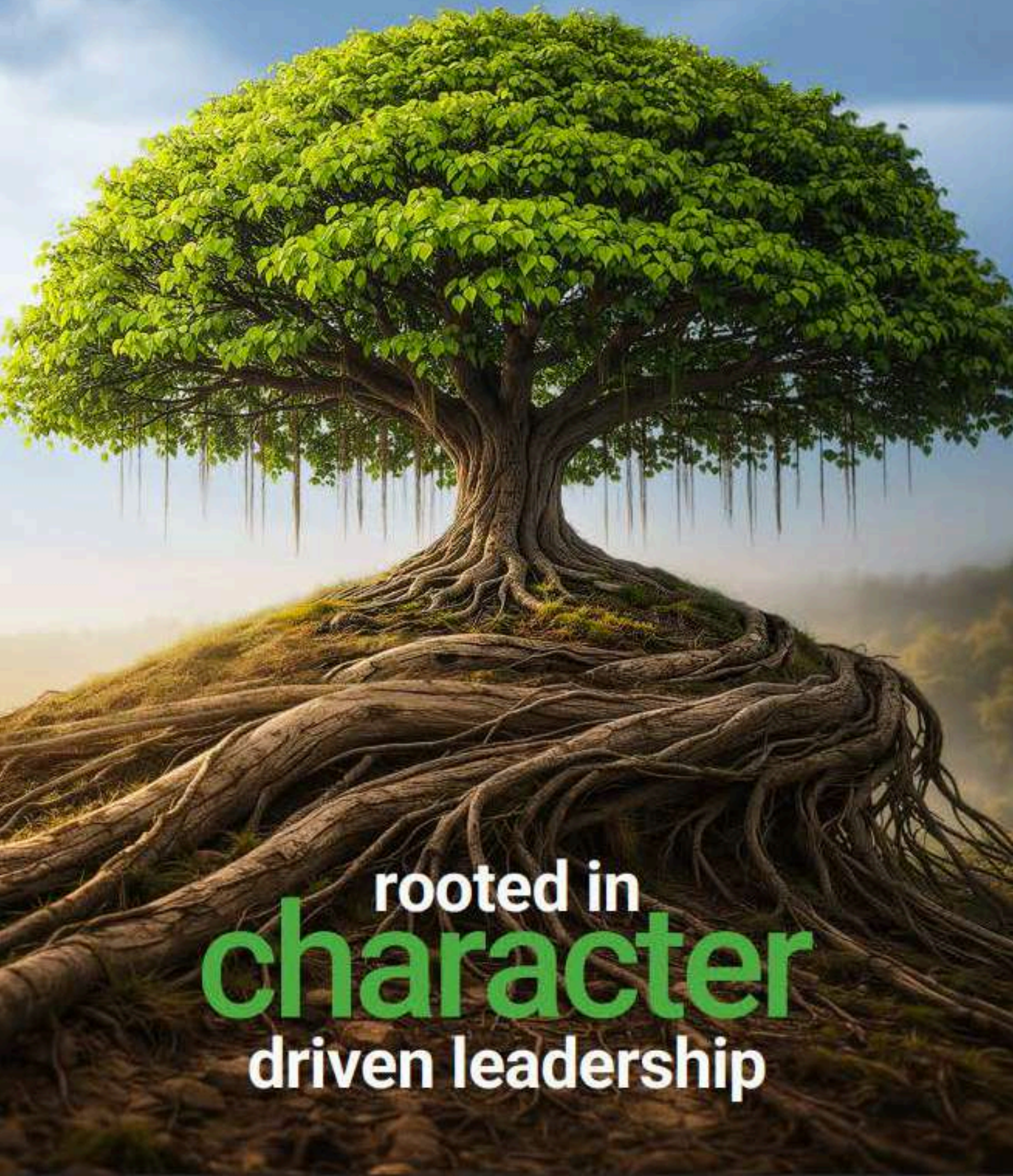




engro polymer & chemicals

Q3 report 2026



rooted in
character
driven leadership

company information

Chief Executive Officer

Mr. Abdul Qayoom Shaikh

Chief Financial Officer

Ms. Rabia Wafah Khan

Company Secretary

Mr. Saqib Rafique

board of directors

Mr. Ahsan Zafar Syed | Mr. Kamran Nishat | Mr. Nazoor Ali Baig | Mr. Tariq Nisar
Mr. Muhammad Bilal Ahmed | Mr. Athar A. Khwaja | Ms. Ayesha Aziz | Mr. Abdul Qayoom Shaikh

bankers

Al Baraka Bank (Pakistan) Limited
Allied Bank Limited
Allied Bank Limited (Islamic)
Askari Bank Limited
Bank Alfalah Limited
Bank Alfalah Limited (Islamic)
Bank Al-Habib Limited
Bank Al-Habib Limited (Islamic)
Bank Islami Pakistan Limited
Bank of Khyber
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Habib Metropolitan Bank Limited (Islamic)
JS Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan
SAMBA Bank Limited
Standard Chartered Bank (Pakistan) Limited
Bank Makramah Limited (formerly: Summit Bank Limited)
The Bank of Punjab
United Bank Limited
United Bank Limited (Islamic)

shares registrar

M/s. FAMCO Share Registration Services (Private) Limited
8-F, Near Hotel Faran, Block-6,
PECHS, Shahrah-e-Faisal, Karachi, Pakistan
Tel: +92(21) 34380104-5, 34384621-3
Fax: +92(21)34380106

registered office

4th Floor, The Harbour Front Building, HC # 3,
Marine Drive, Block 4, Clifton, Karachi-75600
PABX: +92-21-35166863-6
UAN: 111 411 411
Website: www.engropolymer.com

plant

EZ/II/P-II-I Eastern Zone, Port Bin Qasim Industrial Area, Karachi

branded outlet – Karachi

Plot 41 - C, Bukhari Commercial Lane 2, Phase VI,
DHA, Karachi, Pakistan

branded outlet and regional sales unit - Lahore

Plot 184, Block CCA, Phase 4C, DHA, Lahore,
Pakistan

auditors

A. F. Ferguson & Company Chartered Accountants
State Life Building No. 1-C, I.I. Chundrigar Road,
Karachi-74000, Pakistan
Tel: +92(21) 32426682-6 / 32426711-5
Fax: +92(21) 32415007 | 32427938

ENGRO POLYMER & CHEMICALS LIMITED
DIRECTORS' REVIEW TO THE SHAREHOLDERS
ON UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

On behalf of the Board of Directors of Engro Polymer & Chemicals Limited (the "Company"), we would like to present the unaudited financial information of the Company for the nine months ended September 30, 2026.

Business Review

The Company delivered record domestic PVC sales in Q3 2026, supported by resilient local demand, and decisive action on trade protection. Following the Company's application, provisional anti-dumping duties were imposed in late July on PVC imports from the US and Indonesia, curtailing import inflows and strengthening the Company's position in the domestic market.

Globally, the PVC market remained under pressure. Subdued construction activity, the South and Southeast Asian monsoon, and heavy Chinese exports weighed on demand. As a result, regional PVC prices bottomed out in July before recovering to \$875/MT in September, driven by feedstock cost increase rather than demand recovery. Ethylene prices firmed on the back of cracker cuts and renewed Middle East escalation, and EDC prices increased to \$335/MT in September as regional chlor-alkali producers curtailed operating rates. As a result, PVC margins across the region were thin prompting producers, particularly in China, to cut output.

On the caustic soda front, local demand remained stable supported by consistent off-take by the textile sector. The applicable captive gas levy has decreased following the revision of the underlying levy formula in March, providing some relief to the chlor-alkali business against continued energy cost pressure.

The global caustic soda market remained weak as soft Asian demand outside the alumina sector pushed regional prices lower, and Northeast Asian producers (excluding China) cut operating rates to around 70%. Combined with higher ethylene and power costs, this further squeezed integrated chlor-vinyl margins across the region.

The hydrogen peroxide market in Bangladesh faced renewed pressure during the quarter as a gas supply crisis curtailed local production and exports, driving higher costs and prices. As a result, its export availability reduced resulting in import prices increasing to over \$420/ton by quarter-end, supporting a stronger pricing environment locally where the Company continues to focus on market development while engaging with relevant stakeholders on the regulatory front to ensure a level playing field.

During the period, the Company recorded revenue of Rs. 65 Bn, an increase of 13% compared to the same period last year, driven by higher PVC prices and volumes as well as increase in HPO revenue. Profit After Tax stood at Rs. 0.3 Bn due to improved product margins as well as the impact of remeasurement gain on SIDC of Rs. 1.3 Bn. This translates into Earnings Per Share of Rs. 0.35, compared to Loss Per Share of Rs. (3.80) in the same period last year.

Outlook

Looking ahead, PVC and feedstock prices are expected to correct gradually through the last quarter, provided current geopolitical tensions do not escalate further, allowing disrupted supply chains to normalize and regional operating rates to recover. Ethylene and EDC should ease in tandem, though the pace of correction will remain contingent on the durability of any de-escalation and on broader energy and freight cost trends.

On the domestic front, demand is expected to remain broadly stable. Provisional anti-dumping duties remain in place on imports from the US and Indonesia, and the regulator's final determination on their continuation is awaited. The Company will continue strengthening its market position through market development efforts, and safe, reliable operations.



Abdul Qayoom
Chief Executive Officer



Kamran Nishat
Director

October 20, 2026



Consolidated
**financial
statements**

ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT SEPTEMBER 30, 2026

(Amounts in thousand)

		Unaudited September 30, 2026	Audited December 31, 2025
	Note	Rupees	
ASSETS			
Non-Current Assets			
Property, plant and equipment	5	61,458,424	61,413,859
Right-of-use asset		101,654	212,917
Intangible assets		392,109	475,145
Long-term loans, advances and deposits		17,244	9,919
		61,969,431	62,111,840
Current Assets			
Stores, spares and loose tools		5,030,399	4,976,853
Stock-in-trade	6	14,440,857	11,140,627
Trade debts	7	1,781,116	1,715,679
Loans, advances, deposits, prepayments and other receivables	8	3,820,665	3,581,068
Income tax recoverable	9	7,985,210	7,760,510
Short-term investments		19,462,904	21,517,212
Cash and bank balances		3,999,858	4,507,275
		56,521,009	55,199,224
TOTAL ASSETS		118,490,440	117,311,064
EQUITY AND LIABILITIES			
Equity			
Ordinary share capital		9,089,233	9,089,233
Preference shares		3,000,000	3,000,000
Share premium		3,874,953	3,874,953
Unappropriated profits		7,748,981	7,435,018
		23,713,167	23,399,204
Non-Current Liabilities			
Long-term borrowings	10	46,486,699	53,324,569
Sindh Infrastructure Development Cess	11	851,342	-
Government grant		593,640	754,493
Lease liabilities	12	130,162	187,880
Deferred tax liability - net	13	478,973	1,780,500
		48,540,816	56,047,442
Current Liabilities			
Trade and other payables	14	26,232,616	26,869,731
Current portion of long-term borrowings	10	7,441,521	1,978,440
Current portion of government grant		222,932	234,149
Current portion of lease liabilities	12	86,657	228,026
Short-term borrowings	15	2,725,985	675,000
Accrued interest / mark-up		498,654	535,716
Unclaimed dividend		268,353	272,843
Provisions	16	8,759,739	7,070,513
		46,236,457	37,864,418
		94,777,273	93,911,860
TOTAL EQUITY AND LIABILITIES		118,490,440	117,311,064
Contingencies and Commitments			

The annexed notes 1 to 26 form an integral part of this condensed interim financial information.

Chief Executive Officer

Chief Financial Officer

Director

ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

(Amounts in thousand except for earnings / (loss) per share)

	Note	Quarter ended		Nine months ended	
		September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
		Rupees			
Revenue from contracts with customers - net		26,085,618	20,015,076	65,342,999	57,625,619
Cost of sales		(25,448,352)	(17,738,118)	(60,126,123)	(54,150,262)
Gross profit		637,266	2,276,958	5,216,876	3,475,357
Distribution and marketing expenses		(215,514)	(221,552)	(565,240)	(523,523)
Administrative expenses		(504,921)	(511,175)	(1,413,949)	(1,429,472)
Other expenses		(63,778)	(242,528)	(286,558)	(659,641)
Other income		527,167	35,271	2,693,714	248,875
Operating profit		380,220	1,336,974	5,644,843	1,111,596
Finance costs		(1,989,376)	(1,437,727)	(5,679,430)	(4,430,447)
Loss before minimum tax differential, final tax and income tax		(1,609,156)	(100,753)	(34,587)	(3,318,851)
Minimum tax differential		(1,352)	(1,125)	(4,128)	(5,298)
Final tax		(152,175)	-	(396,945)	45,089
Loss before income tax		(1,762,683)	(101,878)	(435,660)	(3,279,060)
Income tax		448,744	(120,091)	749,623	(173,037)
Profit / (loss) for the period		(1,313,939)	(221,969)	313,963	(3,452,097)
Other comprehensive income for the period		-	-	-	-
Total comprehensive income / (loss) for the period		(1,313,939)	(221,969)	313,963	(3,452,097)
Earnings / (loss) per share - basic	18	(1.45)	(0.24)	0.35	(3.80)
Earnings / (loss) per share - diluted	18	(1.45)	(0.24)	0.26	(3.80)

The annexed notes 1 to 26 form an integral part of this condensed interim financial information.

Chief Executive Officer

Chief Financial Officer

Director

ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

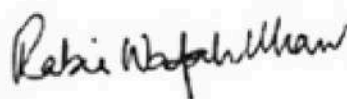
(Amounts in thousand)

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		RESERVES		Total
	Ordinary share capital	Preference shares	CAPITAL	REVENUE	
			Share premium	Unappropriated profits	
	Rupees				
Balance as at January 1, 2025 (Audited)	9,089,233	3,000,000	3,874,953	11,357,393	27,321,579
Total comprehensive loss for the nine months ended September 30, 2025	-	-	-	(3,452,097)	(3,452,097)
Share issuance cost	-	-	-	(20,877)	(20,877)
Balance as at September 30, 2025 (Unaudited)	9,089,233	3,000,000	3,874,953	7,884,419	23,848,605
Total comprehensive loss for the three months ended December 31, 2025	-	-	-	(446,089)	(446,089)
Share issuance cost	-	-	-	(3,312)	(3,312)
Balance as at December 31, 2025 (Audited)	9,089,233	3,000,000	3,874,953	7,435,018	23,399,204
Total comprehensive income for the nine months ended September 30, 2026	-	-	-	313,963	313,963
Balance as at September 30, 2026 (Unaudited)	9,089,233	3,000,000	3,874,953	7,748,981	23,713,167

The annexed notes 1 to 26 form an integral part of this condensed interim financial information.



Chief Executive Officer



Chief Financial Officer



Director

ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

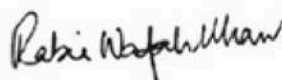
(Amounts in thousand)

		Nine months ended	
		September 30, 2026	September 30, 2025
		Rupees	
	Note		
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	19	5,667,341	9,443,419
Long-term loans, advances and deposits - net		(7,266)	(7,804)
Retirement benefits paid		-	(98,860)
Sindh Infrastructure Development Cess paid		(556,336)	-
Minimum tax differential paid		(3,582)	(5,361)
Final tax (paid) / adjusted		(396,945)	45,089
Income tax paid - net		(777,150)	(2,127,909)
Proceeds from sale of tax loss		-	1,375,426
Net cash generated from operating activities		3,926,062	8,624,000
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment and intangible assets		(2,966,543)	(2,792,058)
Proceeds from disposal of property, plant and equipment		57,720	36,630
Proceeds on sale / maturity of short-term investments		69,939,201	1,284,971
Purchase of short-term investments		(67,176,357)	-
Income on short-term investments and bank deposits		138,599	154,890
Net cash utilised in investing activities		(7,380)	(1,315,567)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long-term borrowings		175,000	4,000,000
Repayments of long-term borrowings		(1,764,861)	(1,092,380)
Proceeds from short-term borrowings		1,674,900	4,500,000
Repayment of short-term borrowings		(675,000)	(5,305,000)
Proceeds of subordinated loan from the intermediate parent company		-	1,000,000
Repayment of subordinated loan to the intermediate parent company		-	(1,000,000)
Share issuance cost paid		-	(20,877)
Finance costs paid		(5,546,663)	(4,565,730)
Lease rentals paid		(211,928)	(684,232)
Dividend paid		(4,490)	(6,541)
Net cash utilised in financing activities		(6,353,042)	(3,174,760)
Net (decrease) / increase in cash and cash equivalents		(2,434,360)	4,133,673
Net foreign exchange differences on cash and cash equivalents		24,854	(114,855)
Cash and cash equivalents at beginning of the period			
prior to amendment to IFRS 9		6,260,341	150,370
Adjustment of initial application of amendment to IFRS 9			
at beginning of the period	3.1	331,144	-
Cash and cash equivalents at end of the period	20	4,181,979	4,169,188

The annexed notes 1 to 26 form an integral part of this condensed interim financial information.



Chief Executive Officer



Chief Financial Officer



Director

ENGRO POLYMER AND CHEMICALS LIMITED
NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL
STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

(Amounts in thousand)

1. LEGAL STATUS AND OPERATIONS

- 1.1 The "Group" consists of Engro Polymer and Chemicals Limited (here-in-after referred to as the 'Holding Company') and its wholly owned subsidiary companies, Think PVC (Private) Limited (TPPL) and Engro Peroxide (Private) Limited (EPPL) (here-in-after referred to as 'the Group').
- 1.2 The Holding Company was incorporated in Pakistan as a Public Company in 1997 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The Holding Company is listed on the Pakistan Stock Exchange Limited (PSX). The Holding Company is a subsidiary of Engro Corporation Limited (the Intermediate Parent Company) which is a wholly owned subsidiary of Engro Holdings Limited (the Ultimate Parent Company). The Intermediate Parent Company owns 56.19% shareholding in the Holding Company. The Holding Company's principal activity is to manufacture, market and sell Poly Vinyl Chloride (PVC), Vinyl Chloride Monomer (VCM), Caustic soda and other related chemicals and by-products. The Holding Company is also engaged in the supply of surplus power generated from its power plants and other utilities to Engro Fertilizers Limited (a related party) and Engro Peroxide (Private) Limited (a wholly owned subsidiary).
- 1.3 The geographical location and addresses of all business units of the Group are as follows:

Business unit	Geographical location
Head office	4th Floor, The Harbour Front Building, Marine Drive, Block 4, Clifton, Karachi, Pakistan
Manufacturing plant	EZ/II-P-II-I Eastern Zone, Port Bin Qasim Industrial Area, Karachi, Pakistan
Branded Outlet - Karachi	Plot 41 -C, Bukhari Commercial Lane 2, Phase VI, DHA, Karachi, Pakistan
Branded Outlet and regional sales unit - Lahore	Plot 184, Block CCA, Phase 4C, DHA, Lahore, Pakistan

- 1.4 On February 17, 2026, Mitsubishi Corporation (MC), which held 11.01% of the Holding Company's issued ordinary share capital, entered into a Share Purchase Agreement (SPA) with Liberty Dharki Power Limited (LDPL) and Seagreen Enterprises (Private) Limited (SEPL) for the disposal of its shareholding in the Holding Company, comprising 100,053,564 ordinary shares. Completion of the transaction was subject to the fulfilment of certain conditions precedent, including the receipt of the requisite corporate and regulatory approvals.

Following the fulfilment of all conditions precedent specified in the SPA, the transaction was completed on July 16, 2026, pursuant to which MC transferred 80,000,000 ordinary shares to LDPL and 20,053,562 ordinary shares to SEPL.

- 1.5 On March 13, 2026, the Ultimate Parent Company announced to the Pakistan Stock Exchange (PSX) that, following the Public Announcement of Intention dated March 10, 2026, the Intermediate Parent Company had received a non-binding offer from Noventra Limited (formerly: Lotte Chemical Pakistan Limited) for the acquisition of approximately 56.19% of the paid-up share capital of the Holding Company, representing the Intermediate Parent Company's entire shareholding in the Holding Company.

Subsequently, on August 31, 2026, the Intermediate Parent Company entered into a Share Purchase Agreement with Noventra Limited (formerly: Lotte Chemical Pakistan Limited) for the sale and transfer of its entire shareholding in the Holding Company. Completion of the transaction is subject to the fulfilment of the terms and conditions stipulated in the Share Purchase Agreement, including receipt of requisite regulatory approvals and applicable consents.

(Amounts in thousand)

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under Companies Act, 2017 (the Act); and
- Provisions of, directives and notifications issued under the Act.

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

2.2 These consolidated condensed interim financial statements do not include all the information required to be contained in the annual financial statements and, therefore, should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended December 31, 2025.

2.3 These condensed interim financial statements represent the consolidated condensed interim financial statements of the Group. The unconsolidated condensed interim financial statements of the Holding Company and its subsidiary companies have been presented separately.

3. MATERIAL ACCOUNTING POLICIES AND CHANGES THEREIN

3.1 The material accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are same as those applied in the preparation of the annual audited consolidated financial statements of the Group for the year ended December 31, 2025, except for the following:

During the period, certain amendments to IFRS - 9 'Financial Instruments' (IFRS 9) and IFRS - 7 'Financial Instruments: Disclosures' (IFRS 7), became applicable to the Group. These amendments clarify that a financial asset or financial liability is recognised when an entity becomes a party to the contractual provisions of the instrument, and is derecognised on the settlement date i.e., when the contractual rights to cash flows expire, the asset is transferred, or the liability is extinguished. In effect, the amendments confirm that settlement date accounting applies to the recognition and derecognition of financial assets and financial liabilities. The amendments also introduce an optional exception permitting derecognition of a financial liability settled through an electronic payment system before the settlement date, subject to specified conditions, which the Group has not elected to apply.

The Group previously applied trade date accounting for the recognition and derecognition of financial assets and financial liabilities. Following adoption of these amendments, the Group has changed its accounting policy to apply settlement date accounting, consistent with the clarified requirements of IFRS 9. In accordance with the transitional provisions of the amendments, this change has been applied from the beginning of the annual reporting period of initial application, with the cumulative effect recognised as an adjustment to the opening balance of the affected items. Consistent with the transition relief provided under the amendments, comparative information in these consolidated condensed interim financial statements has not been restated.

(Amounts in thousand)

The impact of adopting the new accounting policy has been reflected in the consolidated condensed interim statement of cash flows. Accordingly, the reconciliation of cash and cash equivalents presented therein includes the resulting adjustment to the opening balance. The effects of amendments at the date of initial application are as follows:

Effect on consolidated condensed interim statement of financial position	Audited		Carrying amount subsequent to the amendment
	Carrying amount prior to the amendment	Impact of amendment	
	-----Rupees-----		
As of January 1, 2026			
Trade debts	1,715,679	100	1,715,779
Trade and other payables	(26,869,731)	(331,244)	(27,200,975)
Cash and bank balances	4,507,275	331,144	4,838,419

3.2 Initial application of standards, amendments or improvements to approved accounting and reporting standards

a) Standards, amendments and improvements to approved accounting and reporting standards that became effective during the period

There are amendments or improvements to existing standards which became applicable to the Group for the financial year beginning on January 1, 2026, however, these do not have a material impact on the Group's financial reporting and, therefore, have not been disclosed in these consolidated condensed interim financial statements, except for an amendment in IFRS 7 and IFRS 9 whose impact has been disclosed in note 3.1 to the consolidated condensed interim financial statements.

b) Standards, amendments and improvements to approved accounting and reporting standards that are not yet effective and have not been early adopted by the Group

There are standards and certain amendments or improvements to approved accounting and reporting standards that are not yet effective and have not been early adopted by the Group for the financial year beginning on January 1, 2026. These are not expected to have a material impact on the Group's financial reporting and, therefore, have not been presented in these consolidated condensed interim financial statements except for 'Presentation and Disclosure in Financial Statements (IFRS 18)', as disclosed in note 3.5.2 of the annual audited consolidated financial statements.

3.3 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

4. ACCOUNTING ESTIMATES

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

The significant estimates, judgments and assumptions made by the management in the preparation of these consolidated condensed interim financial statements are the same as those that were applied in the annual audited consolidated financial statements of the Group for the year ended December 31, 2025.

(Amounts in thousand)

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
5. PROPERTY, PLANT AND EQUIPMENT		
Operating assets - notes 5.1 and 5.2	58,800,142	58,574,691
Capital work-in-progress - note 5.3	2,417,238	2,598,124
Capital spares	241,044	241,044
	<u>61,458,424</u>	<u>61,413,859</u>

5.1 Following additions, including transfers from capital work-in-progress, were made during the period / year:

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
Leasehold land	-	9,000
Building on leasehold land and civil works	183,525	1,257,320
Plant and machinery	2,669,019	21,510,040
Catalyst and chemicals	-	630,768
Pipelines	-	11
Furniture, fixtures and equipment	105,173	367,276
Vehicles	189,712	157,211
	<u>3,147,429</u>	<u>23,931,626</u>

5.2 Operating assets costing Rs. 123,971 (December 31, 2025: Rs. 80,221) having net book value of Rs. 40,271 (December 31, 2025: Rs. 41,095) were disposed for Rs. 57,720 (December 31, 2025: Rs. 58,624).

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
5.3 The movement in capital work-in-progress is as follows:		
Balance at beginning of the period / year	2,598,124	23,156,700
Additions during the period / year - note 5.3.1	2,966,543	3,448,060
Transferred to:		
- operating assets - note 5.1	(3,147,429)	(23,931,626)
- intangible assets	-	(75,010)
	<u>(3,147,429)</u>	<u>(24,006,636)</u>
Balance at end of the period / year	<u>2,417,238</u>	<u>2,598,124</u>

5.3.1 This includes net borrowing cost capitalised during the period amounting to Nil (December 31, 2025: Rs. 2,320).

(Amounts in thousand)

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
6. STOCK-IN-TRADE		
Raw and packing materials - notes 6.1 and 6.2	11,583,678	7,603,616
Less: Provision against stock-in-trade - note 6.3	(211,125)	(90,154)
	11,372,553	7,513,462
Work-in-process	420,433	345,126
Finished goods - manufactured products - note 6.2	2,647,871	3,282,039
	14,440,857	11,140,627
6.1	This includes stocks held at storage facilities of following parties:	
- Engro Vopak Terminal Limited, a related party	1,617,122	1,812,611
- Al-Noor Petroleum (Private) Limited	30,613	5,000
- Al-Rahim Trading Company (Private) Limited	397,500	167,980
	2,045,235	1,985,591
6.2	This includes goods in transit amounting to Rs. 5,366,921 (December 31, 2025: Rs. 2,118,059).	
	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
6.3	The movement in the provision against stock-in-trade is as follows:	
Balance at beginning of the period / year	90,154	90,154
Provision made during the period / year	120,971	-
Balance at end of the period / year	211,125	90,154
7. TRADE DEBTS - Considered good		
This includes amounts due from the following related parties:		
- Engro Fertilizers Limited	38,178	34,964
- Engro Eximp FZE	-	13,583
- FrieslandCampina Engro Pakistan Limited	3,274	4,276
	41,452	52,823
8. LOANS, ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
This includes receivables from the following related parties:		
Engro Corporation Limited	584	1,070
Engro Fertilizers Limited	2,320	6,063
Engro Energy Limited	1,173	-
Engro Powergen Qadirpur Limited	344	6,538
Engro Vopak Terminal Limited	285	1,710
Engro Technical Solutions (Private) Limited	1,548	-
Sindh Engro Coal Mining Company Limited	2,062	707
	8,316	16,088

(Amounts in thousand)

9. INCOME TAX RECOVERABLE

In 2023, in accordance with section 59B (Group relief) of the Ordinance, the Holding Company had purchased tax losses from Engro Corporation Limited (the intermediate Parent Company) and Engro Eximp Agriproducts (Private) Limited (EEAP) for the year ended December 31, 2020 (tax year 2021) and December 31, 2022 (tax year 2023), respectively for a consideration of Rs. 373,489 and Rs. 228,688, respectively, being equivalent to resultant tax benefit. The Holding Company, accordingly, had adjusted the aforementioned losses against its taxable income for the respective years and has adjusted the income tax recoverable in these consolidated condensed interim financial statements. The recoupment of these losses against taxable income of the Holding Company was subject to certain conditions as specified in Section 59B of the Ordinance.

In 2025, on disposal of EEAP by the Intermediate Parent Company, the tax loss purchased from EEAP did not adhere to the specific conditions specified in section 59B of the Ordinance, and accordingly tax loss purchased from EEAP had been derecognised from income tax recoverable.

10. LONG-TERM BORROWINGS

Title	Mark-up rate per annum	Installments		September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Number	Commencing	Rupees	
Islamic long term financing facility (ILTFF)	SBP rate + 1.2%	32 quarterly	December 14, 2022	970,615	1,151,693
Loan under diminishing musharka agreement I	3 months KIBOR + 0.4%	8 half yearly	June 28, 2023	50,000	100,000
Syndicated long term islamic financing facility	3 months KIBOR + 0.3%	12 quarterly	March 27, 2028	8,741,675	8,739,508
Loan under diminishing musharka agreements II	3 months KIBOR + 0.3%	16 quarterly	March 21, 2026	4,500,000	4,500,000
Ijarah facility from International Finance Corporation (IFC)	SOFR + 3.68%	7 half yearly	July 15, 2025	2,344,930	3,545,917
Islamic temporary economic refinance facilities (ITERF)	Ranging from SBP rate + 0.75% to 1.25%	32 quarterly	June 2023 to September 2023	2,524,668	2,849,430
Bilateral Loan II	3 months KIBOR + 0.4%	20 quarterly	April 19, 2026	1,600,000	1,600,000
Loan under diminishing musharka agreement III	3 months KIBOR + 0.03%	20 quarterly	March 13, 2027	6,000,000	6,000,000
Loan under diminishing musharka agreement IV	3 months KIBOR + 0.4%	28 quarterly	December 30, 2028	2,295,146	2,294,500
Syndicated loan under diminishing musharka	3 months KIBOR + 0.6%	16 quarterly	March 31, 2029	11,158,914	10,959,903
Loan under diminishing musharka agreement V	3 months KIBOR + 0.4%	10 semi annually	June 30, 2028	1,000,000	1,000,000
Loan under diminishing musharka agreement VI	3 months KIBOR + 0.65%	16 quarterly	March 31, 2027	1,595,743	1,594,400
Long term financing facility	3 months KIBOR + 0.75%	20 quarterly	March 31, 2028	1,990,361	1,988,500
Loan under diminishing musharka agreement VII	3 months KIBOR + 0.3%	32 quarterly	March 30, 2028	2,000,000	2,000,000
Loan under diminishing musharka agreement VIII	3 months KIBOR + 0.4%	16 quarterly	March 30, 2029	4,972,740	4,967,800
Loan under running musharka	1 month KIBOR + 0.5%	1 lump-sum	April 1, 2027	3,000,000	3,000,000
				54,744,792	56,291,651
Less: Current portion shown under current liabilities					
- Islamic long term financing facility (ILTFF)				(243,750)	(243,750)
- Islamic temporary economic refinance facilities (ITERF)				(434,526)	(433,494)
- Loan under diminishing musharka agreement I, II, III, IV and VI				(2,375,000)	(100,000)
- Bilateral Loan II				(200,000)	-
- Running musharka II				(3,000,000)	-
- Ijarah facility from International Finance Corporation (IFC)				(1,188,245)	(1,201,196)
				(7,441,521)	(1,978,440)
Less: Deferred income - Government grant				(816,572)	(988,642)
				46,486,699	53,324,569

10.1 As at September 30, 2026, there is no material change in the terms and conditions of the borrowings as disclosed in the note 17 of the annual audited consolidated financial statements of the Group for the year ended December 31, 2025, except for repayment of Rs. 1,764,861 that has been made during the period and a further drawdown of Rs. 175,000 made from syndicated loan under diminishing musharka facility.

10.2 In respect of the above facilities, the Holding Company is required to comply with certain financial covenants at the end of each annual reporting period, except for the Ijarah facility from the International Finance Corporation (IFC) and the loan under the Musharka agreement with Meezan Bank Limited (MBL), which are subject to quarterly and monthly covenant testing, respectively. The relevant ratios for all facilities are disclosed in note 17.22 to the annual audited consolidated financial statements of the Group. In the previous period, the Holding Company sought clarification that compliance with the financial covenants relating to the Ijarah facility from the IFC for the current year would also be assessed on an annual basis. Based on its projections, the Holding Company remains confident that it will either meet the applicable financial covenants when these are next tested or, if required, obtain further relaxations or waivers before the next testing date.

(Amounts in thousand)

- 10.3 As stated in note 17.23 of the annual audited consolidated financial statements of the Group for the year ended December 31, 2025, EPPL is required to comply with financial covenants at the end of each annual reporting period; therefore, compliance is not required at the current interim period.

11. SINDH INFRASTRUCTURE DEVELOPMENT CESS

On June 4, 2021, the Sindh High Court (SHC) upheld the Sindh Development and Maintenance of Infrastructure Cess Act, 2017 (the SIDC Act, 2017), promulgated retrospectively with effect from December 28, 2006, as valid and within the competence of the provincial legislature. The Group filed a petition against the judgement before the Supreme Court of Pakistan (SCP). In September 2021, the SCP suspended the SHC judgement along with the recovery of the Cess. As at the prior year end, the Group was required to furnish bank guarantees equivalent to the full amount of the levy for all future consignments. The Group remained confident that the ultimate outcome of the case would be decided in its favour; however, on a prudence basis, it recognised Rs. 3,449,117 in respect of the aforementioned cess in the annual audited consolidated financial statements of the Group as an accrued liability.

During the period, the Government of Sindh (GoS) enacted the Sindh Development and Maintenance of Infrastructure Cess (Amendment) Act, 2026 (the SIDC Act, 2026), introducing a settlement framework under sections 10A to 10F. The Group opted for the settlement framework and entered into Settlement Agreements (the Agreements) with GoS on April 23, 2026, for a settlement amount of Rs. 3,582,910 for the Holding Company and Rs. 126,000 for EPPL comprising Cess due up to April 23, 2026. Under the agreements, 15% of the outstanding liability is payable by July 15, 2026, 15% by October 15, 2026, 15% by July 15, 2027, and the remaining 55% in forty eight equal quarterly instalments commencing from July 15, 2028. As required under the settlement framework, the Group has withdrawn all pending litigation and waived related claims against GoS, the previously furnished bank guarantees have been released, and the first instalment due on July 15, 2026, has been settled early at the date of the Agreements. Consequently, the reduced rate of 0.85%, applicable to companies that have opted for settlement under the framework, is now applicable to the Group for all future consignments from the date of settlement.

In accordance with IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' and IFRIC 21 'Levies', the Group has re-measured the settlement amount in respect of the aforementioned liability at its present value based on the agreed payment schedule and a pre-tax discount rate of 12.382%, which reflects the time value of money and the risks specific to the obligation. The resulting gain of Rs. 1,286,532, representing the difference between the carrying amount of the liability agreed under the settlement framework and the discounted value of the settlement liability, has been recognised as an other income in the consolidated condensed interim statement of profit or loss and other comprehensive income. Thereafter, the liability is measured at amortised cost using the effective interest method.

12. LEASE LIABILITIES

This includes lease liability in respect of storage arrangements with Engro Vopak Terminal Limited, a related party, amounting to Rs. 180,244 (December 31, 2025: Rs. 364,960).

	Unaudited September 30, 2026	Audited December 31, 2025
	<u>Rupees</u>	
13. DEFERRED TAX LIABILITY - net		
Credit balance arising due to:		
- accumulated depreciation	9,032,034	8,968,161
Debit balances arising due to:		
- unpaid liabilities	364,137	478,838
- leases	40,283	77,935
- provisions	2,260,924	2,383,135
- shares issuance cost	73,783	77,771
- tax losses	3,499,603	2,655,172
- minimum turnover tax	2,314,331	1,514,810
	<u>(8,553,061)</u>	<u>(7,187,661)</u>
	<u>478,973</u>	<u>1,780,500</u>

(Amounts in thousand)

- 13.1 During the period, the Finance Act, 2026 reduced the applicable super tax rate on the Group from 10% to 8% on the maximum taxable income threshold. Accordingly, the Group's deferred tax liability has been adjusted to reflect the revised enacted tax rate in accordance with IAS 12 - 'Income taxes' (IAS 12).

Unaudited September 30, 2026	Audited December 31, 2025
Rupees	

14. TRADE AND OTHER PAYABLES

This Includes amounts due to following related parties:

Engro Corporation Limited	944,333	803,714
Engro Fertilizers Limited	3,164	4,399
Engro Energy Limited	-	157,213
Engro Vopak Terminal Limited	288	7,715
Engro Eximp FZE	12,082,281	11,152,055
Engro Powergen Qadirpur Limited	-	397
Sindh Engro Coal Mining Company Limited	-	178
Engro Powergen Thar (Private) Limited	-	50
Engro Foundation	60,000	60,000
	<u>13,090,066</u>	<u>12,185,721</u>

- 14.1 This includes current portion of Sindh Infrastructure Development Cess (SIDC) amounting to Rs. 1,112,672 as disclosed in note 11 of these consolidated condensed interim financial statements.

15. SHORT TERM BORROWINGS

- 15.1 As at September 30, 2026, there is no material change in the terms and conditions of the borrowings as disclosed in the note 23 of the annual audited consolidated financial statements of the Group for the year ended December 31, 2025, except for:

- 15.1.1 The Holding Company has aggregated facilities for running finance available from various banks as at September 30, 2026 amounting to Rs. 4,125,000 (December 31, 2025: Rs. 8,225,000) out of which Rs. 3,073,915 (December 31, 2025: Rs. 8,225,000) remains unutilised as at period end.

- 15.1.2 During the period, the Holding Company made a drawdown of Rs. 999,900 out of its money market loan facility, as disclosed in note 23.3 in its annual audited consolidated financial statements.

In relation to the above, the Holding Company is required to comply with certain financial covenants throughout the currency of the exposure, as listed below:

<u>Type of ratio</u>	<u>Minimum requirement</u>
Debt service Coverage Ratio (DSCR)	Minimum of 1.0x
Current Ratio	Minimum of 1.0x
Debt to Equity Ratio	75:25
Leverage Ratio	Minimum 2.5x
Interest Coverage Ratio	Minimum 1.0x

As of September 30, 2026, the Holding Company was in breach of certain financial covenants due to its adverse financial position caused by operating losses in previous years. Based on its relationship with the relevant financial institution, the Holding Company is confident that there will be no immediate recall of the arrangement.

(Amounts in thousand)

16. PROVISIONS

In respect to the matter stated in note 19.3 of the annual audited consolidated financial statements relating to the provision of off-the-grid levy, during the period, the Holding Company has made a payment of Rs. 596,434 in respect of the aforementioned levy pertaining to the period from October to November 2025, as a full and final settlement of such charges based on actual bills received of those months.

The Islamabad High Court (IHC), subsequent to those payments issued a stay order dated March 17, 2026, against the recovery of the levy billed from December 2025 onwards and granted interim relief subject to furnishing post-dated cheques in favour of Sui Southern Gas Company Limited (SSGC) to the extent of the disputed levy amount. As of the reporting date, the Holding Company has recognised a gas levy provision amounting to Rs. 2,649,137 for the period from December 2025 to September 2026 and issued the required post dated cheques in favour of SSGC.

17. CONTINGENCIES AND COMMITMENTS

17.1 As at September 30, 2026, there is no material change in the status of matters reported as contingencies in note 26 of the annual audited consolidated financial statements of the Group for the year ended December 31, 2025, except for matters mentioned below:

17.1.1 During the period, the Additional Commissioner Inland Revenue (ACIR) amended the assessment order of the Holding Company for tax year 2025 on February 26, 2026. The Holding Company has preferred an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the disallowances and additions therein, amounting to Rs. 2,690,459. The amendment has resulted in a reduction in the income tax refund by Rs. 247,499 as against the income tax return. However, based on the advice of its tax consultant, the Holding Company remains confident of a favourable outcome of the appeal; accordingly, no provision in this respect has been recognised in these consolidated condensed interim financial statements.

17.1.2 During the period, the ACIR through order dated August 31, 2026, concluded favorably on the amendment proceedings of the Holding Company for tax year 2022, which had been initiated through a show cause notice dated April 15, 2026, issued under section 122(9) of the Income Tax Ordinance, 2001 (the Ordinance) wherein, the ACIR disputed certain aspects of the computation of tax credit, of Rs. 1,757,382 allowed under section 65E of the Ordinance in their assessment order dated March 28, 2024, including the allowability of the aforementioned tax credit on dividend income, capital gains and income from other sources.

17.2 The aggregate facilities for issuance of performance guarantees by the banks on behalf of the Group as at September 30, 2026 amounts to Rs. 8,786,000 (December 31, 2025: Rs. 10,819,500). The amount utilised thereagainst as at September 30, 2026 is Rs. 5,249,862 (December 31, 2025: Rs. 9,533,652).

The performance guarantees of Rs. 286,862 has been given in respect of greenfield application status of EPPL. The Group's management is of the view that if any payment on account of sales tax and income tax which amounts to Rs. 149,620 is required to be made to the Government authorities the same will be recoupable in its tax returns for future periods. Accordingly, no provision has been made in this respect in these consolidated condensed interim financial statements.

17.3 The aggregate facilities for opening letter of credits as at September 30, 2026 amount to Rs. 34,477,000 (December 31, 2025: Rs. 40,695,980). The amount utilised thereagainst as at September 30, 2026 is Rs. 14,897,156 (December 31, 2025: Rs. 14,302,235).

17.4 Commitments in respect of rentals of storage tanks at Engro Vopak Terminal Limited for the handling of (i) Ethylene aggregating to Nil (December 31, 2025: USD 774), (ii) Ethylene Di Chloride (EDC) aggregating to USD 1,251 (December 31, 2025: USD 1,668) are valid till December 31, 2028 and (iii) Vinyl Chloride Monomer (VCM) aggregating to USD Nil (December 31, 2025: USD 298).

(Amounts in thousand)

- 17.5 The Group has submitted post dated cheques amounting to Rs. 3,152,574 in respect of its liability against Sindh Infrastructure Development Cess under the settlement framework agreed with GoS which will be enashed based on their contractual due dates.
- 17.6 As at September 30, 2026, the preference shares dividend not yet declared amounts to Rs. 1,495,705 (December 31, 2025: Rs. 1,168,705).

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
17.7 Commitments in respect of expenditure of capital and other operational items	5,078,824	6,401,734

18. EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED

- 18.1 Basic earnings / (loss) per share has been calculated by dividing the profit / loss attributable to ordinary share holders of the Group by weighted average number of ordinary shares in issue during the period.
- 18.2 Diluted earnings / (loss) per share presents the effect of conversion of potential ordinary shares (preference shares) where it leads to decrease in earnings per share or increase in loss per share.

	Unaudited September 30, 2026	Unaudited September 30, 2025
	Rupees	

19. CASH GENERATED FROM OPERATIONS

Loss before income tax	(435,660)	(3,279,060)
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Adjustments for non cash-charges and other items:

Depreciation:

- operating assets	2,881,707	2,304,846
- right-of-use asset	111,263	361,362
Amortisation of intangible assets	83,036	81,925
Provision against:	-	-
- slow moving stores and spares	27,155	-
- stock-in-trade	120,971	-

Unrealised foreign exchange loss on

financial assets and liabilities	(40,866)	167,352
Income on financial assets	(1,368,922)	(135,949)
Remeasurement gain on SIDC	(1,286,532)	-
Unwinding of discount on SIDC	97,973	-
Finance costs	5,581,457	4,430,447
Provision for off-the-grid levy - net	2,285,660	1,293,772

Gain on disposal of:

- operating assets	(17,449)	(7,923)
- right-of-use asset	-	(7,033)

Minimum tax differential	4,128	5,298
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Final tax	396,945	(45,089)
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Working capital changes - note 19.1	(2,773,525)	4,273,471
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	5,667,341	9,443,419
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(Amounts in thousand)

		Unaudited September 30, 2026	Unaudited September 30, 2025
		Rupees	
19.1	WORKING CAPITAL CHANGES		
	(Increase) / Decrease in current assets		
	Stores, spares and loose tools	(80,701)	103,370
	Stock-in-trade	(3,421,201)	4,550,565
	Trade debts	(63,471)	(693,287)
	Loans, advances, deposits, prepayments and other receivables - net	(239,597)	(402,072)
		(3,804,970)	3,558,576
	Increase in current liabilities		
	Trade and other payables	1,031,445	714,895
		(2,773,525)	4,273,471
20.	CASH AND CASH EQUIVALENTS		
	Short-term investments	1,233,206	160,196
	Cash and bank balances	3,999,858	6,700,092
	Running finances	(1,051,085)	(2,691,100)
		4,181,979	4,169,188

21. SEGMENT INFORMATION

21.1 The basis of segmentation and reportable segments presented in these consolidated condensed interim financial statements are same as disclosed in the audited consolidated annual financial statements for the year ended December 31, 2025. As stated in note 47.1 of the annual audited consolidated financial statements, prior period figures have been restated.

	September 30, 2026 (Unaudited)							Restated September 30, 2025 (Unaudited)						
	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Hydrogen Peroxide	Unallocated	Eliminations - net	Total	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Hydrogen Peroxide	Unallocated	Eliminations - net	Total
	Rupees													
Revenue from contract with customers - net														
- At a point	52,138,074	11,295,445	-	2,069,968	-	(375,501)	65,127,986	48,169,697	10,486,849	-	824,653	-	-	57,481,199
- Over time	-	-	552,576	-	-	(367,563)	185,013	-	-	442,682	-	-	(298,262)	144,423
	52,138,074	11,295,445	552,576	2,069,968	-	(743,064)	65,342,999	48,169,697	10,486,849	442,682	824,653	-	(298,262)	57,625,619
Less:														
Cost of sales	(48,628,011)	(9,507,464)	(561,745)	(1,997,428)	-	768,525	(60,126,123)	(44,559,376)	(8,233,897)	(397,467)	(1,277,006)	-	317,444	(54,150,262)
Distribution and marketing expenses	(219,896)	(297,077)	(1,435)	(46,832)	-	-	(565,240)	(259,342)	(258,475)	(773)	(4,933)	-	-	(523,523)
Administrative expenses	(1,137,135)	(245,000)	(11,865)	(19,849)	-	-	(1,413,949)	(1,091,205)	(306,058)	(13,004)	(17,295)	-	-	(1,429,472)
Other expenses	(215,652)	(46,487)	(2,274)	(22,145)	-	-	(286,558)	(632,648)	(116,750)	(4,528)	(22,715)	-	-	(695,641)
Other income	1,055,814	303,692	11,084	43,706	1,366,997	(87,579)	2,693,714	97,822	343,616	876	2,641	133,256	(329,336)	248,875
Finance costs	(4,804,157)	(996,110)	(48,728)	(112,965)	-	82,521	(5,679,430)	(3,587,373)	(812,088)	(34,281)	(265,550)	-	288,845	(4,430,447)
Profit / (loss) before minimum tax differential, final tax and income tax	(1,810,963)	506,999	(62,488)	(55,535)	1,366,997	20,403	(34,587)	(3,862,425)	1,101,237	(6,895)	(780,115)	133,256	76,091	(3,318,851)
Minimum tax	(3,237)	-	-	(891)	-	-	(4,128)	(1,541)	(3,576)	-	(181)	-	-	(5,298)
Final tax	(1,494)	(21,308)	-	-	(374,143)	-	(396,945)	15,546	-	-	-	29,543	-	45,089
Profit / (loss) before income tax	(1,815,694)	485,691	(62,488)	(56,426)	992,854	20,403	(435,660)	(3,848,420)	1,097,661	(6,895)	(780,296)	162,799	76,091	(3,279,060)
Income tax	655,992	142,148	8,954	(72,108)	17,039	-	749,623	(213,216)	(48,450)	(2,045)	91,259	(585)	-	(173,087)
Profit / (loss) for the period	(1,159,702)	627,839	(53,534)	(128,534)	1,009,893	20,403	313,963	(4,061,636)	1,049,211	(8,940)	(689,037)	162,214	76,091	(3,452,087)
	Rupees													
Segment assets														
Total segment assets	62,688,009	32,624,949	425,332	16,335,241	23,462,477	(17,055,568)	118,490,440	59,780,651	30,652,578	336,847	17,131,401	26,024,487	(16,894,900)	117,311,064

21.2 Segment assets consist primarily of property, plant and equipment, stores and spares, stock in trade and trade debts.

(Amounts in thousand)

22. TRANSACTIONS WITH RELATED PARTIES

Transactions with related parties, other than those which have been disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

		Unaudited September 30, 2026	Unaudited September 30, 2025
		Rupees	
Nature of relationship	Nature of transactions		
Parent Company	Reimbursement made	1,002,577	1,093,549
	Reimbursement received	15,479	116,333
	Subordinated loan received	-	1,000,000
	Subordinated loan repaid	-	1,000,000
	Mark-up on subordinated loan	-	6,415
Associated Companies	Sales of utilities	272,393	162,533
	Sales of goods	133,175	4,250,896
	Purchase of services	1,306,406	1,176,594
	Purchase of goods	30,665,033	21,152,365
	Letter of credit and related charges	609,427	760,337
	Reimbursement made	50,489	231,774
	Reimbursement received	23,755	304,212
	Sale of tax loss	-	1,375,426
Directors	Fee	4,050	6,650
Contribution to staff retirement benefits	Managed and operated by the Holding Company		
	- Provident fund	114,372	105,735
	- Gratuity fund	95,479	87,993
Key management personnel	Managerial remuneration	130,961	117,901
	Retirement benefit funds	18,297	17,979
	Bonus	49,239	57,663
	Other benefits	21,219	31,745

23. FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

There have been no changes in the financial risk management policies during the period, consequently these consolidated condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual consolidated financial statements.

24. FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates. As at September 30, 2026, the carrying value of all financial assets and liabilities reflected in the consolidated condensed interim financial statements approximate to their fair values.

25. CORRESPONDING FIGURES

25.1 In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the consolidated condensed interim statement of financial position has been compared with the balances of annual audited consolidated financial statements of preceding financial year, whereas the consolidated condensed interim statement of profit or loss and other comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows have been compared with the amounts of comparable period of immediately preceding financial year.

(Amounts in thousand)

- 25.2 Corresponding figures and balances have been rearranged and reclassified, wherever considered necessary. The material reclassifications made during the period are as follows:

Description	Reclassified		Unaudited September 30, 2025	
	from	to	Quarter ended	Nine months ended
			Rupees	
Purchased services*	Administrative expenses	Cost of sales	(29,962)	187,614
Salaries, wages and staff welfare*	Administrative expenses	Cost of sales	12,990	56,950
Communication, stationery and other office expenses*	Administrative expenses	Cost of sales	-	19,899
Depreciation*	Cost of sales	Administrative expenses	6,446	17,205
Technical studies*	Cost of sales	Other expenses	-	19,048

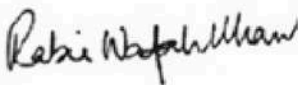
* Reclassified to more appropriately reflect the economic substance of the transaction and the Group's business model.

26. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on October 20, 2026 by the Board of Directors of the Holding Company.



Chief Executive Officer



Chief Financial Officer



Director



Standalone
**financial
statements**

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT SEPTEMBER 30, 2026

(Amounts in thousand)

		Unaudited September 30, 2026	Audited December 31, 2025
	Note	Rupees	
ASSETS			
Non-Current Assets			
Property, plant and equipment	5	49,337,729	49,069,195
Right-of-use asset		76,528	178,927
Intangible assets		392,109	475,145
Long-term investments		12,837,000	12,837,000
Long-term loans and advances		16,648	9,382
		62,660,014	62,569,649
Current Assets			
Stores, spares and loose tools		4,462,490	4,402,255
Stock-in-trade	6	14,004,145	10,351,127
Trade debts	7	1,719,776	1,624,485
Loans, advances, deposits, prepayments and other receivables	8	5,005,523	4,383,920
Income tax recoverable	9	7,836,304	7,646,606
Short-term investments		19,040,729	21,404,327
Cash and bank balances		3,447,093	4,343,715
		55,516,060	54,156,435
TOTAL ASSETS		118,176,074	116,726,084
EQUITY AND LIABILITIES			
Equity			
Ordinary share capital		9,089,233	9,089,233
Preference shares		3,000,000	3,000,000
Share premium		3,874,953	3,874,953
Unappropriated profits		9,794,566	9,395,511
		25,758,752	25,359,697
Non-Current Liabilities			
Long-term borrowings	10	45,543,820	52,281,274
Sindh Infrastructure Development Cess	11	822,420	-
Government grant		61,180	86,387
Lease liabilities	12	101,785	159,239
Deferred tax liability - net	13	588,660	1,936,936
		47,117,865	54,463,836
Current Liabilities			
Trade and other payables	14	25,821,263	26,446,970
Current portion of long-term borrowings	10	7,118,671	1,656,622
Current portion of government grant		34,377	38,487
Current portion of lease liabilities	12	83,617	219,521
Short-term borrowings	15	2,725,985	675,000
Accrued interest / mark-up		487,452	522,595
Unclaimed dividend		268,353	272,843
Provisions	16	8,759,739	7,070,513
		45,299,457	36,902,551
TOTAL LIABILITIES		92,417,322	91,366,387
TOTAL EQUITY AND LIABILITIES		118,176,074	116,726,084
Contingencies and Commitments	17		

The annexed notes 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

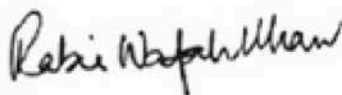
(Amounts in thousand except for earnings / (loss) per share)

	Note	Quarter ended		Nine months ended	
		September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
		Rupees			
Revenue from contracts with customers - net		25,458,934	19,679,826	63,943,887	57,078,918
Cost of sales		(24,940,784)	(17,210,270)	(58,876,861)	(53,186,805)
Gross profit		518,150	2,469,556	5,067,026	3,892,113
Distribution and marketing expenses		(194,181)	(208,279)	(518,408)	(487,141)
Administrative expenses		(497,047)	(504,729)	(1,391,383)	(1,412,267)
Other expenses		(59,772)	(240,952)	(263,161)	(752,857)
Other income		545,433	55,213	2,719,204	568,951
Operating profit		312,583	1,570,809	5,613,278	1,808,799
Finance costs		(1,975,407)	(1,421,061)	(5,639,009)	(4,420,116)
(Loss) / profit before minimum tax differential, final tax and income tax		(1,662,824)	149,748	(25,731)	(2,611,317)
Minimum tax differential		-	(30)	-	(3,576)
Final tax		(153,854)	-	(396,945)	45,711
(Loss) / profit before income tax		(1,816,678)	149,718	(422,676)	(2,569,182)
Income tax		501,220	(158,520)	821,731	(264,296)
Profit / (loss) for the period		(1,315,458)	(8,802)	399,055	(2,833,478)
Other comprehensive income for the period		-	-	-	-
Total comprehensive income / (loss) for the period		(1,315,458)	(8,802)	399,055	(2,833,478)
Earnings / (loss) per share - basic	18	(1.45)	(0.01)	0.44	(3.12)
Earnings / (loss) per share - diluted	18	(1.45)	(0.01)	0.33	(3.12)

The annexed notes 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

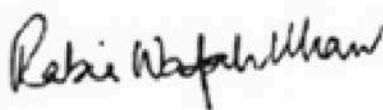
(Amounts in thousand)

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		RESERVES		Total
	Ordinary share capital	Preference shares	CAPITAL	REVENUE	
			Share premium	Unappropriated profits	
	Rupees				
Balance as at January 01, 2025 (Audited)	9,089,233	3,000,000	3,874,953	12,438,639	28,402,825
Total comprehensive loss for the nine months ended September 30, 2025	-	-	-	(2,833,478)	(2,833,478)
Balance as at September 30, 2025	9,089,233	3,000,000	3,874,953	9,605,161	25,569,347
Total comprehensive loss for the three months ended December 31, 2025	-	-	-	(209,650)	(209,650)
Balance as at December 31, 2025 (Audited)	9,089,233	3,000,000	3,874,953	9,395,511	25,359,697
Total comprehensive income for the nine months ended September 30, 2026	-	-	-	399,055	399,055
Balance as at September 30, 2026	9,089,233	3,000,000	3,874,953	9,794,566	25,758,752

The annexed notes 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

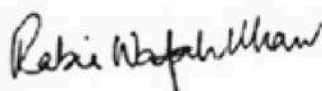
(Amounts in thousand)

(Amounts in thousand)		Nine months ended	
		September 30, 2026	September 30, 2025
	Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	19	4,354,663	10,043,424
Long-term loans and advances - net		(7,266)	(7,804)
Retirement benefits paid		-	(98,860)
Sindh Infrastructure Development Cess paid		(537,436)	-
Minimum tax differential paid		-	(3,576)
Final tax (paid) / adjusted		(396,945)	45,711
Income tax paid - net		(716,243)	(2,113,581)
Proceeds from sale of tax loss		-	1,375,426
Net cash generated from operating activities		2,696,773	9,240,740
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment and intangible assets		(2,914,216)	(2,003,126)
Proceeds from disposal of property, plant and equipment		57,720	36,630
Investment made in subsidiary companies		-	(6,000,000)
Disbursement of loan to subsidiary companies		(201,300)	(1,894,150)
Repayment of loan from subsidiary companies		420,000	6,285,000
Proceeds on sale / maturity of short-term investments		69,827,201	1,284,971
Purchase of short-term investments		(67,064,357)	-
Income on short-term investments and bank deposits		133,708	126,637
Net cash generated from / (utilised in) investing activities		258,756	(2,164,038)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from long-term borrowings - net of transaction costs		175,000	4,000,000
Repayments of long-term borrowings		(1,522,724)	(938,173)
Proceeds from short-term borrowings		1,674,900	4,500,000
Repayment of short-term borrowings		(675,000)	(5,305,000)
Proceeds of subordinated loan from the Holding company		-	1,000,000
Repayment of subordinated loan to the Holding company		-	(1,000,000)
Finance costs paid		(5,512,226)	(4,463,814)
Lease rentals paid		(201,627)	(669,003)
Dividend paid		(4,490)	(6,541)
Net cash utilised in financing activities		(6,066,167)	(2,882,531)
Net (decrease) / increase in cash and cash equivalents		(3,110,638)	4,194,171
Net foreign exchange differences on cash and cash equivalents		24,854	(114,855)
Cash and cash equivalents at beginning of the period			
prior to amendment to IFRS 9		6,096,781	(42,544)
Adjustment of initial application of amendment to IFRS 9 at beginning of the period	3.1	317,011	-
Cash and cash equivalents at end of the period	20	3,328,008	4,036,772

The annexed notes 1 to 26 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director

ENGRO POLYMER AND CHEMICALS LIMITED
NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

(Amounts in thousand)

1. LEGAL STATUS AND OPERATIONS

1.1 Engro Polymer and Chemicals Limited (the Company) was incorporated in Pakistan as a public Company in 1997 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited (PSX).

1.2 The Company is a subsidiary of Engro Corporation Limited (the Holding Company) which is a wholly owned subsidiary of Engro Holdings Limited (the Ultimate Parent Company). The Holding Company owns 56.19% of shareholding in the Company. The Company's principal activity is to manufacture, market and sell Poly Vinyl Chloride (PVC), Vinyl Chloride Monomer (VCM), Caustic soda and other related chemicals and by-products. The Company is also engaged in the supply of surplus power generated from its power plants and other utilities to Engro Fertilizers Limited (a related party) and Engro Peroxide (Private) Limited (a wholly owned subsidiary).

1.3 The geographical location and addresses of all business units of the Company are as follows:

Business unit	Geographical location
Head office	4th Floor, The Harbour Front Building, Marine Drive, Block 4, Clifton, Karachi, Pakistan
Manufacturing plant	EZ/II-P-II-I Eastern Zone, Port Bin Qasim Industrial Area, Karachi, Pakistan
Regional sales unit	Plot 184, Block CCA, Phase 4C, DHA, Lahore, Pakistan

1.4 On February 17, 2026, Mitsubishi Corporation (MC), which held 11.01% of the Company's issued ordinary share capital, entered into a Share Purchase Agreement (SPA) with Liberty Dharki Power Limited (LDPL) and Seagreen Enterprises (Private) Limited (SEPL) for the disposal of its shareholding in the Company, comprising 100,053,564 ordinary shares. Completion of the transaction was subject to the fulfilment of certain conditions precedent, including the receipt of the requisite corporate and regulatory approvals.

Following the fulfilment of all conditions precedent specified in the SPA, the transaction was completed on July 16, 2026, pursuant to which MC transferred 80,000,000 ordinary shares to LDPL and 20,053,562 ordinary shares to SEPL.

1.5 On March 13, 2026, the Ultimate Parent Company announced to the Pakistan Stock Exchange (PSX) that, following the Public Announcement of Intention dated March 10, 2026, the Holding Company had received a non-binding offer from Noventra Limited (formerly: Lotte Chemical Pakistan Limited) for the acquisition of approximately 56.19% of the paid-up share capital of the Company, representing the Holding Company's entire shareholding in the Company.

Subsequently, on August 31, 2026, the Holding Company entered into a Share Purchase Agreement with Noventra Limited (formerly: Lotte Chemical Pakistan Limited) for the sale and transfer of its entire shareholding in the Company. Completion of the transaction is subject to the fulfilment of the terms and conditions stipulated in the Share Purchase Agreement, including receipt of requisite regulatory approvals and applicable consents.

(Amounts in thousand)

2. BASIS OF PREPARATION

2.1 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 (IAS 34)*, issued by the International Accounting Standards Board (IASB) as notified under Companies Act, 2017 (the Act); and
- Provisions of, directives and notifications issued under the Act.

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

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

2.3 These unconsolidated condensed interim financial statements are the separate condensed interim financial statements of the Company in which investment in subsidiary companies namely Think PVC (Private) Limited and Engro Peroxide (Private) Limited have been accounted for at cost less accumulated impairment losses, if any. The consolidated condensed interim financial statements of the Company and its subsidiary companies have been presented separately.

3. MATERIAL ACCOUNTING POLICIES AND CHANGES THEREIN

3.1 The material accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are same as those applied in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2025, except for the following:

During the period, certain amendments to IFRS - 9 'Financial Instruments' (IFRS 9) and IFRS - 7 'Financial Instruments: Disclosures' (IFRS 7), became applicable to the Company. These amendments clarify that a financial asset or financial liability is recognised when an entity becomes a party to the contractual provisions of the instrument, and is derecognised on the settlement date i.e., when the contractual rights to cash flows expire, the asset is transferred, or the liability is extinguished. In effect, the amendments confirm that settlement date accounting applies to the recognition and derecognition of financial assets and financial liabilities. The amendments also introduce an optional exception permitting derecognition of a financial liability settled through an electronic payment system before the settlement date, subject to specified conditions, which the Company has not elected to apply.

The Company previously applied trade date accounting for the recognition and derecognition of financial assets and financial liabilities. Following adoption of these amendments, the Company has changed its accounting policy to apply settlement date accounting, consistent with the clarified requirements of IFRS 9. In accordance with the transitional provisions of the amendments, this change has been applied from the beginning of the annual reporting period of initial application, with the cumulative effect recognised as an adjustment to the opening balance of the affected items. Consistent with the transition relief provided under the amendments, comparative information in these unconsolidated condensed interim financial statements has not been restated.

(Amounts in thousand)

The impact of adopting the new accounting policy has been reflected in the unconsolidated condensed interim statement of cash flows. Accordingly, the reconciliation of cash and cash equivalents presented therein includes the resulting adjustment to the opening balance. The effects of amendments at the date of initial application are as follows:

Effect on unconsolidated condensed interim statement of financial position	Audited		Carrying amount subsequent to the amendment
	Carrying amount prior to the amendment	Impact of amendment	
	-----Rupees-----		
As of January 1, 2026			
Trade debts	1,624,485	100	1,624,585
Trade and other payables	(26,446,970)	(317,111)	(26,764,081)
Cash and bank balances	4,343,715	317,011	4,660,726

3.2 Initial application of standards, amendment and improvements to approved accounting and reporting standards

a) Standards, amendments and improvements to approved accounting and reporting standards that became effective during the period

There are amendments or improvements to existing standards which became applicable to the Company for the financial year beginning on January 1, 2026, however, these do not have a material impact on the Company's financial reporting and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements, except for an amendment in IFRS 7 and IFRS 9 whose impact has been disclosed in note 3.1 to the unconsolidated condensed interim financial statements.

b) Standards, amendments and improvements to approved accounting and reporting standards that are not yet effective and have not been early adopted by the Company

There are standards and certain amendments or improvements to approved accounting and reporting standards that are not yet effective and have not been early adopted by the Company for the financial year beginning on January 1, 2026. These are not expected to have a material impact on the Company's financial reporting and, therefore, have not been presented in these unconsolidated condensed interim financial statements except for 'Presentation and Disclosure in Financial Statements (IFRS 18)', as disclosed in note 2.5.2 of the annual audited financial statements of the Company for the year ended December 31, 2025.

3.3 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

4. ACCOUNTING ESTIMATES

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

The significant estimates, judgements and assumptions made by the management in the preparation of these unconsolidated condensed interim financial statements are the same as those that were applied in the annual audited financial statements of the Company for the year ended December 31, 2025.

(Amounts in thousand)

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
5. PROPERTY, PLANT AND EQUIPMENT		
Operating assets - notes 5.1 and 5.2	46,681,904	46,230,027
Capital work-in-progress - note 5.3	2,414,781	2,598,124
Capital spares	241,044	241,044
	<u>49,337,729</u>	<u>49,069,195</u>
5.1	Following additions, including transfers from capital work-in-progress, were made during the period / year:	
	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
Leasehold land	-	9,000
Building on leasehold land and civil works	183,525	864,029
Plant and machinery	2,619,149	10,025,683
Pipelines	-	11
Furniture, fixtures and equipment	105,173	222,471
Vehicles	189,712	157,211
	<u>3,097,559</u>	<u>11,278,405</u>
5.2	Operating assets costing Rs. 123,971 (December 31, 2025: Rs. 80,221) having net book value of Rs. 40,271 (December 31, 2025: Rs. 41,095) were disposed for Rs. 57,720 (December 31, 2025: Rs. 58,624).	
	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
5.3	The movement in capital work-in-progress is as follows:	
Balance at beginning of the period / year	2,598,124	11,335,138
Additions during the period / year	2,914,216	2,616,401
Transferred to:		
- operating assets - note 5.1	(3,097,559)	(11,278,405)
- intangible assets	-	(75,010)
	<u>(3,097,559)</u>	<u>(11,353,415)</u>
Balance at end of the period / year	<u>2,414,781</u>	<u>2,598,124</u>
6. STOCK-IN-TRADE		
Raw and packing materials - notes 6.1 and 6.2	11,182,957	7,040,610
Less: Provision against stock-in-trade - note 6.3	(158,128)	(90,154)
	<u>11,024,829</u>	<u>6,950,456</u>
Work-in-process	378,478	275,661
Finished goods - manufactured products - note 6.2	2,600,838	3,125,010
	<u>14,004,145</u>	<u>10,351,127</u>

(Amounts in thousand)

		Unaudited September 30, 2026	Audited December 31, 2025
		Rupees	
6.1	This includes stocks held at storage locations of following parties:		
	- Engro Vopak Terminal Limited, a related party	1,617,122	1,812,611
	- Al-Noor Petroleum (Private) Limited	30,613	5,000
	- Al-Rahim Trading Company (Private) Limited	397,500	167,980
		<u>2,045,235</u>	<u>1,985,591</u>

6.2 This includes goods in transit amounting to Rs. 5,359,468 (December 31, 2025: Rs. 2,082,188).

		Unaudited September 30, 2026	Audited December 31, 2025
		Rupees	
6.3	The movement in the provision against stock-in-trade is as follows:		
	Balance at beginning of the period / year	90,154	90,154
	Provision made during the period / year	67,974	-
	Balance at end of the period / year	<u>158,128</u>	<u>90,154</u>

7. TRADE DEBTS - Considered good

This includes amounts due from the following related parties:

Engro Fertilizers Limited	38,178	34,964
Engro Peroxide (Private) Limited	498,497	405,251
FrieslandCampina Engro Pakistan Limited	3,274	4,276
	<u>539,949</u>	<u>444,491</u>

8. LOANS, ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

8.1 This includes receivables from the following related parties:

Engro Corporation Limited	584	1,070
Engro Peroxide (Private) Limited	633,488	434,370
Think PVC (Private) Limited	16,677	14,303
Engro Fertilizers Limited	2,320	6,063
Engro Energy Limited	1,173	-
Engro Powergen Qadirpur Limited	344	6,538
Engro Vopak Terminal Limited	285	1,710
Engro Technical Solutions (Private) Limited	1,548	-
Sindh Engro Coal Mining Company Limited	2,062	706
	<u>658,481</u>	<u>464,760</u>

8.2 This includes loans and interest accrued thereon due from the subsidiaries, as follows:

	September 30, 2026 (Unaudited)			December 31, 2025 (Audited)		
	Engro Peroxide (Private) Limited	Think PVC (Private) Limited	Total	Engro Peroxide (Private) Limited	Think PVC (Private) Limited	Total
	Rupees					
Balance at the beginning of the period / year	2,228,121	89,880	2,318,001	6,035,309	126,537	6,161,846
Interest accrued during the period / year	77,114	5,408	82,522	347,762	8,543	356,305
Disbursed during the period / year	201,300	-	201,300	2,065,050	19,800	2,084,850
Repayments received during the period / year	(400,000)	(20,000)	(420,000)	(6,220,000)	(65,000)	(6,285,000)
Balance at the end of the period / year	<u>2,106,535</u>	<u>75,288</u>	<u>2,181,823</u>	<u>2,228,121</u>	<u>89,880</u>	<u>2,318,001</u>

(Amounts in thousand)

9. INCOME TAX RECOVERABLE

In 2023, in accordance with section 59B (Group relief) of the Ordinance, the Company had purchased tax losses from Engro Corporation Limited (the Holding Company) and Engro Eximp Agriproducts (Private) Limited (EEAP) for the year ended December 31, 2020 (tax year 2021) and December 31, 2022 (tax year 2023), respectively for a consideration of Rs. 373,489 and Rs. 228,688, respectively, being equivalent to resultant tax benefit. The Company, accordingly, had adjusted the aforementioned losses against its taxable income for the respective years and has adjusted the income tax recoverable in these unconsolidated condensed interim financial statements. The recoupment of these losses against taxable income of the Company was subject to certain conditions as specified in Section 59B of the Ordinance.

In 2025, on disposal of EEAP by the Holding Company, the tax loss purchased from EEAP did not adhere to the specific conditions specified in section 59B of the Ordinance, and accordingly tax loss purchased from EEAP had been derecognised from income tax recoverable.

10. LONG-TERM BORROWINGS

Title	Mark-up rate per annum	Installments		September 30, 2026	December 31, 2025
		Number	Commencing	(Unaudited)	(Audited)
				----- Rupees -----	
Islamic long term financing facility (LTFF)	SBP rate + 1.2%	32 quarterly	December 14, 2022	970,615	1,151,693
Islamic temporary economic refinance facility (ITERF)	Ranging from SBP rate + 0.75% to 1%	32 quarterly	June 12, 2023	537,924	620,549
Loan under diminishing musharka agreement I	3 months KIBOR + 0.4%	8 half yearly	June 28, 2023	50,000	100,000
Syndicated long term Islamic financing facility	3 months KIBOR + 0.3%	12 quarterly	March 27, 2028	8,741,675	8,739,508
Loan under diminishing musharka agreements II	3 months KIBOR + 0.3%	16 quarterly	March 21, 2026	4,500,000	4,500,000
Ijarah facility from International Finance Corporation (IFC)	SOFR + 3.68%	7 half yearly	July 15, 2025	2,344,930	3,545,917
Bilateral Loan II	3 months KIBOR + 0.4%	20 quarterly	April 19, 2026	1,600,000	1,600,000
Loan under diminishing musharka agreement III	3 months KIBOR + 0.03%	20 quarterly	March 13, 2027	6,000,000	6,000,000
Loan under diminishing musharka agreement IV	3 months KIBOR + 0.4%	28 quarterly	December 30, 2028	2,295,146	2,294,500
Syndicated loan under diminishing musharka	3 months KIBOR + 0.6%	16 quarterly	March 31, 2029	11,158,914	10,959,903
Loan under diminishing musharka agreement V	3 months KIBOR + 0.4%	10 semi annually	June 30, 2028	1,000,000	1,000,000
Loan under diminishing musharka agreement VI	3 months KIBOR + 0.65%	16 quarterly	March 31, 2027	1,595,743	1,594,400
Long term financing facility	3 months KIBOR + 0.75%	20 quarterly	March 31, 2028	1,990,361	1,988,500
Loan under diminishing musharka agreement VII	3 months KIBOR + 0.3%	32 quarterly	March 30, 2028	2,000,000	2,000,000
Loan under diminishing musharka agreement VIII	3 months KIBOR + 0.4%	16 quarterly	March 30, 2029	4,972,740	4,967,800
Loan under musharka agreement	1 month KIBOR + 0.5%	1 lump-sum	April 1, 2027	3,000,000	3,000,000
				52,758,048	54,062,770
Less: Current portion shown under current liabilities					
- Islamic Long Term Financing Facility (LTFF)				(243,750)	(243,750)
- Islamic Temporary Economic Refinance Facility (ITERF)				(111,676)	(111,676)
- Loan under diminishing musharka agreement I, II, III, IV and VI				(2,375,000)	(100,000)
- Bilateral Loan II				(200,000)	-
- Running musharka II				(3,000,000)	-
- Ijarah facility from International Finance Corporation (IFC)				(1,188,245)	(1,201,196)
				(7,118,671)	(1,656,622)
Less: Deferred income - Government grant				(95,557)	(124,874)
				45,543,820	52,281,274

10.1 As at September 30, 2026, there is no material change in the terms and conditions of the borrowings as disclosed in the note 17 of the annual audited financial statements of the Company for the year ended December 31, 2025, except for repayment of Rs. 1,522,724 that have been made during the period and a further drawdown of Rs. 175,000 made from syndicated loan under diminishing musharka facility.

10.2 In respect of the above facilities, the Company is required to comply with certain financial covenants at the end of each annual reporting period, except for the Ijarah facility from the International Finance Corporation (IFC) and the loan under the Musharka agreement with Meezan Bank Limited (MBL), which are subject to quarterly and monthly covenant testing, respectively. The relevant ratios for all facilities are disclosed in note 17.20 to the annual audited financial statements. In the previous period, the Company sought clarification that compliance with the financial covenants relating to the Ijarah facility from the IFC for the current year would also be assessed on an annual basis. Based on its projections, the Company remains confident that it will either meet the applicable financial covenants when these are next tested or, if required, obtain further relaxations or waivers before the next testing date.

(Amounts in thousand)

11. SINDH INFRASTRUCTURE DEVELOPMENT CESS

On June 4, 2021, the Sindh High Court (SHC) upheld the Sindh Development and Maintenance of Infrastructure Cess Act, 2017 (the SIDC Act, 2017), promulgated retrospectively with effect from December 28, 2006, as valid and within the competence of the provincial legislature. The Company filed a petition against the judgement before the Supreme Court of Pakistan (SCP). In September 2021, the SCP suspended the SHC judgement along with the recovery of the Cess. As at the prior year end, the Company was required to furnish bank guarantees equivalent to the full amount of the levy for all future consignments. The Company remained confident that the ultimate outcome of the case would be decided in its favour; however, on a prudence basis, it recognised Rs. 3,324,479 in respect of the aforementioned cess in the annual audited financial statements as an accrued liability.

During the period, the Government of Sindh (GoS) enacted the Sindh Development and Maintenance of Infrastructure Cess (Amendment) Act, 2026 (the SIDC Act, 2026), introducing a settlement framework under sections 10A to 10F. The Company opted for the settlement framework and entered into a Settlement Agreement (the Agreement) with GoS on April 23, 2026, for a settlement amount of Rs. 3,582,910 comprising Cess due up to April 23, 2026. Under the agreement, 15% of the outstanding liability is payable by July 15, 2026, 15% by October 15, 2026, 15% by July 15, 2027, and the remaining 55% in forty eight equal quarterly instalments commencing from July 15, 2028. As required under the settlement framework, the Company has withdrawn all pending litigation and waived related claims against GoS, the previously furnished bank guarantees have been released, and the first instalment due on July 15, 2026, has been settled early at the date of the Agreement. Consequently, the reduced rate of 0.85%, applicable to companies that have opted for settlement under the framework, is now applicable to the Company for all future consignments.

In accordance with IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' and IFRIC 21 'Levies', the Company has re-measured the settlement amount in respect of the aforementioned liability at its present value based on the agreed payment schedule and a pre-tax discount rate of 12.382%, which reflects the time value of money and the risks specific to the obligation. The resulting gain of Rs.1,242,825, representing the difference between the carrying amount of the liability agreed under the settlement framework and the discounted value of the settlement liability, has been recognised as an other income in the unconsolidated condensed interim statement of profit or loss and other comprehensive income. Thereafter, the liability has been measured at amortised cost using the effective interest method.

12. LEASE LIABILITIES

This includes lease liability in respect of storage arrangements with Engro Vopak Terminal Limited, a related party, amounting to Rs. 180,244 (December 31, 2025: Rs. 364,960).

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
13. DEFERRED TAX LIABILITY - net		
Credit balance arising due to:		
- accumulated depreciation	8,042,441	8,325,085
Debit balances arising due to:		
- unpaid liabilities	364,137	478,838
- leases	40,283	77,935
- provisions	2,260,924	2,383,135
- shares issuance cost	73,783	77,771
- tax losses	2,400,323	1,855,660
- minimum turnover tax	2,314,331	1,514,810
	(7,453,781)	(6,388,149)
	588,660	1,936,936

- 13.1 During the period, the Finance Act, 2026 reduced the applicable super tax rate on the Company from 10% to 8% on the maximum taxable income threshold. Accordingly, the Company's deferred tax liability has been adjusted to reflect the revised enacted tax rate in accordance with IAS 12 - 'Income taxes' (IAS 12).

(Amounts in thousand)

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
14. TRADE AND OTHER PAYABLES		
This includes amounts due to the following related parties:		
Engro Corporation Limited	944,333	803,714
Engro Fertilizers Limited	3,164	3,399
Engro Energy Limited	-	157,213
Engro Peroxide (Private) Limited	25,201	-
Think PVC (Private) Limited	1,686	4,377
Engro Vopak Terminal Limited	288	7,715
Engro Eximp FZE	12,082,127	11,138,242
Engro Powergen Qadirpur Limited	-	397
Sindh Engro Coal Mining Company Limited	-	178
Engro Powergen Thar (Private) Limited	-	50
Engro Foundation	60,000	60,000
	<u>13,116,799</u>	<u>12,175,285</u>

- 14.1 This includes current portion of Sindh Infrastructure Development Cess (SIDC) amounting to Rs. 1,074,872 as disclosed in note 11 of these unconsolidated condensed interim financial statements.

15. SHORT TERM BORROWINGS

- 15.1 As at September 30, 2026, there is no material change in the terms and conditions of the borrowings as disclosed in the note 23 of the annual audited financial statements of the Company for the year ended December 31, 2025, except for:
- 15.1.1 The Company has aggregated facilities for running finance available from various banks as at September 30, 2026 amounting to Rs. 4,125,000 (December 31, 2025: Rs. 8,225,000) out of which Rs. 3,073,915 (December 31, 2025: Rs. 8,225,000) remains unutilised as at period end.
- 15.1.2 During the period, the Company made a drawdown of Rs. 999,900 out of its money market loan facility, as disclosed in note 23.3 in its annual audited financial statements.

In relation to the above, the Company is required to comply with certain financial covenants throughout the currency of the exposure, as listed below:

<u>Type of ratio</u>	<u>Minimum requirement</u>
Debt service Coverage Ratio	Minimum of 1.0x
Current Ratio	Minimum of 1.0x
Debt to Equity Ratio	75:25
Leverage Ratio	Minimum 2.5x
Interest Coverage Ratio	Minimum 1.0x

As of September 30, 2026, the Company was in breach of certain financial covenants due to its adverse financial position caused by operating losses in previous years. Based on its relationship with the relevant financial institution, the Company is confident that there will be no immediate recall of the arrangement.

16. PROVISIONS

In respect to the matter stated in note 19.3 of the annual audited financial statements relating to the provision of off-the-grid levy, during the period, the Company has made a payment of Rs. 596,434 in respect of the aforementioned levy pertaining to the period from October to November 2025, as a full and final settlement of such charges based on actual bills received of those months.

(Amounts in thousand)

The Islamabad High Court (IHC), subsequent to those payments issued a stay order dated March 17, 2026, against the recovery of the levy billed from December 2025 onwards and granted interim relief subject to furnishing post-dated cheques in favour of Sui Southern Gas Company Limited (SSGC) to the extent of the disputed levy amount. As of the reporting date, the Company has recognised a gas levy provision amounting to Rs. 2,649,137 for the period from December 2025 to September 2026 and issued the required post dated cheques in favour of SSGC.

17. CONTINGENCIES AND COMMITMENTS

17.1 As at September 30, 2026, there is no material change in the status of matters reported as contingencies in note 26 of the annual audited financial statements of the Company for the year ended December 31, 2025, except for matters mentioned below:

17.1.1 During the period, the Additional Commissioner Inland Revenue (ACIR) amended the assessment order of the Company for tax year 2025 on February 26, 2026. The Company has preferred an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)] against the disallowances and additions therein, amounting to Rs. 2,690,459. This amendment has resulted in a reduction in the income tax refund by Rs. 247,499 as against the income tax return. However, based on the advice of its tax consultant, the Company remains confident of a favourable outcome of the appeal; accordingly, no provision in this respect has been recognised in these unconsolidated condensed interim financial statements.

17.1.2 During the period, the ACIR through order dated August 31, 2026, concluded favorably on the amendment proceedings of the Company for tax year 2022, which had been initiated through a show cause notice dated April 15, 2026, issued under section 122(9) of the Income Tax Ordinance, 2001 (the Ordinance) wherein, the ACIR disputed certain aspects of the computation of tax credit, of Rs. 1,757,382 allowed under section 65E of the Ordinance in their assessment order dated March 28, 2024, including the allowability of the aforementioned tax credit on dividend income, capital gains and income from other sources.

17.2 The aggregate facilities for issuance of performance guarantees by the banks on behalf of the Company as at September 30, 2026 amounts to Rs. 8,186,000 (December 31, 2025: Rs. 10,119,500). The amount utilised thereagainst as at September 30, 2026 is Rs. 4,862,220 (December 31, 2025: Rs. 9,020,790).

17.3 The aggregate facilities for opening letter of credits as at September 30, 2026 amount to Rs. 31,777,000 (December 31, 2025: Rs. 39,980,550). The amount utilised thereagainst as at September 30, 2026 is Rs. 14,819,789 (December 31, 2025: Rs. 14,210,234).

17.4 Commitments in respect of rentals of storage tanks at Engro Vopak Terminal Limited for the handling of (i) Ethylene aggregating to Nil (December 31, 2025: USD 774), (ii) Ethylene Di Chloride (EDC) aggregating to USD 1,251 (December 31, 2025: USD 1,668) are valid till December 31, 2028 and (iii) Vinyl Chloride Monomer (VCM) aggregating to USD Nil (December 31, 2025: USD 298).

17.5 The Company has submitted post dated cheques amounting to Rs. 3,045,474 in respect of its liability against Sindh Infrastructure Development Cess under the settlement framework agreed with GoS which will be encashed based on their contractual due dates.

17.6 As at September 30, 2026, the preference shares dividend not yet declared amounts to Rs. 1,495,705 (December 31, 2025: Rs. 1,168,705).

	Unaudited September 30, 2026	Audited December 31, 2025
	Rupees	
17.7 Commitments in respect of expenditure of capital and other operational items	<u>4,753,547</u>	<u>6,007,363</u>

(Amounts in thousand)

18. EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED

- 18.1 Basic earnings / (loss) per share has been calculated by dividing the profit / loss attributable to ordinary share holders of the Company by weighted average number of ordinary shares in issue during the period.
- 18.2 Diluted earnings / (loss) per share presents the effect of conversion of potential ordinary shares (preference shares) where it leads to decrease in earnings per share or increase in loss per share.

	Unaudited September 30, 2026	Unaudited September 30, 2025
	Rupees	
19. CASH GENERATED FROM OPERATIONS		
Loss before income tax	(422,676)	(2,569,182)
Adjustments for non cash-charges and other items:		
Depreciation:		
- operating assets	2,605,411	2,027,448
- right-of-use asset	102,399	345,359
Amortisation of intangible assets	83,036	81,925
Provision against:		
- slow moving stores and spares	27,155	-
- stock-in-trade	67,974	-
Unrealised foreign exchange loss on financial assets and liabilities	(40,866)	167,352
Income on financial assets	(1,436,542)	(455,973)
Remeasurement gain on SIDC	(1,242,825)	-
Unwinding of discount on SIDC	94,643	-
Finance costs	5,544,366	4,420,116
Provision for impairment against:		
- long-term investment	-	50,000
- loan to subsidiary company	-	67,400
Provision for off-the-grid levy - net	2,285,660	1,293,772
Gain on disposal of:		
- operating assets	(17,449)	(7,923)
- right-of-use asset	-	(7,033)
Minimum tax differential	-	3,576
Final tax	396,945	(45,711)
Working capital changes - note 19.1	(3,692,568)	4,672,298
	<u>4,354,663</u>	<u>10,043,424</u>
19.1 WORKING CAPITAL CHANGES		
(Increase) / Decrease in current assets		
Stores, spares and loose tools	(87,390)	118,743
Stock-in-trade	(3,720,992)	4,817,111
Trade debts	(95,191)	(263,212)
Loans, advances, deposits, prepayments and other receivables - net	(757,781)	(536,872)
	<u>(4,661,354)</u>	<u>4,135,770</u>
Increase in current liabilities		
Trade and other payables	968,786	536,528
	<u>(3,692,568)</u>	<u>4,672,298</u>

(Amounts in thousand)

	Unaudited September 30, 2026	Unaudited September 30, 2025
	Rupees	
20. CASH AND CASH EQUIVALENTS		
Short-term investments	932,000	160,197
Cash and bank balances	3,447,093	6,567,675
Running finances	(1,051,085)	(2,691,100)
	<u>3,328,008</u>	<u>4,036,772</u>

21. SEGMENT INFORMATION

21.1 The basis of segmentation and reportable segments presented in these unconsolidated condensed interim financial statements are same as disclosed in the annual audited financial statements of the Company for the year ended December 31, 2025.

	September 30, 2026 (Unaudited)					Restated September 30, 2025 (Unaudited)				
	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Unallocated	Total	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Unallocated	Total
	Rupees									
Revenue from contract with customers - net										
- At a point	52,095,866	11,295,445	-	-	63,391,311	46,149,387	10,486,849	-	-	56,636,236
- Over time	-	-	552,576	-	552,576	-	-	442,682	-	442,682
	<u>52,095,866</u>	<u>11,295,445</u>	<u>552,576</u>	<u>-</u>	<u>63,943,887</u>	<u>46,149,387</u>	<u>10,486,849</u>	<u>442,682</u>	<u>-</u>	<u>57,078,918</u>
Less:										
Cost of sales	(48,807,652)	(9,507,464)	(561,745)	-	(58,876,861)	(44,555,481)	(8,233,857)	(397,467)	-	(53,186,805)
Distribution and marketing expenses	(219,896)	(297,077)	(1,435)	-	(518,408)	(227,893)	(258,475)	(773)	-	(487,141)
Administrative expenses	(1,134,418)	(245,000)	(11,965)	-	(1,391,383)	(1,091,205)	(308,058)	(13,004)	-	(1,412,267)
Other expenses	(214,400)	(46,487)	(2,274)	-	(263,161)	(631,179)	(116,750)	(4,928)	-	(752,857)
Other income	1,050,407	303,692	11,084	1,354,021	2,719,204	97,822	343,616	876	126,637	568,951
Finance costs	(4,594,170)	(996,110)	(48,729)	-	(5,639,009)	(3,573,747)	(812,088)	(34,281)	-	(4,420,116)
Profit / (loss) before minimum tax differential, final tax and income tax	<u>(1,824,263)</u>	<u>506,999</u>	<u>(62,488)</u>	<u>1,354,021</u>	<u>(25,731)</u>	<u>(3,832,296)</u>	<u>1,101,237</u>	<u>(6,895)</u>	<u>126,637</u>	<u>(2,611,317)</u>
Minimum tax differential	-	-	-	-	-	-	(3,576)	-	-	(3,576)
Final tax	(1,494)	(21,308)	-	(374,143)	(396,945)	15,546	-	-	30,165	45,711
Profit / (loss) before income tax	<u>(1,825,757)</u>	<u>485,691</u>	<u>(62,488)</u>	<u>979,878</u>	<u>(422,676)</u>	<u>(3,816,750)</u>	<u>1,097,661</u>	<u>(6,895)</u>	<u>156,802</u>	<u>(2,569,182)</u>
Income tax	655,592	142,146	6,954	17,039	821,731	(213,216)	(48,450)	(2,045)	(585)	(264,296)
Profit / (loss) for the period	<u>(1,170,165)</u>	<u>627,837</u>	<u>(55,534)</u>	<u>996,917</u>	<u>399,055</u>	<u>(4,029,966)</u>	<u>1,049,211</u>	<u>(8,940)</u>	<u>156,217</u>	<u>(2,833,478)</u>
	September 30, 2026 (Unaudited)					December 31, 2025 (Audited)				
	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Unallocated	Total	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power	Unallocated	Total
	Rupees									
Segment assets										
Total segment assets	<u>62,637,971</u>	<u>32,624,949</u>	<u>425,332</u>	<u>22,487,822</u>	<u>118,176,074</u>	<u>59,688,617</u>	<u>30,952,578</u>	<u>336,847</u>	<u>25,748,042</u>	<u>116,726,084</u>

21.2 Segment assets consist primarily of property, plant and equipment, stores and spares, stock in trade, trade debts and long-term investments.

(Amounts in thousand)

22. TRANSACTIONS WITH RELATED PARTIES

Transactions with related parties, other than those which have been disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

Nature of relationship	Nature of transactions	Unaudited September 30, 2026	Unaudited September 30, 2025
		Rupees	
Holding Company	Reimbursement made	1,002,526	1,093,459
	Reimbursement received	15,479	116,333
	Subordinated loan received	-	1,000,000
	Subordinated loan repaid	-	1,000,000
	Mark-up on subordinated loan	-	6,415
Subsidiary Companies	Reimbursement received	185,230	398,241
	Reimbursement made	38,659	13,413
	Sales of utilities	751,586	327,047
	Sale of goods	686	365
	License income	7,657	-
	Investment made	-	6,000,000
	Loan made	201,300	1,894,150
	Loan repaid	420,000	6,285,000
	Mark-up on loan	82,522	329,336
Associated Companies	Sale of goods	61,882	4,232,832
	Sales of utilities	272,393	162,533
	Purchase of services	1,306,406	1,176,594
	Purchase of goods	30,559,376	21,152,365
	Letter of credit and related charges	609,427	760,337
	Reimbursement made	50,489	231,936
	Reimbursement received	23,755	304,212
	Sale of tax loss	-	1,375,426
Directors	Fee	4,050	6,650
Contribution to staff retirement benefits	Managed and operated by the Holding Company		
	- Provident fund	114,372	105,735
	- Gratuity fund	95,479	87,993
Key management personnel	Managerial remuneration	130,961	117,901
	Retirement benefit funds	18,297	17,979
	Bonus	49,239	57,663
	Other benefits	21,219	31,745

(Amounts in thousand)

23. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

There have been no changes in the financial risk management policies during the period, consequently these unconsolidated condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual audited financial statements.

24. FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates. As at September 30, 2026, the carrying values of all financial assets and liabilities reflected in the unconsolidated condensed interim financial statements approximate to their fair values.

25. CORRESPONDING FIGURES

25.1 In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the unconsolidated condensed interim statement of financial position has been compared with the balances of annual audited unconsolidated financial statements of preceding financial year, whereas the unconsolidated condensed interim statement of profit or loss and other comprehensive income, the unconsolidated condensed interim statement of changes in equity and the unconsolidated condensed interim statement of cash flows have been compared with the amounts of comparable period of immediately preceding financial year.

25.2 Corresponding figures and balances have been rearranged and reclassified, wherever considered necessary. The material reclassifications made during the period are as follows:

Description	Reclassified		Unaudited September 30, 2025	
			Quarter ended	Nine months ended
	from	to	-----Rupees-----	
Purchased services*	Administrative expenses	Cost of sales	(29,962)	187,614
Salaries, wages and staff welfare*	Administrative expenses	Cost of sales	12,990	56,950
Communication, stationery and other office expenses*	Administrative expenses	Cost of sales	-	19,899

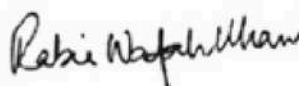
* Reclassified to more appropriately reflect the economic substance of the transaction and the Company's business model.

26. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on October 20, 2026 by the Board of Directors of the Company.



Chief Executive Officer



Chief Financial Officer



Director

اینگروپولیمیر اینڈ کیمیکلز لمیٹڈ ("کمپنی") کے بورڈ آف ڈائریکٹرز کی جانب سے، ہم 30 ستمبر 2026 کو ختم ہونے والی 9 ماہ کی مدت کے لیے کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہیں۔

کاروباری جائزہ

کمپنی نے 2026 کی تیسری سہ ماہی میں عالمی سطح پر مستحکم طلب اور تجارتی تحفظ کے لیے بروقت اقدامات کے باعث پی وی سی (PVC) کی ریکارڈ ملکی فروخت حاصل کی۔ کمپنی کی درخواست پر جولائی کے آخر میں امریکہ اور انڈونیشیا سے آنے والی پی وی سی (PVC) پر عارضی اینٹی ڈمپنگ ڈیوٹیز عائد کی گئیں، جس سے باہر سے آنے والی درآمدات میں کمی آئی اور مقامی مارکیٹ میں کمپنی کی پوزیشن مزید مضبوط ہوئی۔

عالمی سطح پر پی وی سی (PVC) مارکیٹ دباؤ کا شکار رہی، جہاں تعمیراتی سرگرمیوں میں سست روی، جنوبی اور جنوبی مشرقی ایشیا میں مون سون کی بارشوں اور چین کی جانب سے کی جانے والی بھاری ایکسپورٹس نے طلب کو متاثر کیا۔ نتیجے میں علاقائی پی وی سی (PVC) کی قیمتیں جولائی میں کم ترین سطح پر پہنچنے کے بعد ستمبر میں سنہل کر 1875 امریکی ڈالر فی میٹرک ٹن پر آئیں، تاہم قیمتوں میں یہ بہتری طلب میں اضافے کے بجائے فیڈ اسٹاک کی لاگت بڑھنے کے باعث ہوئی۔ کرکیرکٹس اور مشرق وسطیٰ میں دوبارہ بڑھتی ہوئی کشیدگی کے باعث اتھیلین (Ethylene) کی قیمتیں بڑھیں جبکہ علاقائی کلورالکلی (Chlor-alkali) پروڈیوسرز کی جانب سے پیداوار گھٹانے کی وجہ سے ای ڈی سی (EDC) کی قیمتیں ستمبر میں بڑھ کر 335 امریکی ڈالر فی میٹرک ٹن تک پہنچ گئیں۔ نتیجے کے طور پر خطے بھر میں پی وی سی (PVC) کے منافع کے مارجن کم رہے، جس کی وجہ سے بالخصوص چین کے مینوفیکچررز کو اپنی پیداوار میں کمی کرنا پڑی۔

نیکسٹل کے شعبے کی جانب سے مسلسل خریداری کے باعث کاسٹک سوڈا (Caustic Soda) کی مقامی طلب مستحکم رہی اور مارچ میں کپٹوگیس لیوی کے فارمولے میں ترمیم کے بعد لاگو ہونے والی لیوی میں کمی آئی جس سے انرجی کی بڑھتی ہوئی لاگت کے دباؤ سے کلورالکلی (Chlor-alkali) برنس کو کچھ راحت ملی۔

عالمی کاسٹک سوڈا مارکیٹ کمزور رہی کیونکہ ایلو مینا سیکٹر کے علاوہ ایشیا میں سست طلب نے علاقائی قیمتوں کو کم کیا اور شمال مشرقی ایشیائی مینوفیکچررز (چین کے علاوہ) نے اپنے آپریٹنگ کم کر کے تقریباً 70 فیصد کر دیے، جس سے اتھیلین (Ethylene) اور بجلی کی زیادہ لاگت کے ساتھ مل کر خطے میں کلور-وینائل (Chlor-vinyl) کے مارجن پر مزید دباؤ آیا۔

بنگلہ دیش میں ہائیڈروجن پراکسائیڈ (HPO) کی مارکیٹ کو گیس کے بحران کی وجہ سے ایک بار پھر دباؤ کا سامنا کرنا پڑا جس نے مقامی پیداوار اور برآمدات کو متاثر کیا، جس کے نتیجے میں برآمدات کی دستیابی میں کمی آئی اور درآمدی قیمتیں سہ ماہی کے اختتام تک 1420 امریکی ڈالر فی ٹن سے تجاوز کر گئیں، اس صورتحال میں مقامی سطح پر قیمتوں کے ماحول کو تقویت ملی اور کمپنی نے مارکیٹ کے فروغ پر توجہ مرکوز رکھنے کے ساتھ ریگولیٹری محاذ پر تمام فریقین کے ساتھ رابطے برقرار رکھے۔

زیر جائزہ مدت کے دوران کمپنی نے 65 ارب روپے کی آمدنی حاصل کی جو کہ گزشتہ سال کی اسی مدت کے مقابلے میں 13 فیصد زیادہ ہے۔ آمدنی میں یہ اضافہ پی وی سی (PVC) کی قیمتوں اور حجم میں اضافے کے ساتھ ساتھ HPO کی آمدنی بڑھنے کے باعث ہوا، جبکہ پروڈکٹ مارجن میں بہتری اور 1.3 ارب روپے کے SIDC کے اثرات کی دوبارہ قدر پیمائی کے باعث بعد از ٹیکس منافع 0.3 ارب روپے رہا، نتیجتاً فی شیئر منافع 0.35 روپے حاصل ہوا جبکہ گزشتہ سال اسی مدت میں فی شیئر نقصان (3.80) روپے تھا۔

مستقبل کا جائزہ

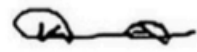
مستقبل کے حوالے سے، اگر موجودہ جغرافیائی سیاسی کشیدگی مزید نہ بڑھی تو یہ امید کی جا رہی ہے کہ آخری سہ ماہی کے دوران پی وی سی (PVC) اور فیڈ اسٹاک کی قیمتوں میں بتدریج تصحیح واقع ہوگی، جس سے سپلائی کے متاثرہ راستے معمول پر آسکیں گے اور علاقائی پروڈکشن کی سطح بحال ہو سکے گی۔ اتھیلین (Ethylene) اور ای ڈی سی (EDC) کی قیمتوں میں بھی اسی مناسبت سے کمی آئی چاہئے، تاہم قیمتوں میں کمی کی رفتار اس بات پر منحصر ہوگی کہ کشیدگی میں کمی کی کتنی دیر پارہتی ہے اور توانائی و مال برداری کے اخراجات کا عمومی رجحان کیا رہتا ہے۔

مقامی سطح پر، طلب مجموعی طور پر مستحکم رہنے کی توقع ہے۔ امریکہ اور انڈونیشیا سے آنے والی درآمدات پر عارضی اینٹی ڈمپنگ ڈیوٹیز بدستور لاگو ہیں اور اب ان کے تسلسل کے حوالے سے ریگولیٹر کے حتمی فیصلے کا انتظار ہے۔ کمپنی مارکیٹ کو فروغ دینے کی کوششوں اور محفوظ و پائیدار آپریٹنگ کے ذریعے مارکیٹ میں اپنی پوزیشن کو مزید مستحکم کرنے کے لیے پرعزم ہے۔



عبدالقیوم
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20 اکتوبر 2026



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