public limited company on October 12, 1989. The shares of the Company are quoted on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at Sector H-8/4, Islamabad.

The principal activity of the Company is to establish and run medical centers and hospitals in Pakistan. The Company established its first hospital in 1993 in H-8/4, Islamabad, its second hospital in 2011 in Faisalabad and another in 2014 in G-10/4, Islamabad. The Company is also running medical centers, lab collection points and pharmacies in different cities of Pakistan.

These condensed interim unconsolidated financial statements are separate financial statements of the Company, whereas investments in subsidiaries and associates are stated at cost rather than on the basis of reporting results of the investees. Condensed interim consolidated financial statements are prepared separately.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim unconsolidated 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 condensed interim unconsolidated financial statements are unaudited and are being submitted to the members in accordance with the requirements of section 237 of the Companies Act, 2017 (the Act) and the listing regulations of the Pakistan Stock Exchange. The disclosures in these condensed interim unconsolidated financial statements do not include the information reported for full annual audited unconsolidated financial statements and should be read in conjunction with the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2025. Comparative condensed interim unconsolidated statement of financial position is extracted from the annual audited unconsolidated financial statements as of June 30, 2025, whereas the comparative condensed interim unconsolidated statement of profit or loss and other comprehensive income, the condensed interim unconsolidated statement of changes in equity and the condensed interim unconsolidated statement of cash flows are extracted from the unaudited condensed interim unconsolidated financial statements for the three months period ended September 30, 2024.

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies, key sources of estimations, the methods of computation adopted in preparation of these condensed interim unconsolidated financial statements are the same as those applied in preparation of annual audited unconsolidated financial statements of the Company for the year ended June 30, 2025.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

4.1 The preparation of condensed interim unconsolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates, and assumptions.

However, management believes that the change in the outcome of judgments, estimates, and assumptions would not have a material impact on the amounts disclosed in these condensed interim unconsolidated financial statements.

4.2 Judgments and estimates made by the management in the preparation of these condensed interim unconsolidated financial statements are the same as those that were applied to the annual audited unconsolidated financial statements as at and for the year ended June 30, 2025.

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
5 LONG TERM FINANCING - SECURED			
From islamic banks and non-banking financial institution			
Diminishing Musharakah Facility-1	5.1	97,864	105,964
Diminishing Musharakah Facility-2	5.2	396,956	433,043
Diminishing Musharakah Facility-3	5.3	586,356	475,986
Islamic Refinance Facility to Combat COVID-19 (IRFCC)	5.4	17,006	28,003
Deferred income - Government grant		327	861
		17,333	28,864
Islamic Refinance Facility to Combat COVID-19 (IRFCC)	5.5	12,417	13,249
Deferred income - Government grant		1,106	1,516
		13,523	14,765
From conventional bank			
Refinance Facility to Combat COVID-19 (RFCC)	5.6	36,857	45,339
Deferred income - Government grant		3,132	4,648
		39,989	49,987
	5.7	1,152,021	1,108,609

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Unaudited September 30, 2025	Audited June 30, 2025
(Rupees in '000')		
Less: current portion shown under current liabilities		
From islamic banks and non-banking financial institution	206,152	219,528
From conventional bank	36,857	35,662
	243,009	255,190
	909,012	853,419

- 5.1 This represents the outstanding balance of the long-term islamic finance facility obtained under the Diminishing Musharakah basis from First Habib Modaraba of Rs. 161.90 million (June 2025: Rs. 161.90 million). The principal amount is repayable in 60 equal monthly instalments carrying a profit rate at 3 months KIBOR plus 0.70% per annum. The unavailed limit of this facility is nil (June 2025: nil).
- 5.2 This represents the outstanding balance of the long-term islamic finance facility obtained from Bank Alfalah Limited of Rs. 577.40 million (June 2025: Rs. 577.40 million). The principal amount is repayable in 16 equal quarterly instalments carrying a profit rate at 3 months KIBOR plus 0.70% per annum. The financing is initially secured by a ranking charge of Rs. 800 million, which has been upgraded to a first exclusive charge on the plant and machinery being financed under the Diminishing Musharakah facility to be installed at the hospital located at H-8/4, Islamabad. The unavailed limit of this facility is nil (June 2025: nil).
- 5.3 This represents the outstanding balance of the long-term islamic finance facility obtained from Meezan Bank Limited of Rs. 586.36 million (June 2025: Rs. 475.90 million). The principal amount is repayable in 16 equal quarterly instalments carrying a profit rate at 3 months KIBOR plus 0.50% per annum. The financing is secured by an existing first pari passu charge of Rs. 800 million on all present and future fixed assets of the Company. The unavailed limit of this facility is Rs. 13.64 million (June 2025: Rs. 124.10 million).
- 5.4 This represents the outstanding balance of a long-term islamic finance facility obtained from Meezan Bank Limited of Rs. 200 million (June 2025: Rs. 200 million) for the purpose of import/purchase of medical equipment / machinery to combat COVID-19 under the State Bank of Pakistan IRFCC scheme. The principal amount shall be repaid by January 27, 2026, in 18 equal quarterly instalments with no profit rate. The financing is secured by the first pari passu hypothecation charge of Rs. 267 million on all present and future fixed assets of the Company (excluding land and building). The unavailed limit of this facility is nil (June 2025: nil). Since the financing under the SBP refinance scheme carries no profit rate, the loan has been recognised at present value using the Company's effective profit rate along with the recognition of the government grant.
- 5.5 This represents the outstanding balance of the long-term islamic finance facility obtained from Al Baraka Bank (Pakistan) Limited of Rs. 45.90 million (June 2025: Rs. 45.90 million) for the purpose of import / purchase of medical equipment/machinery to combat COVID-19 under the State Bank of Pakistan IRFCC

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

scheme. The principal amount shall be repaid in 9 equal half-yearly instalments with a profit rate of 1% per annum. The facility is secured by an exclusive charge of Rs. 55 million over equipment / machinery against DM IRFCC. The unavailed limit of this facility is nil (June 2025: nil). Since the financing under the SBP refinance scheme carries the profit rate below the market rate, the loan has been recognised at present value using the Company's effective profit rate along with the recognition of the government grant.

- 5.6 This represents the outstanding balance of the long-term finance facility obtained from United Bank Limited of Rs. 185.20 million (June 2025: Rs. 185.20 million). The principal amount shall be repaid by September 14, 2026, in 18 equal quarterly instalments carrying profit at 1% per annum. The financing is secured by the first pari passu charge of Rs. 267 million over fixed assets (excluding land and building) of the Company. The unavailed limit of this facility is nil (June 2025: nil). Since the financing under the SBP refinance scheme carries the markup rate below the market rate, the loan has been recognised at present value using the Company's effective profit rate along with the recognition of the government grant.

	Unaudited September 30, 2025	Audited June 30, 2025
	(Rupees in '000')	
5.7 Movement during the period / year		
Balance at the beginning of the period / year	1,108,609	1,074,951
Proceeds during the period / year	110,544	537,704
Repayment during the period / year	(67,132)	(504,046)
Balance at the end of the period / year	1,152,021	1,108,609

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There are no significant changes in the status of contingencies as reported in note 14 to the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2025 except for the following:

- 6.1.1 The guarantee issued by the bank in favour of Sui Northern Gas Pipelines Limited (SNGPL) of aggregate sum of Rs. 34.90 million (June 2025: Rs. 36.60 million) on behalf of the Company in its ordinary course of business.
- 6.1.2 The Company is facing claims and penalties amounting to Rs. 5.9 million (June 2025: Rs. 5.9 million). Against these claims the Company has successfully defended a claim of Rs. 2.0 million. The Hon'ble Supreme Court of Pakistan has allowed the Company's appeal and set aside the decree requiring payment of the said amount. In compliance with earlier directions of the Islamabad High Court (IHC), a Pay Order of Rs. 2.0 million had been deposited with the Deputy Registrar, IHC, which shall be recoverable

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

upon filing of an appropriate application following receipt of the attested order of the Hon'ble Supreme Court. Against the remaining claims of Rs. 3.9 million, the Company has made payments under protest amounting to Rs. 2.4 million and furnished a bank guarantee of Rs. 0.5 million, in compliance with IHC directions. These matters continue to be contested before the Islamabad, Peshawar and Lahore High Courts and the Supreme Court of Pakistan.

Furthermore, on June 6, 2012, the Competition Commission of Pakistan (CCP) imposed a penalty of Rs. 20 million on each Gulf Cooperation Council Approved Medical Center (GAMC), including the Company, for alleged non-competitive practices. The Competition Appellate Tribunal (CAT), through its order dated August 11, 2025, reduced the penalty to Rs. 2 million. Notwithstanding the CAT's order, on August 12, 2025 the CCP, without notice and contrary to the procedure prescribed under the Competition Act, 2010, attached the Company's accounts and recovered Rs. 4.01 million, i.e. twice the penalty determined by the CAT. Subsequently, CCP refunded Rs. 2.01 million. The Company has filed a writ petition before the IHC challenging the legality of the coercive recovery. The Company is also considering filing an appeal against the CAT order before the Hon'ble Supreme Court of Pakistan.

The Company's management, based on advice from respective legal counsels, remains confident of favorable resolutions in the aforementioned matters.

- 6.1.3 The tax authorities amended the assessments for tax years 2012 to 2016, 2019, 2021, and 2023 under section 122(5A) of the Income Tax Ordinance, 2001 (the Ordinance), creating an aggregate tax demand of Rs. 648.70 million. Aggrieved by these orders, the Company preferred appeals before the Commissioner Inland Revenue (Appeals) [CIR(A)] and/or the Appellate Tribunal Inland Revenue (ATIR), as applicable, on various dates between September 2018 and February 2025. The ATIR, vide Order Nos. ITA 1883-1884(IB)/2018 dated August 20, 2025, adjudicated the departmental appeals for tax years 2013 and 2014, whereas the appeals for the remaining years are currently pending adjudication.
- 6.1.4 The tax authorities amended the assessments for the tax years 2012, 2013 and from 2015 to 2017 under section 122(5) of the Ordinance. They raised an aggregate tax demand of Rs. 1,350.9 million. Being aggrieved, the Company appealed these assessments before the CIR(A). The CIR(A) annulled all the assessment orders, resulting in the deletion of the tax demand. Dissatisfied with the CIR(A)'s decision, the tax department filed an appeal before the ATIR on November 15, 2018. The ATIR, vide orders dated August 20, 2025, dismissed these departmental appeals. Further, the tax authorities amended the assessment for the tax year 2014 and 2018 under section 122(1)/177 of the Ordinance, resulting in a tax demand of Rs. 1,143.80 million and Rs. 42.40 million. Being aggrieved, for the tax year 2014, the Company appealed the assessment before the CIR (A). The CIR (A) annulled the assessment order, resulting in the deletion of the tax demand. The tax department filed an appeal before the ATIR on November 27, 2019, against the decision of the CIR (A), which is currently pending adjudication. For the tax year 2018, the Company appealed the assessment before the ATIR on July 24, 2024.

Management is confident that the above disallowances and levies do not hold merit and the related amounts have been lawfully claimed in the income and sales tax returns as per the applicable tax laws and these matters will ultimately be decided in favor of the Company. Accordingly, no provision has been made in respect of above in these condensed interim unconsolidated financial statements.

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
6.2	Commitments		
	Capital expenditure contracted	262,330	160,117
7	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets	7.1	7,575,018
	Capital work in progress	7.2	622,532
	Right-of-use assets	7.3	1,064,600
		9,262,150	8,618,241
7.1	Operating fixed assets		
	Written down value (WDV) at the beginning of the period / year	7,603,143	5,878,386
	Additions	7.1.1	203,729
	Revaluation surplus during the period / year	-	181,216
	Assets of amalgamated company	-	1,527,796
		7,806,872	8,483,138
	WDV of disposals	(50)	(2,817)
	WDV of assets written off	(1,029)	(15,266)
	Depreciation for the period / year	(230,775)	(861,912)
	WDV at the end of the period / year	7,575,018	7,603,143
7.1.1	Additions to operating fixed assets		
	Building on leasehold land	-	26,272
	Biomedical equipment	141,189	667,045
	Air conditioning equipment and machinery	5,851	11,847
	Electrical and other equipment	13,131	29,067
	Furniture and fittings	4,853	8,698
	Computer installations	23,499	65,753
	Vehicles	15,206	87,058
		203,729	895,740

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
7.2 Capital work in progress			
Balance at the beginning of the period / year		464,357	336,589
Addition during the period / year		180,111	580,049
Written off during the period / year		-	(60,443)
Transferred to operating fixed assets		(21,936)	(391,838)
Balance at the end of the period / year	7.2.1	622,532	464,357
7.2.1 Capital work in progress			
Civil work		220,143	212,638
Installation of equipment		402,389	251,719
		622,532	464,357
7.3 Right-of-use assets			
Balance at the beginning of the period / year		550,741	622,929
Additions during the period / year		558,477	210,241
Terminated during the period / year		-	(53,846)
Depreciation for the period / year		(44,618)	(228,583)
Balance at the end of the period / year		1,064,600	550,741
8 LONG TERM INVESTMENTS - AT COST			
In subsidiary companies (unquoted):			
Shifa Development Services (Private) Limited (SDSPL)	8.1	9,966	9,966
Shifa National Hospital Faisalabad (Private) Limited (SNH Faisalabad)	8.2	2,638,703	2,137,373
Shifa Medical Center Islamabad (Private) Limited (SMC Islamabad)	8.3	2,982,898	1,660,180
In associated companies (unquoted):			
Shifa CARE (Private) Limited (SCPL)	8.4	45,001	45,001
SIHT (Private) Limited	8.5	800,000	725,000
		6,476,568	4,577,520

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Unaudited September 30, 2025	Audited June 30, 2025
	(Rupees in '000')	
Less: accumulated impairment loss		
Shifa Development Services (Private) Limited (SDSPL)	9,966	9,966
Shifa CARE (Private) Limited (SCPL)	45,001	45,001
	54,967	54,967
	6,421,601	4,522,553

- 8.1 This represents investment in 1,650,000 (June 2025: 1,650,000) fully paid ordinary shares of Rs. 10 each of SDSPL. The above investment in ordinary shares represents 55% (June 2025: 55%) shareholding in SDSPL held by the Company.
- 8.2 This represents investment in 263,870,262 (June 2025: 213,737,338) fully paid ordinary shares of Rs. 10 each of SNH Faisalabad. The above investment in ordinary shares represents 60% (June 2025: 60%) shareholding in SNH Faisalabad held by the Company.
- 8.3 This represents investment in 238,966,962 (June 2025: 135,617,001) fully paid ordinary shares having face value of Rs. 10 each of SMC Islamabad including 103,349,961 shares acquired from minority shareholders at a price of Rs. 15.74 per share during the period. Consequently, the Company's total shareholding in SMC Islamabad increased to 99% (June 2025: 56%).
- 8.4 This represents investment in 4,500,050 (June 2025: 4,500,050) fully paid ordinary shares of Rs. 10 each of SCPL. The above investment in ordinary shares represents 50% (June 2025: 50%) shareholding in SCPL held by the Company.
- 8.5 This represents investment in 2,500,500 (June 2025: 2,266,077) fully paid ordinary shares of Rs. 100 each of SIHT. The above investment in ordinary shares represents 50% (June 2025: 45.30%) shareholding in SIHT held by the Company.

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited September 30, 2025	Audited June 30, 2025
		(Rupees in '000')	
9	TRADE DEBTS		
	Unsecured - considered good		
	Related party - Shifa Foundation	20,022	14,422
	Others	2,296,538	1,740,911
		2,316,560	1,755,333
	Less: allowance for expected credit losses	318,028	293,877
		1,998,532	1,461,456
		Unaudited September 30, 2025	September 30, 2024
		(Rupees in '000')	
10	REVENUE - NET		
	Inpatients	4,690,925	4,385,561
	Outpatients	2,761,173	2,509,851
	Other services	221,223	216,635
		7,673,321	7,112,047
	Less: discount	30,219	26,183
	Less: sales tax	27,594	24,496
		57,813	50,679
		7,615,508	7,061,368
11	EARNINGS PER SHARE - BASIC AND DILUTED		
	Profit for the period (Rupees in '000')	743,577	628,675
	Weighted average number of ordinary shares in issue (Number)	63,214,383	63,214,383
	Earnings per share - basic and diluted (Rupees)	11.76	9.95

11.1 There is no dilutive effect on the basic earnings per share of the Company.

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited	
		September 30, 2025	September 30, 2024
		(Rupees in '000')	
12	ADJUSTMENT OF NON-CASH INCOME AND EXPENSE		
	Depreciation / amortisation	275,393	270,147
	Amortisation on intangible assets	2,725	263
	Expected credit losses	24,151	19,885
	Property, plant and equipment written off	1,029	6,494
	Gain on disposal of property, plant and equipment	(28)	(13)
	Provision for compensated absences	44,999	25,895
	Provision for defined contribution plan	45,089	30,307
	Provision for bonus for employees	76,604	65,745
	Provision for gratuity	35,265	26,575
	(Reversal) / charged of provision for slow moving stores	(1,153)	253
	Gain on investments and bank deposits	(81,851)	(34,757)
	(Gain) / loss on foreign currency translation	(9,909)	802
	Finance costs	84,281	98,915
		496,595	510,511

13 RELATED PARTY TRANSACTIONS

The related parties comprise of subsidiaries, associates, directors, major shareholders, key management personnel, the SIHL Employees' Gratuity Fund Trust and the entities over which directors are able to exercise influence.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers its chief executive officer, chief financial officer, company secretary, directors and departmental heads to be its key management personnel. There is no transaction with key management personnel other than their terms of employment / entitlement.

Related party transactions are based on arm's length between the parties as per the pricing policy approved by the board of directors of the SIHL. Transactions and balances with the related parties are as follows:

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Unaudited	
	September 30, 2025	September 30, 2024
	(Rupees in '000')	
Transactions:		
Shifa Foundation (Related party by virtue of common directorship)		
Revenue from medical and other services earned by the Company	9,651	6,864
Rent expense paid and reimbursed to the Company	360	338
Acquisition of 234,423 (September 2024: 234,420) ordinary shares of SIHT (Private) Limited	75,000	75,000
Tameer-e-Millat Foundation (Related party by virtue of common directorship)		
Supplies provided to the Company	18,052	30,393
Other services provided to the Company	5,815	6,938
Rental services received / earned by the Company	3,974	1,611
Shifa Tameer-e-Millat University (Related party by virtue of common directorship)		
Revenue from medical and other services earned by the Company	6,438	6,812
Revenue from rent earned by the Company	1,170	1,064
Other services provided to the Company	21,000	25,500
Expenses paid and reimbursed to the Company	539	660
SIHT (Private) Limited (Associate and common directorship)		
Revenue from medical services earned by the Company	238,381	184,584
Expenses paid and reimbursed to the Company	1,316	1,322
Other services provided to the Company	-	3,544
Shifa National Hospital Faisalabad (Private) Limited (Subsidiary and common directorship)		
Investment made by the Company in 50,132,924 (September 2024: 55,509,426) ordinary shares	501,329	555,094

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Unaudited	
	September 30, 2025	September 30, 2024
	(Rupees in '000')	
Shifa Neuro Sciences Institute Islamabad (Private) Limited (Subsidiary and common directorship)		
Rent paid by the Company	-	30,265
Shifa Cooperative Housing Society Limited (Related party by virtue of common directorship)		
Plot maintenance charges paid by the Company	1,065	785
SIHL Employees' Gratuity Fund Trust		
Payments made by the Company	71,258	142,681
Remuneration including benefits and perquisites of key management personnel	186,429	133,861
	Unaudited	Audited
	September 30, 2025	June 30, 2025
	(Rupees in '000')	
Balances (unsecured):		
Shifa Foundation - receivable	20,022	14,422
Tameer-e-Millat Foundation - payable	17,543	4,186
Shifa Tameer-e-Millat University - payable	59,345	42,798
SIHT (Private) Limited - receivable	69,923	59,898
SIHL Employees' Gratuity Fund Trust - payable	66,735	102,728

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited	
		September 30, 2025	September 30, 2024
		(Rupees in '000')	
14	CASH AND CASH EQUIVALENTS		
	Investment in Term Deposit Receipt - at amortized cost	3,000	3,000
	Cash and bank balances	2,430,634	1,742,107
		2,433,634	1,745,107

15 FINANCIAL RISK MANAGEMENT AND FAIR VALUES

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited unconsolidated financial statements for the year ended June 30, 2025. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the annual audited unconsolidated financial statements of the Company for the year ended June 30, 2025. The carrying amount of all financial assets and liabilities are estimated to approximate their fair values.

16 GENERAL

16.1 Figures have been rounded off to the nearest one thousand Pak Rupees unless otherwise stated.

16.2 Corresponding figures have been rearranged and reclassified, wherever considered necessary, for better presentation. However, no major reclassification has been made during the period.

17 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim unconsolidated financial statements have been approved and authorised for issue by the board of directors of the Company on October 25, 2025.



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



CONDENSED INTERIM
CONSOLIDATED
FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED
SEPTEMBER 30, 2025

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
SHARE CAPITAL AND RESERVES			
Authorised share capital			
100,000,000 (June 2025: 100,000,000) ordinary shares of Rs. 10 each		1,000,000	1,000,000
Issued, subscribed and paid up capital		632,144	632,144
Capital reserves			
Share premium		2,738,888	2,738,888
Surplus on revaluation of property, plant and equipment		2,742,355	2,355,123
Revenue reserves			
Unappropriated profit		9,357,992	9,203,864
		15,471,379	14,930,019
NON - CONTROLLING INTEREST			
		1,888,181	2,967,066
NON - CURRENT LIABILITIES			
Long term financing - secured	6	909,012	853,419
Deferred liabilities		302,979	289,268
Lease liabilities		977,099	506,524
		2,189,090	1,649,211
CURRENT LIABILITIES			
Trade and other payables		5,617,307	4,895,138
Unclaimed dividend		48,812	48,935
Markup accrued		7,644	7,974
Taxation - net		71,832	62,833
Current portion of long term financing - secured	6	243,009	255,190
Current portion of lease liabilities		208,539	192,895
		6,197,143	5,462,965
		25,745,793	25,009,261

CONTINGENCIES AND COMMITMENTS

7

The annexed notes 1 to 18 form an integral part of these condensed interim consolidated financial statements.

Danish M. Rahman

CHAIRMAN

V. Seshan

CHIEF EXECUTIVE

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
NON - CURRENT ASSETS			
Property, plant and equipment	8	15,982,873	14,992,071
Intangible assets		40,239	42,701
Investment property - at cost		624,872	624,872
Long term investments	9	814,503	740,157
Long term advances to suppliers and contractors		465,391	324,174
Long term deposits		118,218	117,961
		18,046,096	16,841,936
CURRENT ASSETS			
Stores, spare parts and loose tools		217,446	224,161
Stock in trade		951,708	959,987
Trade debts	10	1,998,532	1,461,456
Loans and advances		124,290	451,924
Deposits, prepayments and other receivables		243,758	213,445
Markup accrued		16,615	19,219
Other financial assets		1,625,162	1,075,513
Cash and bank balances		2,522,186	3,761,620
		7,699,697	8,167,325
		25,745,793	25,009,261



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		September 30, 2025	September 30, 2024
	Note	(Rupees in '000')	
Revenue - net	11	7,615,508	7,061,368
Other income		107,680	58,826
Operating costs		(6,386,288)	(5,955,299)
Finance costs		(84,294)	(95,529)
Expected credit losses		(25,563)	(19,885)
Share of (loss) / profit of associate		(654)	5,324
Profit before levies and income tax		1,226,389	1,054,805
Levies		-	(1,751)
Profit before income tax		1,226,389	1,053,054
Income tax expense		(484,847)	(415,545)
Profit for the period		741,542	637,509
Other comprehensive income for the period - net of tax		-	-
Total comprehensive income for the period		741,542	637,509
Attributable to:			
Equity holders of Shifa International Hospitals Limited		741,245	643,596
Non-controlling interest		297	(6,087)
		741,542	637,509
Earnings per share - basic and diluted (Rupees)	12	11.73	10.18

The annexed notes 1 to 18 form an integral part of these condensed interim consolidated financial statements.



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Share capital	Share premium	Surplus on revaluation of property, plant and equipment	Un - appropriated profit	Non - controlling interest (NCI)	Total
(Rupees in '000')						
Balance as at July 01, 2024	632,144	2,738,888	2,021,310	7,118,684	2,470,891	14,981,917
Total comprehensive income						
Profit / (loss) for the period	-	-	-	643,596	(6,087)	637,509
Other comprehensive income - net of tax	-	-	-	-	-	-
	-	-	-	643,596	(6,087)	637,509
Transfer of revaluation surplus on property, plant and equipment in respect of incremental depreciation / amortisation	-	-	(6,583)	6,583	-	-
NCI recognised during the period	-	-	-	-	385,743	385,743
Balance as at September 30, 2024	632,144	2,738,888	2,014,727	7,768,863	2,850,547	16,005,169
Balance as at July 01, 2025	632,144	2,738,888	2,355,123	9,203,864	2,967,066	17,897,085
Total comprehensive income						
Profit for the period	-	-	-	741,245	297	741,542
Other comprehensive income - net of tax	-	-	-	-	-	-
	-	-	-	741,245	297	741,542
Equity adjustment on acquisition of NCI	-	-	393,344	(593,229)	(1,426,844)	(1,626,729)
Transfer of revaluation surplus on property, plant and equipment in respect of incremental depreciation / amortisation	-	-	(6,112)	6,112	-	-
NCI recognised during the period	-	-	-	-	347,662	347,662
Balance as at September 30, 2025	632,144	2,738,888	2,742,355	9,357,992	1,888,181	17,359,560

The annexed notes 1 to 18 form an integral part of these condensed interim consolidated financial statements.



CHAIRMAN



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		September 30, 2025	September 30, 2024
	Note	(Rupees in '000')	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before levies and income tax		1,226,389	1,054,805
Adjustment of non-cash income and expense	13	491,784	485,244
Operating cash flows before changes in working capital		1,718,173	1,540,049
Changes in working capital			
(Increase) / decrease in current assets:			
Stores, spare parts and loose tools		7,866	12,302
Stock-in-trade		8,279	21,370
Trade debts		(561,226)	(449,582)
Loans and advances		22,212	(142,543)
Deposits, prepayments and other receivables		(30,313)	(19,415)
Increase / (decrease) in current liabilities:			
Trade and other payables		(250,321)	216,268
		(803,503)	(361,600)
Cash generated from operations		914,670	1,178,449
Finance costs paid		(54,299)	(81,007)
Income tax paid		(469,861)	(248,561)
Payment to SIHL Employees' Gratuity Fund Trust		(71,258)	(142,681)
Compensated absences paid		(30,506)	(19,586)
Payment to defined contribution plan		(32,010)	(21,308)
Net cash generated from operating activities		256,736	665,306
CASH FLOWS FROM INVESTING ACTIVITIES			
Addition to property, plant and equipment		(713,472)	(143,467)
Addition to long term investments		(75,000)	(75,000)
Encashment of other financial assets - net		627	10,065
Proceeds from disposal of property, plant and equipment		78	15
Markup received		70,868	24,725
Increase in advances to suppliers and contractors		(141,217)	-
Increase in long term deposits		(257)	(4,850)
Net cash used in investing activities		(858,373)	(188,512)
CASH FLOWS FROM FINANCING ACTIVITIES			
Non-controlling interest (NCI)		347,662	385,743
Payment against acquisition of NCI		(410,689)	-
Long term financing - repayments		(67,132)	(253,898)
Proceeds from long term financing		110,544	52,999
Payment of lease liabilities		(102,582)	(77,225)
Dividend paid		(123)	(122)
Net cash (used in) / generated from financing activities		(122,320)	107,497
Net (decrease) / increase in cash and cash equivalents		(723,957)	584,291
Cash and cash equivalents at the beginning of the period		3,809,140	2,383,305
Effect of exchange rate changes on cash and cash equivalents		9,909	(802)
Cash and cash equivalents at the end of the period	15	3,095,092	2,966,794

The annexed notes 1 to 18 form an integral part of these condensed interim consolidated financial statements.

Farid Rahman

CHAIRMAN

Veeshan

CHIEF EXECUTIVE

Sae

CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

1 STATUS AND NATURE OF BUSINESS

Shifa International Hospitals Limited (the Group) comprises of Shifa International Hospitals Limited (SIHL / parent company) and its subsidiaries, Shifa National Hospital Faisalabad (Private) Limited, Shifa Medical Center Islamabad (Private) Limited and Shifa Development Services (Private) Limited.

SIHL was incorporated in Pakistan on September 29, 1987, as a private limited company under the Companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017, on May 30, 2017), and converted into a public limited company on October 12, 1989. The shares of the SIHL are quoted on the Pakistan Stock Exchange Limited. The registered office of the SIHL is situated at Sector H-8/4, Islamabad. The principal activity of SIHL is to establish and run medical centers and hospitals in Pakistan. The SIHL established its first hospital in 1993 in H-8/4, Islamabad, its second hospital in 2011 in Faisalabad and another in 2014 in G-10/4, Islamabad. The SIHL is also running medical centers, lab collection points and pharmacies in different cities of Pakistan.

Shifa National Hospital Faisalabad (Private) Limited (SNH Faisalabad) was incorporated in Pakistan on February 28, 2019. The principal line of business of the SNH Faisalabad is to establish, run, control, manage and operate tertiary / quaternary care hospitals, including diagnostic centers, clinics, laboratories, operation theaters, dental clinics, and healthcare centers, and provide all healthcare and surgical-related facilities for different diseases, inpatient and outpatient services and treatment of viral, bacterial, and chronic diseases and all other related services thereof, subject to permission from relevant authorities, if required. The registered office of the SNH Faisalabad is situated at Shifa International Hospitals Limited, Sector H-8/4, Islamabad.

Shifa Medical Center Islamabad (Private) Limited (SMC Islamabad) was incorporated in Pakistan on February 28, 2019. The principal line of business of the SMC Islamabad is to establish, run, control, manage and operate facilities providing ambulatory services, including day care surgeries, diagnostic centers, clinics, laboratories, operation theaters, dental clinics, healthcare centers and provide all healthcare and surgical-related facilities for different diseases, inpatient and outpatient services, and treatment of viral, bacterial, and chronic diseases and all other related services thereof, subject to permission from relevant authorities, if required. The registered office of the SMC Islamabad is situated at Shifa International Hospitals Limited, Sector H-8/4, Islamabad.

Shifa Development Services (Private) Limited (SDSPL) was incorporated in Pakistan on December 18, 2014. The principal activity of SDSPL is to provide consulting services relating to healthcare facilities, medical staff, human resources, architectural designing, procurement, hospital quality and project management services. The registered office of SDSPL is situated at Shifa International Hospitals Limited, Sector H-8/4, Islamabad. The investment in SDSPL has been fully impaired due to financial constraints and uncertainty regarding the company's ability to continue as a going concern.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim consolidated 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 condensed interim consolidated financial statements are unaudited and are being submitted to the members in accordance with the requirements of section 237 of the Companies Act, 2017 (the Act) and the listing regulations of the Pakistan Stock Exchange. The disclosures in these condensed interim consolidated financial statements do not include the information reported for full annual audited consolidated financial statements and should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended June 30, 2025. Comparative condensed interim consolidated statement of financial position is extracted from the annual audited consolidated financial statements as of June 30, 2025, whereas the comparative condensed interim consolidated statement of profit or loss and other comprehensive income, the condensed interim consolidated statement of changes in equity and the condensed interim consolidated statement of cash flows are extracted from the unaudited condensed interim consolidated financial statements for the three months period ended September 30, 2024.

3 BASIS OF CONSOLIDATION

These condensed interim consolidated financial statements include the financial statements of SIHL and its subsidiaries, SMC Islamabad 99% owned (June 2025: 56% owned), SNH Faisalabad 60% owned (June 2025: 60% owned) and SDSPL 55% owned (June 2025: 55% owned).

4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies, key sources of estimations, the methods of computation adopted in preparation of these condensed interim consolidated financial statements are the same as those applied in preparation of annual audited consolidated financial statements of the Group for the year ended June 30, 2025.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

5 ACCOUNTING ESTIMATES AND JUDGEMENTS

5.1 The preparation of condensed interim consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgments, estimates and assumptions.

However, management believes that the change in outcome of judgments, estimates and assumptions would not have a material impact on the amounts disclosed in these condensed interim consolidated financial statements.

5.2 Judgments and estimates made by the management in the preparation of these condensed interim consolidated financial statements are the same as those that were applied to the annual audited consolidated financial statements as at and for the year ended June 30, 2025.

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
6	LONG TERM FINANCING - SECURED		
	From islamic banks and non-banking financial institution		
Diminishing Musharakah Facility-1	6.1	97,864	105,964
Diminishing Musharakah Facility-2	6.2	396,956	433,043
Diminishing Musharakah Facility-3	6.3	586,356	475,986
Islamic Refinance Facility to Combat COVID -19 (IRFCC)	6.4	17,006	28,003
Deferred income - Government grant		327	861
		17,333	28,864
Islamic Refinance Facility to Combat COVID-19 (IRFCC)	6.5	12,417	13,249
Deferred income - Government grant		1,106	1,516
		13,523	14,765
	From conventional bank		
Refinance Facility to Combat COVID-19 (RFCC)	6.6	36,857	45,339
Deferred income - Government grant		3,132	4,648
		39,989	49,987
	6.7	1,152,021	1,108,609
Less: current portion shown under current liabilities			
From islamic banks and non-banking financial institution		206,152	219,528
From conventional bank		36,857	35,662
		243,009	255,190
		909,012	853,419

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

- 6.1 This represents the outstanding balance of the long-term islamic finance facility obtained under the Diminishing Musharakah basis from First Habib Modaraba of Rs. 161.90 million (June 2025: Rs. 161.90 million). The principal amount is repayable in 60 equal monthly instalments carrying a profit rate at 3 months KIBOR plus 0.70% per annum. The unavailed limit of this facility is nil (June 2025: nil).
- 6.2 This represents the outstanding balance of the long-term islamic finance facility obtained from Bank Alfalah Limited of Rs. 577.40 million (June 2025: Rs. 577.40 million). The principal amount is repayable in 16 equal quarterly instalments carrying a profit rate at 3 months KIBOR plus 0.70% per annum. The financing is initially secured by a ranking charge of Rs. 800 million, which has been upgraded to a first exclusive charge on the plant and machinery being financed under the Diminishing Musharakah facility to be installed at the hospital located at H-8/4, Islamabad. The unavailed limit of this facility is nil (June 2025: nil).
- 6.3 This represents the outstanding balance of the long-term islamic finance facility obtained from Meezan Bank Limited of Rs. 586.36 million (June 2025: Rs. 475.90 million). The principal amount is repayable in 16 equal quarterly instalments carrying a profit rate at 3 months KIBOR plus 0.50% per annum. The financing is secured by an existing first pari passu charge of Rs. 800 million on all present and future fixed assets of the SIHL. The unavailed limit of this facility is Rs. 13.64 million (June 2025: Rs. 124.10 million).
- 6.4 This represents the outstanding balance of a long-term islamic finance facility obtained from Meezan Bank Limited of Rs. 200 million (June 2025: Rs. 200 million) for the purpose of import/purchase of medical equipment / machinery to combat COVID-19 under the State Bank of Pakistan IRFCC scheme. The principal amount shall be repaid by January 27, 2026, in 18 equal quarterly instalments with no profit rate. The financing is secured by the first pari passu hypothecation charge of Rs. 267 million on all present and future fixed assets of the SIHL (excluding land and building). The unavailed limit of this facility is nil (June 2025: nil). Since the financing under the SBP refinance scheme carries no profit rate, the loan has been recognised at present value using the SIHL's effective profit rate along with the recognition of the government grant.
- 6.5 This represents the outstanding balance of the long-term islamic finance facility obtained from Al Baraka Bank (Pakistan) Limited of Rs. 45.90 million (June 2025: Rs. 45.90 million) for the purpose of import / purchase of medical equipment/machinery to combat COVID-19 under the State Bank of Pakistan IRFCC scheme. The principal amount shall be repaid in 9 equal half-yearly instalments with a profit rate of 1% per annum. The facility is secured by an exclusive charge of Rs. 55 million over equipment / machinery against DM IRFCC. The unavailed limit of this facility is nil (June 2025: nil). Since the financing under the SBP refinance scheme carries the profit rate below the market rate, the loan has been recognised at present value using the SIHL's effective profit rate along with the recognition of the government grant.
- 6.6 This represents the outstanding balance of the long-term finance facility obtained from United Bank Limited of Rs. 185.20 million (June 2025: Rs. 185.20 million). The principal amount shall be repaid by September 14, 2026, in 18 equal quarterly instalments carrying profit at 1% per annum. The financing is secured by the first pari passu charge of Rs. 267 million over fixed assets (excluding land and building) of the SIHL. The unavailed limit of this facility is nil (June 2025: nil). Since the financing under the SBP refinance scheme carries the markup rate below the market rate, the loan has been recognised at present value using the SIHL's effective profit rate along with the recognition of the government grant.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Unaudited September 30, 2025	Audited June 30, 2025
	(Rupees in '000')	
6.7 Movement during the period / year		
Balance at the beginning of the period / year	1,108,609	1,074,951
Proceeds during the period / year	110,544	537,704
Repayment during the period / year	(67,132)	(504,046)
Balance at the end of the period / year	1,152,021	1,108,609

7 CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There are no significant changes in the status of contingencies as reported in note 15 to the annual audited consolidated financial statements of the Group for the year ended June 30, 2025 except for the following:

- 7.1.1 The guarantee issued by the bank in favour of Sui Northern Gas Pipelines Limited (SNGPL) of aggregate sum of Rs. 34.90 million (June 2025: Rs. 36.60 million) on behalf of the SIHL in its ordinary course of business. Additionally, a bank guarantee amounting to Rs. 44.50 million (June 2025: Rs. 44.50 million) has been issued in favour of the Capital Development Authority (CDA) to secure obligations under the ICT Building Control Regulations – 2020 (Amended 2023) on behalf of SMC Islamabad.
- 7.1.2 The SIHL is facing claims and penalties amounting to Rs. 5.9 million (June 2025: Rs. 5.9 million). Against these claims the SIHL has successfully defended a claim of Rs. 2.0 million. The Hon'ble Supreme Court of Pakistan has allowed the SIHL's appeal and set aside the decree requiring payment of the said amount. In compliance with earlier directions of the Islamabad High Court (IHC), a Pay Order of Rs. 2.0 million had been deposited with the Deputy Registrar, IHC, which shall be recoverable upon filing of an appropriate application following receipt of the attested order of the Hon'ble Supreme Court. Against the remaining claims of Rs. 3.9 million, the SIHL has made payments under protest amounting to Rs. 2.4 million and furnished a bank guarantee of Rs. 0.5 million, in compliance with IHC directions. These matters continue to be contested before the Islamabad, Peshawar and Lahore High Courts and the Supreme Court of Pakistan.

Furthermore, on June 6, 2012, the Competition Commission of Pakistan (CCP) imposed a penalty of Rs. 20 million on each Gulf Cooperation Council Approved Medical Center (GAMC), including the SIHL, for alleged non-competitive practices. The Competition Appellate Tribunal (CAT), through its order dated August 11, 2025, reduced the penalty to Rs. 2 million. Notwithstanding the CAT's order, on August 12, 2025 the CCP, without notice and contrary to the procedure prescribed under the Competition Act, 2010, attached the SIHL's accounts and recovered Rs. 4.01 million, i.e. twice the penalty determined by the CAT. Subsequently, CCP refunded Rs. 2.01 million. The SIHL has filed a writ petition before the IHC challenging the legality of the coercive recovery. The SIHL is also considering filing an appeal against the CAT order before the Hon'ble Supreme Court of Pakistan.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

The SIHL's management, based on advice from respective legal counsels, remains confident of favorable resolutions in the aforementioned matters.

- 7.1.3 The tax authorities amended the assessments for tax years 2012 to 2016, 2019, 2021, and 2023 under section 122(5A) of the Income Tax Ordinance, 2001 (the Ordinance), creating an aggregate tax demand of Rs. 648.70 million. Aggrieved by these orders, the SIHL preferred appeals before the Commissioner Inland Revenue (Appeals) [CIR(A)] and/or the Appellate Tribunal Inland Revenue (ATIR), as applicable, on various dates between September 2018 and February 2025. The ATIR, vide Order Nos. ITA 1883-1884(IB)/2018 dated August 20, 2025, adjudicated the departmental appeals for tax years 2013 and 2014, whereas the appeals for the remaining years are currently pending adjudication.
- 7.1.4 The tax authorities amended the assessments for the tax years 2012, 2013 and from 2015 to 2017 under section 122(5) of the Ordinance. They raised an aggregate tax demand of Rs. 1,350.9 million. Being aggrieved, the SIHL appealed these assessments before the CIR(A). The CIR(A) annulled all the assessment orders, resulting in the deletion of the tax demand. Dissatisfied with the CIR(A)'s decision, the tax department filed an appeal before the ATIR on November 15, 2018. The ATIR, vide orders dated August 20, 2025, dismissed these departmental appeals. Further, the tax authorities amended the assessment for the tax year 2014 and 2018 under section 122(1)/177 of the Ordinance, resulting in a tax demand of Rs. 1,143.80 million and Rs. 42.40 million. Being aggrieved, for the tax year 2014, the SIHL appealed the assessment before the CIR (A). The CIR (A) annulled the assessment order, resulting in the deletion of the tax demand. The tax department filed an appeal before the ATIR on November 27, 2019, against the decision of the CIR (A), which is currently pending adjudication. For the tax year 2018, the SIHL appealed the assessment before the ATIR on July 24, 2024.

Management is confident that the above disallowances and levies do not hold merit and the related amounts have been lawfully claimed in the income and sales tax returns as per the applicable tax laws and these matters will ultimately be decided in favor of the SIHL. Accordingly, no provision has been made in respect of above in these condensed interim consolidated financial statements.

		Unaudited September 30, 2025	Audited June 30, 2025
Note		(Rupees in '000')	
7.2	Commitments		
	Capital expenditure contracted	262,330	160,117
8	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets	8.1 10,303,559	10,336,360
	Capital work in progress	8.2 4,614,713	4,104,969
	Right-of-use assets	8.3 1,064,601	550,742
		15,982,873	14,992,071

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited September 30, 2025	Audited June 30, 2025
	Note	(Rupees in '000')	
8.1	Operating fixed assets		
Written down value (WDV) at the beginning of the period / year		10,336,360	9,871,120
Additions	8.1.1	203,729	895,975
Revaluation surplus during the period / year		-	506,447
		10,540,089	11,273,542
WDV of disposals		(50)	(2,817)
WDV of assets written off		(1,029)	(15,266)
Depreciation for the period / year		(235,451)	(919,099)
WDV at the end of the period / year		10,303,559	10,336,360
8.1.1	Additions to operating fixed assets		
Building on leasehold land		-	26,272
Biomedical equipment		141,189	667,045
Air conditioning equipment and machinery		5,851	11,847
Electrical and other equipment		13,131	29,067
Furniture and fittings		4,853	8,698
Computer installations		23,499	65,988
Vehicles		15,206	87,058
		203,729	895,975
8.2	Capital work in progress		
Balance at the beginning of the period / year		4,104,969	3,480,040
Additions during the period / year		531,680	1,077,210
Written off during the period / year		-	(60,443)
Transferred to operating fixed assets		(21,936)	(391,838)
Balance at the end of the period / year	8.2.1	4,614,713	4,104,969
8.2.1	Capital work in progress		
Civil work		4,212,324	3,853,250
Installation of equipment		402,389	251,719
		4,614,713	4,104,969

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Unaudited September 30, 2025	Audited June 30, 2025
	(Rupees in '000')	
8.3 Right-of-use assets		
Balance at the beginning of the period / year	550,742	509,098
Additions during the period / year	558,477	210,241
Terminated during the period / year	-	(4,044)
Depreciation for the period / year	(44,618)	(164,553)
Balance at the end of the period / year	1,064,601	550,742
9 LONG TERM INVESTMENTS		
SIHT (Private) Limited - Associated company (unquoted)		
Balance at the beginning of the period / year	740,157	424,045
Investment made during the period / year	75,000	300,000
Share in (loss) / profit for the period / year	(654)	16,112
Balance at the end of the period / year	814,503	740,157

This represents investment in 2,500,500 (June 2025: 2,266,077) fully paid ordinary shares of Rs. 100 each of SIHT. The above investment in ordinary shares represents 50% (June 2025: 45.30%) shareholding in SIHT held by the SIHL.

	Unaudited September 30, 2025	Audited June 30, 2025
	(Rupees in '000')	
10 TRADE DEBTS		
Unsecured - considered good		
Related party - Shifa Foundation	20,022	14,422
Others	2,298,336	1,742,710
	2,318,358	1,757,132
Less: allowance for expected credit losses	319,826	295,676
	1,998,532	1,461,456

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited	
		September 30, 2025	September 30, 2024
		(Rupees in '000')	
11	REVENUE - NET		
	Inpatients	4,690,925	4,385,561
	Outpatients	2,761,173	2,509,851
	Other services	221,223	216,635
		7,673,321	7,112,047
	Less: discount	30,219	26,183
	Less: sales tax	27,594	24,496
		57,813	50,679
		7,615,508	7,061,368

12	EARNINGS PER SHARE - BASIC AND DILUTED		
	Profit for the period (Rupees in '000')	741,245	643,596
	Weighted average number of ordinary shares in issue (Number)	63,214,383	63,214,383
	Earnings per share - basic and diluted - (Rupees)	11.73	10.18

12.1 There is no dilutive effect on the basic earnings per share of the Group.

		Unaudited	
		September 30, 2025	September 30, 2024
		(Rupees in '000')	
13	ADJUSTMENT OF NON-CASH INCOME AND EXPENSE		
	Depreciation / amortisation	280,069	267,733
	Amortisation on intangible assets	2,461	-
	Expected credit losses	25,563	19,885
	Property, plant and equipment written off	1,029	6,494
	Gain on disposal of property, plant and equipment	(28)	(13)
	Provision for compensated absences	44,999	25,895
	Provision for defined contribution plan	45,089	30,307
	Provision for bonus for employees	76,604	65,745
	Provision for gratuity	35,265	26,575
	(Reversal) / charged of provision for slow moving stores	(1,153)	253
	Share of loss / (profit) of associate	654	(5,324)
	Gain on investment and bank deposits	(93,153)	(48,637)
	(Gain) / loss on foreign currency translation	(9,909)	802
	Finance costs	84,294	95,529
		491,784	485,244

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

14 RELATED PARTY TRANSACTIONS

The related parties comprise of associates, directors, major shareholders, key management personnel, SIHL Employees' Gratuity Fund Trust and the entities over which directors are able to exercise influence.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group. The Group considers its chief executive officer, chief financial officer, company secretary, directors and departmental heads to be its key management personnel. There is no transaction with key management personnel other than their terms of employment / entitlement.

Related party transactions are based on arm's length between the parties as per pricing policy approved by the board of directors of the SIHL. Transactions and balances with the related parties are as follows:

	Unaudited	
	September 30, 2025	September 30, 2024
	(Rupees in '000')	
Transactions:		
Shifa Foundation (Related party by virtue of common directorship)		
Revenue from medical and other services earned by the SIHL	9,651	6,864
Rent expense paid and reimbursed to the SIHL	360	338
Acquisition of 234,423 (September 2024: 234,420) ordinary shares of SIHT (Private) Limited	75,000	75,000
Tameer-e-Millat Foundation (Related party by virtue of common directorship)		
Supplies provided to the SIHL	18,052	30,393
Other services provided to the SIHL	5,815	6,938
Rental services received / earned by the SIHL	3,974	1,611
Shifa Tameer-e-Millat University (Related party by virtue of common directorship)		
Revenue from medical and other services earned by the SIHL	6,438	6,812
Revenue from rent earned by the SIHL	1,170	1,064
Other services provided to the SIHL	21,000	25,500
Expenses paid and reimbursed to the SIHL	539	660

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Unaudited	
	September 30, 2025	September 30, 2024
	(Rupees in '000')	
SIHT (Private) Limited (Associate and common directorship)		
Revenue from medical services earned by the SIHL	238,381	184,584
Expenses paid by and reimbursed to the SIHL	1,316	1,322
Other services provided to the SIHL	-	3,544
Shifa Cooperative Housing Society Limited (Related party by virtue of common directorship)		
Plot maintenance charges paid by the SIHL	1,065	785
SIHL Employees' Gratuity Fund Trust		
Payments made by the SIHL	71,258	142,681
Remuneration including benefits and perquisites of key management personnel	188,181	134,521
	Unaudited	Audited
	September 30,	June 30,
	2025	2025
	(Rupees in '000')	
Balances (unsecured):		
Shifa Foundation - receivable	20,022	14,422
Tameer-e-Millat Foundation - payable	17,543	4,186
Shifa Tameer-e-Millat University - payable	59,345	42,798
SIHT (Private) Limited - receivable	69,923	59,898
SIHL Employees' Gratuity Fund Trust - payable	66,735	102,728

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Unaudited	
		September 30, 2025	September 30, 2024
		(Rupees in '000')	
15	CASH AND CASH EQUIVALENTS		
	Investments - at amortized cost	572,906	227,619
	Cash and bank balances	2,522,186	2,739,175
		3,095,092	2,966,794

16 FINANCIAL RISK MANAGEMENT AND FAIR VALUES

The Group's financial risk management objectives and policies are consistent with those disclosed in the annual audited consolidated financial statements for the year ended June 30, 2025. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the annual audited consolidated financial statements of the Group for the year ended June 30, 2025. The carrying amount of all financial assets and liabilities are estimated to approximate their fair values.

17 GENERAL

17.1 Figures have been rounded off to the nearest one thousand Pak Rupees unless otherwise stated.

17.2 Corresponding figures have been rearranged and reclassified, wherever considered necessary, for better presentation. However, no major reclassification has been made during the period.

18 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim consolidated financial statements have been approved and authorized for issue by the board of directors of the SIHL on October 25, 2025.

Dawood M. Rahman

CHAIRMAN

Yee Shan

CHIEF EXECUTIVE

Sae

CHIEF FINANCIAL OFFICER

NOTES

[illegible]

NOTES

[illegible]



Shifa International Hospitals Limited

Pitras Bukhari Road,
Sector H-8/4, Islamabad - Pakistan
Email: info@shifa.com.pk
Website: www.shifa.com.pk

Scan to access
Financial Reports

