

PARTNERS IN
PROGRESS



QUARTERLY REPORT

MARCH 31, 2025
(UN-AUDITED)

Descon Oxychem Limited



VISION

Winning together with our customers, our ambition is to enhance local and regional footprint while delivering sustainable value to all stakeholders.

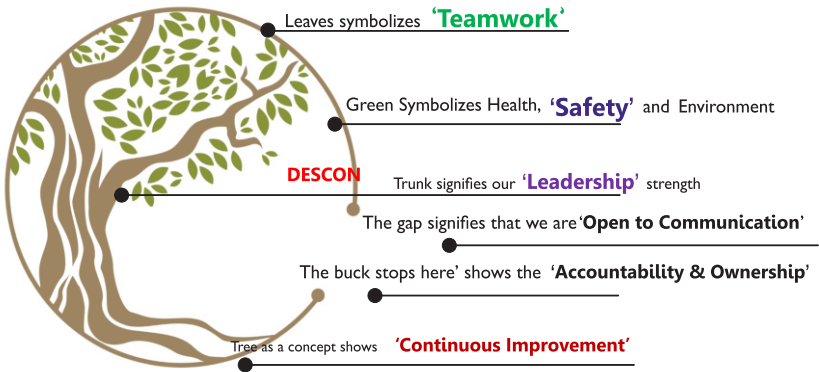


MISSION

We are determined to:

- Strengthen our domestic market leadership position
- Establish a footprint in new segments & regional markets
- Achieve success through winning together with our customers driven by best cost propositions, motivated people and effective teamwork

Our Core Values



Continuous Improvement

"We believe excellence is a commitment to improve everything we do all the time."



Leadership

"We believe leaders inspire others to learn and achieve more."



Accountability and Ownership

"We believe in taking responsibility for our decisions, actions and their results."



Team Work

"We believe in the strength of the individual, yet we accomplish more by working together."



Open Communication

"We believe open communication is the foundation of trust."



Safety

"We believe HSE is of utmost importance and we attach the highest value to the safety of our employees and stakeholders."

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Company Information

Board of Directors

Faisal Dawood	Chairman
Taimur Dawood	Non-Executive Director
Mehreen Dawood	Non-Executive Director
Farooq Nazir	Non-Executive Director
Asif Qadir	Non-Executive Director
Jehanzeb Khan	Independent Director
Muhammad Zahir	Independent Director
Muhammad Mohsin Zia	Chief Executive Officer

Rabia Shoaib

Chief Financial Officer

Abdul Sohail

Company Secretary

Auditors

M/s Crowe Hussain Chaudhury & Co.
Chartered Accountants

Internal Auditors

M/s KPMG Taseer Hadi & Co.
Chartered Accountants

Legal Advisors

M/s Hassan & Hassan Advocates

Bankers

Allied Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
Habib Metropolitan Bank Limited
The Bank of Punjab
Meezan Bank Limited

Share Registrar

M/s Corplink (Pvt) Limited
Wings Arcade, 1-K Commercial Area,
Model Town, Lahore-53000
Tel: +92 42 35887262, 35839182
Fax: +92 42 35869037

Registered Office

Descon Headquarter
18-KM Ferozepur Road
Lahore-53000 Pakistan.
Tel: +92 42 35923721-9

Plant Site

18-KM Lahore - Sheikhupura Road,
Lahore, Pakistan.
Tel: +92 42 37971822-24
Fax: +92 42 3797 1834

Web Presence

Updated Company's Information
together with the latest Annual Report
can be accessed at Descon's website,
www.desconoxychem.com

DIRECTORS REPORT TO THE SHAREHOLDERS

For the Nine Months Ended March 31, 2025

The Board of Directors of the company are pleased to present the nine-month report along with the Financial Statements for the period ended March 31, 2025

Your Company has performed well as compared to last year due to higher volume, better prices and operational efficiencies.

The summarized financial performance appears below.

Financial Highlights

	Quarter ended		Nine-month period ended	
	March, 25	March, 24	March, 25	March, 24
	Rupees in '000'		Rupees in '000'	
Sales	1,434	1,464	4,631	4,363
Cost of goods sold	(955)	(1,199)	(3,128)	(3,514)
Gross profit	480	265	1,504	849
Profit from operations	391	215	1,175	700
EBITDA	476	233	1,477	1091
Profit before taxation	387	207	1,166	680
Tax	(152)	(67)	(435)	(274)
Profit for the period	235	140	731	406
Earnings per share – Basic	1.34	0.80	4.18	2.32

Your company generated an EBITDA of PKR 1.47 billion vs PKR 1.1 billion in the corresponding period last year. In addition, the company delivered a net profit of PKR 731 million during the nine months compared with a net profit of PKR 406 million in the corresponding period last year. The increase in profitability is driven by lower RLNG/energy costs and packing material costs. However, the prices remain under pressure due to reduction in H2O2 prices in the international market and placement of surplus product by international players into the Pakistani market.

The pressure on international prices is due to excess production in South Asian economies. Although, the capacity utilization of local textile manufacturer is quite healthy, there is pressure on selling prices in their export markets driven by macro-economic factors.

With improved economic conditions (lower interest rates, inflation and stable exchange rates) have resulted in improvement in consumer confidence and is reflected in spending patterns. The industry is critically looking at increased gas tariffs, especially for captive power plants which will create yet another challenge.

The company's cash flow generated from operations was PKR 1.5 billion vs PKR 673 million in the corresponding period last year mainly due to improved profitability, control over cash collection and credit management.

Future Outlook

The challenge for your Company is to sustain financial performance by maintaining its margins in an environment of lower prices. Owing to global slowdown and newly introduced tariffs by USA and its counter measures from other major consumer countries, there is uncertainty in the market, which manifests itself in buying patterns of major high street players and consumers.

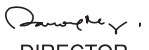
Another H2O2 plant has come on stream in Pakistan. Prices will be under pressure and supplies will be long. Company has engaged various forums for advocacy to improve the EFS regime, Tariff rationalization and reduce energy cost.

Initiatives include transitioning towards sustainable and renewable energy, as well as focusing on excellence in manufacturing and procurement processes. The business continues to invest in areas which reinforce its advantageous position in safety, manufacturing efficiency and building market leadership in key geographies.

We would like to thank all stakeholders for their contribution and support.

Lahore
April 30, 2025


CHIEF EXECUTIVE

For and on behalf of the Board

DIRECTOR

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT MARCH 31, 2025

		Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024
	Note		
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital			
300,000,000 (June 30, 2024: 300,000,000)			
ordinary shares of Rs. 10 each		3,000,000	3,000,000
Issued, subscribed and paid up capital of			
175,031,084 (June 30, 2024: 175,031,084)			
ordinary shares of Rs. 10 each		1,750,311	1,750,311
Share premium		3,022	3,022
Accumulated profits		1,405,250	1,427,127
		3,158,583	3,180,460
NON CURRENT LIABILITIES			
Long term finances - secured	5	70,841	86,405
Deferred taxation		230,306	204,072
Deferred grant		8,201	10,814
		309,348	301,291
CURRENT LIABILITIES			
Current portion of non current liabilities		26,899	28,896
Trade and other payables	6	728,589	585,834
Income tax payable		74,880	-
Dividend payable		21,701	11,243
Accrued finance cost		1,416	1,241
		853,485	627,214
CONTINGENCIES AND COMMITMENTS			
	7		
		4,321,416	4,108,965

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

	Note	Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	8	2,104,137	1,992,978
Intangible assets	8.2	11,992	16,404
Long term investment		1,964	1,964
Long term loans - secured		3,500	4,483
Long term deposits		15,377	20,204
		<u>2,136,970</u>	<u>2,036,033</u>
CURRENT ASSETS			
Stores and spares	9	494,138	523,937
Stock in trade	10	653,900	631,425
Trade debts		265,163	321,461
Advances, deposits, prepayments and other receivables		119,274	53,209
Short term investment	11	451,061	140,055
Income tax recoverable		-	127,530
Bank balances		200,910	275,315
		<u>2,184,446</u>	<u>2,072,932</u>
		<u><u>4,321,416</u></u>	<u><u>4,108,965</u></u>

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

		Three-month period ended		Nine-month period ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Note		(Rupees in thousand)			
Sales	12	1,421,233	1,443,470	4,576,225	4,342,915
Cost of sales	13	(958,053)	(1,199,275)	(3,127,723)	(3,513,978)
Gross profit		463,180	244,195	1,448,502	828,937
Administrative expenses		(41,060)	(38,900)	(154,158)	(137,843)
Distribution and selling costs		(59,780)	(5,735)	(152,485)	(96,762)
Other income		17,348	20,489	67,295	148,398
Other operating expenses		(4,531)	(24,986)	(88,647)	(61,929)
Profit from operations		375,157	195,063	1,120,507	680,801
Finance costs		(3,799)	(7,764)	(8,630)	(20,680)
Profit before taxation		371,358	187,299	1,111,877	660,121
Taxation		(152,052)	(66,826)	(433,630)	(273,700)
Profit for the period		219,306	120,473	678,247	386,421
Earnings per share					
- basic and diluted - Rupees	14	1.25	0.69	3.88	2.21

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025**

	Three-month period ended		Nine-month period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
(Rupees in thousand).....			
Profit for the period	219,306	120,473	678,247	386,421
Other comprehensive income				
- Items that may be reclassified subsequently to profit or loss	-	-	-	-
- Items that will not be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive income for the period	219,306	120,473	678,247	386,421

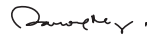
The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025**

	Share capital	Capital reserve	Revenue reserve	Capital and reserves
	Ordinary share capital	Share premium	Accumulated profits	Total
(Rupees in thousand).....			
Balance as at July 1, 2023 (audited)	1,750,311	3,022	1,306,150	3,059,483
Profit for the period	-	-	386,421	386,421
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	386,421	386,421
Transactions with owners, recognised directly in equity				
Final dividend for the year ended June 30, 2023 @ 20% (Rs 2 per share)	-	-	(350,062)	(350,062)
Balance as at March 31, 2024 (Un-audited)	<u>1,750,311</u>	<u>3,022</u>	<u>1,343,614</u>	<u>3,096,947</u>
Balance as at July 1, 2024 (audited)	1,750,311	3,022	1,427,127	3,180,460
Profit for the period	-	-	678,247	678,247
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	678,247	678,247
Transactions with owners, recognised directly in equity				
Final dividend for the year ended June 30, 2024 @ 20% (Rs 2 per share)	-	-	(350,062)	(350,062)
Interim dividend for the period ended Dec 31, 2024 @ 20% (Rs 2 per share)			(350,062)	(350,062)
Balance as on March 31, 2025 (un-audited)	<u>1,750,311</u>	<u>3,022</u>	<u>1,405,250</u>	<u>3,158,583</u>

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

	Note	Nine-month period ended	
		March 31, 2025 (Rupees in thousand)	March 31, 2024
Cash flows from operating activities			
Cash generated from operations	16	1,546,401	569,945
Finance cost paid		(8,455)	(11,627)
Profit received on deposits		17,073	22,330
Net income tax paid		(204,986)	(763,788)
Net cash generated from operating activities		1,350,033	(183,140)
Cash flows from investing activities			
Fixed capital expenditure		(408,419)	(184,087)
Proceeds from sale of short term investments		-	764,452
Purchase of short term investments		(311,006)	-
Long term deposits		4,827	-
Net cash (used in)/generated from investing activities		(714,598)	580,365
Cash flows from financing activities			
Repayments of long term finances - secured		(20,174)	(22,281)
Principal element of lease payments		-	(15,798)
Ordinary dividends paid		(689,666)	(346,719)
Net cash used in financing activities		(709,840)	(384,798)
Net (decrease)/increase in cash and cash equivalents		(74,405)	12,427
Cash and cash equivalents at beginning of the period		275,315	137,974
Cash and cash equivalents at the end of the period	17	200,910	150,401

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

1. The Company and its operations

The Company was incorporated in Pakistan as a private limited company on November 12, 2004 under the Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company with effect from February 28, 2008. Subsequently, on September 15, 2008, it was listed on Karachi Stock Exchange (now Pakistan Stock Exchange). The registered office of the Company is situated at 18-KM Ferozepur Road, Lahore and the factory is situated at 18-KM Lahore-Sheikhupura Road, Lahore. The Company is principally engaged in the manufacture, procurement and sale of hydrogen peroxide and allied products. The Company commenced its commercial production on March 1, 2009.

2. Basis of preparation

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017.

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

2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2024.

3. Significant accounting policies and estimates

3.1 The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Company for the year ended June 30, 2024. Further, the basis of significant estimates are same as those that were applied to the financial statements for the year ended June 30, 2024, except for estimation of provision for taxation as referred to in note 4.

3.2 Standards, amendments and interpretations to published approved accounting standards

3.2.1 Standards, amendments and interpretations to existing standards effective in the current period

Certain standards, amendments and interpretations to International Financial Reporting Standards ('IFRS') are effective for accounting periods beginning on July 1, 2024, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

3.2.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after July 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

4. Taxation

The provision for taxation for the quarter and nine months ended March 31, 2025 has been made using the tax rate that would be applicable to expected total annual earnings.

5. Long term finances - secured

Temporary economic refinance facility (TERF)
Less : Current portion shown under current liabilities

Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024 (Rupees in thousand)
97,740	109,171
(26,899)	(22,766)
<u>70,841</u>	<u>86,405</u>

- 5.1 This represents the outstanding balance of the SBP's Temporary Economic Refinance Facility (TERF) obtained from Allied Bank Limited for capacity expansion of the Company's existing Hydrogen Peroxide plant. Out of the available limit of Rs. 487 million the Company had utilized Rs. 174.84 million. The recognized portion as at the March 31, 2025 is exclusive of grant of Rs. 13 million (June 30, 2024: Rs. 16.9 million). This loan is secured against first pari passu charge over all present and future fixed assets (plant and machinery) of the Company amounting to Rs. 880 million and ranking charge over present and future fixed assets (plant and machinery) of the Company amounting to Rs. 26 million.

6. Trade and other payables

Trade creditors
Bills payable
Contract liability
Accrued liabilities
Worker's profit participation fund
Worker's welfare fund
Other liabilities

220,701	129,057
6,194	-
72,742	85,724
342,815	294,706
52,998	43,963
20,910	18,666
12,229	13,718
<u>728,589</u>	<u>585,834</u>

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

7. Contingencies and commitments

7.1 Contingencies

There is no material change in the status of contingencies as reported in the financial statements for the year ended June 30, 2024.

7.2 Commitments

The Company has commitments in respect of letters of credit Rs. 440.177 million (June 30, 2024: Rs. 158.549 million).

		Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024
8. Property, plant and equipment			
Operating assets			
- Owned assets	- note 8.1	1,640,690	1,843,325
Capital work-in-progress		339,638	58,447
Major spare parts, catalysts and standby equipment		123,809	91,206
		<u>2,104,137</u>	<u>1,992,978</u>
8.1 Owned assets			
Opening book value		1,843,325	2,068,782
Add: Additions during the period / year	- note 8.1.1	94,575	156,487
		<u>1,937,900</u>	<u>2,225,269</u>
Less: Disposals during the period / year (at book value)	- note 8.1.2	50	(34)
Less: Depreciation charged during the period / year		(297,260)	(381,910)
Closing book value		<u>1,640,690</u>	<u>1,843,325</u>
8.1.1 Additions during the period / year			
Buildings on freehold land		11,864	59,116
Plant, machinery and equipment		62,986	63,094
Plant, machinery and equipment - catalyst		-	3,208
Laboratory equipment		250	-
Material handling		-	158
Tools and equipment		10,315	13,783
Computer equipment		6,016	6,082
Office equipment		2,615	4,842
Furniture and fixture		529	6,204
		<u>94,575</u>	<u>156,487</u>

	Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024 (Rupees in thousand)
8.1.2 Disposals during the period / year		
Computer equipment	50	(34)
	<u>50</u>	<u>(34)</u>
8.2 Intangible assets		
Opening net book value	16,404	25,161
Amortization charge during the year	(4,412)	(8,757)
Closing net book value	<u>11,992</u>	<u>16,404</u>
9. Stores and spares		
General stores and spares	232,451	267,669
Working solution	268,345	259,713
Provision for obsolescence	(6,658)	(3,445)
	<u>494,138</u>	<u>523,937</u>
10. Stock in trade		
Raw materials	457,846	494,569
Work-in-process	23,308	17,994
Finished goods		
- purchased for resale	639	638
- own manufactured	172,107	118,224
	<u>653,900</u>	<u>631,425</u>
11.	This represents short term investment made in money market fund amounting to Rs 451 million (June 30, 2024: Rs 140 million).	

	Un-audited		Un-audited	
	Three-month period ended		Nine-month period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
(Rupees in thousand).....			
12. Sales				
Gross sales:				
- Local	1,670,083	1,572,519	5,330,740	4,923,213
- Export	43,078	124,486	176,675	271,800
	<u>1,713,161</u>	<u>1,697,005</u>	<u>5,507,415</u>	<u>5,195,013</u>
Less: Commission and discount on sales	(35,365)	(31,087)	(116,303)	(105,584)
Less: Sales tax	(256,563)	(222,448)	(814,887)	(746,514)
	<u>1,421,233</u>	<u>1,443,470</u>	<u>4,576,225</u>	<u>4,342,915</u>

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

	Un-audited		Un-audited	
	Three-month period ended		Nine-month period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
(Rupees in thousand).....			
13. Cost of sales				
Raw and packing material consumed	582,321	581,458	1,744,463	1,735,554
Salaries, wages and other benefits	71,585	72,959	229,508	199,193
Fuel and power	202,928	304,614	708,943	820,903
Services through contractors	14,675	14,918	59,195	58,894
Repair and maintenance	23,377	69,052	59,116	207,642
Shutdown expenses	-	(35,851)	-	27,340
Quality assurance	6,955	1,172	12,613	2,752
Travelling	4,715	5,254	11,975	9,856
Communication	470	572	1,607	1,544
Rent & rates	5,056	3,638	24,214	8,044
Depreciation on property, plant and equipment:				
- owned assets	88,455	107,402	292,746	287,812
- right of use assets	-	5,435	-	14,792
Amortization of intangible assets	264	286	861	3,578
Insurance	5,981	6,310	17,867	18,933
Safety items consumed	1,064	(43)	3,281	3,108
Miscellaneous	14,788	24,055	20,531	33,002
	1,022,634	1,161,231	3,186,920	3,432,947
Add: Opening work in process	27,119	37,130	17,994	33,513
Less: Closing work in process	(23,308)	(23,181)	(23,308)	(23,181)
	3,811	13,949	(5,314)	10,332
Cost of goods produced	1,026,445	1,175,180	3,181,606	3,443,279
Add: Opening finished goods	103,715	76,366	118,224	122,970
Less: Closing finished goods	(172,107)	(52,271)	(172,107)	(52,271)
	(68,392)	24,095	(53,883)	70,699
Cost of goods sold - own manufactured	958,053	1,199,275	3,127,723	3,513,978

		Un-audited		Un-audited	
		Three-month period ended		Nine-month period ended	
		March	March	March	March
		31, 2025	31, 2024	31, 2025	31, 2024
14. Earnings per share					
14.1 Basic earnings per share					
Profit for the period	Rupees in thousand	219,306	120,473	678,247	386,421
Weighted average number					
of ordinary shares	Number in thousand	175,031	175,031	175,031	175,031
Earnings per share	Rupees	1.25	0.69	3.88	2.21

14.2 Diluted earnings per share

Diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at March 31, 2025 and March 31, 2024, which would have any effect on the earnings per share if the option to convert is exercised.

15. Transactions and balances with related parties

		Un-audited	
		Nine-month period ended	
Relationship with the Company	Nature of transaction	March	March
		31, 2025	31, 2024
		(Rupees in thousand)	
i. Associated companies	Purchase of goods and services	22,878	20,421
	Sale of goods	145,077	82,783
	Share of common expenses charged to the company	59,169	56,120
	Share of common expenses charged by the company	6,389	4,274
	Payment of ordinary dividend	589,496	254,243
	Royalty charged to the company	22,866	21,672
ii. Directors	Meeting fee	750	1,549
iii. Post employment benefit plans	Expense charged in respect of retirement benefit plans	3,973	7,753
iv. Key management personnel	Salaries and other employee benefits	90,221	72,866

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

	Un-audited	
	Nine-month period ended	
	March 31, 2025	March 31, 2024
	(Rupees in thousand)	
16. Cash generated from operations		
Profit before taxation	1,111,877	660,121
Adjustments for:		
- Depreciation on property, plant and equipment:		
- owned assets	297,260	287,812
- right of use assets	-	14,792
- Amortization of intangible assets	4,412	7,517
- Finance costs	8,455	20,680
- Interest on bank deposits	(17,073)	(22,330)
- Unrealised gain on investment	(1,013)	(542)
- Exchange (gain)/ loss	1,188	2,109
Cashflows before working capital changes	1,405,106	970,159
Effect on cash flow due to working capital changes		
- Decrease / (Increase) in stores and spares	29,799	(7,631)
- Decrease / (Increase) in stock-in-trade	(22,475)	(151,976)
- Decrease / (Increase) in trade debts	56,298	(54,861)
- Decrease / (increase) in advances, deposits, prepayments and other receivables	(65,082)	(25,247)
- (Decrease) / increase in trade and other payables	142,755	(160,499)
	141,295	(400,214)
Cash generated from operations	<u>1,546,401</u>	<u>569,945</u>
17. Cash and cash equivalents		
Bank balances	200,910	150,401

18. Fair value of financial instruments

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms. The carrying values of all financial assets and liabilities reflected in these financial statements approximate their fair values. Fair value is determined on the basis of objective evidence at each reporting date.

Specific valuation techniques used to value financial instruments include:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

As at March 31, 2025 the Company held investment in money market fund carried at fair value based on level 1 input. Except for this short term investment, there were no Level 1, 2 or 3 assets or liabilities during current or prior period.

19. Financial risk management

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

The condensed interim financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June 30, 2024.

There have been no significant changes in the risk management policies since the year end.

20. Subsequent event

There are no significant events after the statement of financial position date.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

21. Date of authorization for issue

These condensed interim financial statements were authorized for issue on April 30, 2025 by the Board of Directors of the Company.

22. Corresponding figures

In order to comply with the requirements of IAS 34, the condensed interim statement of financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged and reclassified, wherever necessary, for the purposes of comparison and better presentation as per reporting framework. However, no significant re-arrangements have been made.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

CONSOLIDATED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(UN-AUDITED) AS AT MARCH 31, 2025

	Note	Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized capital 300,000,000 (June 30, 2024: 300,000,000) ordinary shares of Rs. 10 each		3,000,000	3,000,000
Issued, subscribed and paid up capital of 175,031,084 (June 30, 2024: 175,031,084) ordinary shares of Rs. 10 each		1,750,311	1,750,311
Share premium		3,022	3,022
Accumulated profits		1,493,346	1,462,393
		3,246,679	3,215,726
NON CURRENT LIABILITIES			
Long term finances - secured	5	70,841	86,405
Deferred taxation		230,306	204,072
Deferred grant		8,201	10,814
		309,348	301,291
CURRENT LIABILITIES			
Current portion of non current liabilities		26,899	28,896
Trade and other payables	6	731,205	588,334
Income tax payable		78,003	-
Dividend payable		21,701	11,243
Accrued finance cost		1,416	1,241
		859,224	629,714
CONTINGENCIES AND COMMITMENTS			
	7		
		4,415,251	4,146,731

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


 CHIEF EXECUTIVE


 CHIEF FINANCIAL OFFICER


 DIRECTOR

	Note	Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	8	2,104,137	1,992,978
Intangible assets	8.2	11,992	16,404
Long term loans - secured		3,500	4,483
Long term deposits		15,377	20,204
		<u>2,135,006</u>	<u>2,034,069</u>
CURRENT ASSETS			
Stores and spares	9	494,138	523,937
Stock in trade	10	653,900	631,425
Trade debts		223,581	175,646
Advances, deposits, prepayments and other receivables		121,302	53,935
Short term investment	11	451,061	140,055
Income tax recoverable		-	125,904
Bank balances		336,263	461,760
		<u>2,280,245</u>	<u>2,112,662</u>
		<u><u>4,415,251</u></u>	<u><u>4,146,731</u></u>



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

		Three-month period ended		Nine-month period ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Note		(Rupees in thousand)			
Sales	12	1,434,325	1,464,021	4,631,303	4,363,466
Cost of sales	13	(954,767)	(1,199,275)	(3,127,723)	(3,513,978)
Gross profit		479,558	264,746	1,503,580	849,488
Administrative expenses		(41,282)	(39,843)	(154,816)	(138,786)
Distribution and selling costs		(59,780)	(5,735)	(152,485)	(96,762)
Other income		17,348	20,489	67,295	148,398
Other operating expenses		(4,531)	(24,986)	(88,647)	(61,929)
Profit from operations		391,313	214,671	1,174,927	700,409
Finance costs		(3,814)	(7,764)	(8,714)	(20,680)
Profit before taxation		387,499	206,907	1,166,213	679,729
Taxation		(152,412)	(66,826)	(435,136)	(273,700)
Profit for the period		235,087	140,081	731,077	406,029
Earnings per share					
- basic and diluted - Rupees	14	1.34	0.80	4.18	2.32

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


 CHIEF EXECUTIVE


 CHIEF FINANCIAL OFFICER


 DIRECTOR

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025**

	Three-month period ended		Nine-month period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
(Rupees in thousand).....			
Profit for the period	235,087	140,081	731,077	406,029
Other comprehensive income				
- Items that may be reclassified subsequently to profit or loss	-	-	-	-
- Items that will not be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive income for the period	235,087	140,081	731,077	406,029

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

	Share capital	Capital reserve	Revenue reserve	Capital and reserves
	Ordinary share capital	Share premium	Accumulated profits	Total
	(Rupees in thousand)			
Balance as at July 1, 2023 (audited)	1,750,311	3,022	1,305,908	3,059,241
Profit for the period	-	-	406,029	406,029
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	406,029	406,029
Transactions with owners, recognised directly in equity				
Final dividend for the year ended June 30, 2023 @ 20% (Rs 2 per share)	-	-	(350,062)	(350,062)
Balance as at March 31, 2024 (Un-audited)	1,750,311	3,022	1,362,998	3,116,331
Balance as at July 1, 2024 (audited)	1,750,311	3,022	1,462,393	3,215,726
Profit for the period	-	-	731,077	731,077
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	731,077	731,077
Transactions with owners, recognised directly in equity				
Final dividend for the year ended June 30, 2024 @ 20% (Rs 2 per share)	-	-	(350,062)	(350,062)
Interim dividend for the period ended Dec 31, 2024 @ 20% (Rs 2 per share)			(350,062)	(350,062)
Balance as on March 31, 2025 (un-audited)	1,750,311	3,022	1,493,346	3,246,679

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

		Nine-month period ended	
		March 31, 2025	March 31, 2024
		(Rupees in thousand)	
	Note		
Cash flows from operating activities			
Cash generated from operations	16	1,495,402	672,921
Finance cost paid		(8,539)	(11,627)
Profit received on deposits		17,073	22,330
Net income tax paid		(204,995)	(763,788)
Net cash generated from operating activities		1,298,941	(80,164)
Cash flows from investing activities			
Fixed capital expenditure		(408,419)	(184,087)
Proceeds from sale of short term investments		-	764,452
Purchase of short term investments		(311,006)	-
Long term deposits		4,827	-
Net cash (used in)/generated from investing activities		(714,598)	580,365
Cash flows from financing activities			
Repayments of long term finances - secured		(20,174)	(22,281)
Principal element of lease payments		-	(15,798)
Ordinary dividends paid		(689,666)	(346,943)
Net cash used in financing activities		(709,840)	(385,022)
Net (decrease)/increase in cash and cash equivalents		(125,497)	115,179
Cash and cash equivalents at beginning of the period		461,760	137,974
Cash and cash equivalents at the end of the period	17	336,263	253,153

The annexed notes 1 to 22 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

DIRECTOR

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

1. The Company and its operations

- 1.1** The Company was incorporated in Pakistan as a private limited company on November 12, 2004 under the Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company with effect from February 28, 2008. Subsequently, on September 15, 2008, it was listed on Karachi Stock Exchange (now Pakistan Stock Exchange). The registered office of the Company is situated at 18-KM Ferozepur Road, Lahore and the factory is situated at 18-KM Lahore-Sheikhupura Road, Lahore. The Company is principally engaged in the manufacture, procurement and sale of hydrogen peroxide and allied products. The Company commenced its commercial production on March 1, 2009.
- 1.2** The Holding Company is principally engaged in manufacture, procurement and sale of hydrogen peroxide and allied products. The Holding Company commenced its trial production on December 1, 2008 and commercial production on March 1, 2009.
- 1.3** The Holding company incorporated a wholly owned subsidiary "Descon Oxychem FZE" in Hamriyah Free Zone, Sharjah UAE on April 26, 2023. The principal line of business of subsidiary is import, export and trading of chemicals & related products, detergents & disinfectants, water treatment & purification to chemicals and raw materials.

2. Basis of preparation

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017.

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

- 2.1.2** These consolidated condensed interim financial statements comprise of the consolidated condensed interim statement of financial position of the Group, as at March 31, 2024 and the related consolidated condensed interim statement of profit or loss (un-audited), consolidated condensed interim statement of comprehensive income (un-audited), consolidated condensed interim statement of changes in equity (un-audited) and consolidated condensed interim statement of cash flows (un-audited) together with the notes forming part thereof.
- 2.1.3** These consolidated condensed interim financial statements do not include all of the information required for full annual consolidated financial statements and should be read in conjunction with the audited annual consolidated financial statements for the year ended June 30, 2024.

- 2.1.4** These consolidated condensed interim financial statements are unaudited and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 ("the Act"); these are however, subject to limited scope review by external auditors as required by the Act and Code of Corporate Governance.

2.2 Functional and presentation currency

These consolidated condensed interim financial statements are presented in Pakistan Rupees which is the Group's functional currency.

3. Significant accounting policies and estimates

- 3.1** The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual published financial statements of the Company for the year ended June 30, 2024. Further, the basis of significant estimates are same as those that were applied to the financial statements for the year ended June 30, 2024, except for estimation of provision for taxation as referred to in note 4.

3.2 Standards, amendments and interpretations to published approved accounting standards

3.2.1 Standards, amendments and interpretations to existing standards effective in the current period

Certain standards, amendments and interpretations to International Financial Reporting Standards ('IFRS') are effective for accounting periods beginning on July 1, 2024, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements.

3.2.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after July 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

4. Taxation

The provision for taxation for the quarter and nine months ended March 31, 2025 has been made using the tax rate that would be applicable to expected total annual earnings.

5. Long term finances - secured

Temporary economic refinance facility (TERF)
Less : Current portion shown under current liabilities

Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024
97,740	109,171
(26,899)	(22,766)
<u>70,841</u>	<u>86,405</u>

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

5.1 This represents the outstanding balance of the SBP's Temporary Economic Refinance Facility (TERF) obtained from Allied Bank Limited for capacity expansion of the Company's existing Hydrogen Peroxide plant. Out of the available limit of Rs. 487 million the Company had utilized Rs. 174.84 million. The recognized portion as at the March 31, 2025 is exclusive of grant of Rs. 13 million (June 30, 2024: Rs. 16.9 million). This loan is secured against first pari passu charge over all present and future fixed assets (plant and machinery) of the Company amounting to Rs. 880 million and ranking charge over present and future fixed assets (plant and machinery) of the Company amounting to Rs. 26 million.

6. Trade and other payables

Trade creditors	223,491	128,677
Bills payable	6,194	-
Contract liability	72,742	85,724
Accrued liabilities	342,815	297,586
Worker's profit participation fund	52,998	43,963
Worker's welfare fund	20,910	18,666
Other liabilities	12,055	13,718
	<u>731,205</u>	<u>588,334</u>

7. Contingencies and commitments

7.1 Contingencies

There is no material change in the status of contingencies as reported in the financial statements for the year ended June 30, 2024.

7.2 Commitments

The Company has commitments in respect of letters of credit Rs. 440.177 million (June 30, 2024: Rs. 158.549 million).

8. Property, plant and equipment

Operating assets		
- Owned assets	- note 8.1	1,640,690
Capital work-in-progress		339,638
Major spare parts, catalysts and standby equipment		123,809
		<u>2,104,137</u>
		<u>1,992,978</u>

8.1 Owned assets

Opening book value		1,843,325
Add: Additions during the period / year	- note 8.1.1	94,575
		<u>1,937,900</u>
		<u>2,225,269</u>

**Un-audited
March
31, 2025
(Rupees in thousand)**

**Audited
June
30, 2024**

	Un-audited March 31, 2025 (Rupees in thousand)	Audited June 30, 2024 (Rupees in thousand)
Less: Disposals during the period / year (at book value) - note 8.1.2	50	(34)
Less: Depreciation charged during the period / year	(297,260)	(381,910)
Closing book value	<u>1,640,690</u>	<u>1,843,325</u>
8.1.1 Additions during the period / year		
Buildings on freehold land	11,864	59,116
Plant, machinery and equipment	62,986	63,094
Plant, machinery and equipment - catalyst	-	3,208
Laboratory equipment	250	-
Material handling	-	158
Tools and equipment	10,315	13,783
Computer equipment	6,016	6,082
Office equipment	2,615	4,842
Furniture and fixture	529	6,204
	<u>94,575</u>	<u>156,487</u>
8.1.2 Disposals during the period / year		
Computer equipment	50	(34)
	<u>50</u>	<u>(34)</u>
8.2 Intangible assets		
Opening net book value	16,404	25,161
Amortization charge during the year	(4,412)	(8,757)
Closing net book value	<u>11,992</u>	<u>16,404</u>
9. Stores and spares		
General stores and spares	232,451	267,669
Working solution	268,345	259,713
Provision for obsolescence	(6,658)	(3,445)
	<u>494,138</u>	<u>523,937</u>
10. Stock in trade		
Raw materials	457,846	494,569
Work-in-process	23,308	17,994
Finished goods		
- purchased for resale	639	638
- own manufactured	172,107	118,224
	<u>653,900</u>	<u>631,425</u>
11. This represents short term investment made in money market fund amounting to Rs 451 million (June 30, 2024: Rs 140 million).		

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

	Un-audited		Un-audited	
	Three-month period ended	March	Nine-month period ended	March
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	(Rupees in thousand)			
12. Sales				
Gross sales:				
- Local	1,725,161	1,593,070	5,385,818	4,943,764
- Export	1,092	124,486	176,675	271,800
	1,726,253	1,717,556	5,562,493	5,215,564
Less: Commission and discount on sales	(35,365)	(31,087)	(116,303)	(105,584)
Less: Sales tax	(256,563)	(222,448)	(814,887)	(746,514)
	1,434,325	1,464,021	4,631,303	4,363,466
13. Cost of sales				
Raw and packing material consumed	579,036	581,458	1,744,463	1,735,554
Salaries, wages and other benefits	71,585	72,959	229,508	199,193
Fuel and power	202,928	304,614	708,943	820,903
Services through contractors	14,675	14,918	59,195	58,894
Repair and maintenance	23,377	69,052	59,116	207,642
Shutdown expenses	-	(35,851)		27,340
Quality assurance	6,955	1,172	12,613	2,752
Travelling	4,715	5,254	11,975	9,856
Communication	470	572	1,607	1,544
Rent & rates	5,056	3,638	24,214	8,044
Depreciation on property, plant and equipment:				
- owned assets	88,455	107,402	292,746	287,812
- right of use assets	-	5,435	-	14,792
Amortization of intangible assets	264	286	861	3,578
Insurance	5,981	6,310	17,867	18,933
Safety items consumed	1,064	(43)	3,281	3,108
Miscellaneous	14,788	24,055	20,531	33,002
	1,019,349	1,161,231	3,186,920	3,432,947
Add: Opening work in process	27,119	37,130	17,994	33,513
Less: Closing work in process	(23,308)	(23,181)	(23,308)	(23,181)
	3,811	13,949	(5,314)	10,332
Cost of goods produced	1,023,160	1,175,180	3,181,606	3,443,279
Add: Opening finished goods	103,715	76,366	118,224	122,970
Less: Closing finished goods	(172,107)	(52,271)	(172,107)	(52,271)
	(68,392)	24,095	(53,883)	70,699
Cost of goods sold - own manufactured	954,768	1,199,275	3,127,723	3,513,978

		Un-audited		Un-audited	
		Three-month period ended		Nine-month period ended	
		March	March	March	March
		31, 2025	31, 2024	31, 2025	31, 2024
14. Earnings per share					
14.1 Basic earnings per share					
Profit for the period	Rupees in thousand	235,087	140,081	731,077	406,029
Weighted average number					
of ordinary shares	Number in thousand	175,031	175,031	175,031	175,031
Earnings per share	Rupees	1.34	0.80	4.18	2.32

14.2 Diluted earnings per share

Diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at March 31, 2025 and March 31, 2024, which would have any effect on the earnings per share if the option to convert is exercised.

15. Transactions and balances with related parties

		Un-audited	
		Nine-month period ended	
Relationship with the Company	Nature of transaction	March	March
		31, 2025	31, 2024
		(Rupees in thousand)	
i. Associated companies	Purchase of goods and services	22,878	20,421
	Sale of goods	145,077	82,783
	Share of common expenses charged to the company	59,169	56,120
	Share of common expenses charged by the company	6,389	4,274
	Payment of ordinary dividend	589,496	254,243
	Royalty charged to the company	22,866	21,672
ii. Directors	Meeting fee	750	1,549
iii. Post employment benefit plans	Expense charged in respect of retirement benefit plans	3,973	7,753
iv. Key management personnel	Salaries and other employee benefits	90,221	72,866

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

	Un-audited	
	Nine-month period ended	
	March 31, 2025	March 31, 2024
	(Rupees in thousand)	
16. Cash generated from operations		
Profit before taxation	1,166,213	679,729
Adjustments for:		
- Depreciation on property, plant and equipment:		
- owned assets	297,260	287,812
- right of use assets	-	14,792
- Amortization of intangible assets	4,412	7,517
- Finance costs	8,539	20,680
- Interest on bank deposits	(17,073)	(22,330)
- Unrealised gain on investment	(1,013)	(542)
- Exchange (gain)/ loss	1,188	2,109
Cashflows before working capital changes	1,459,526	989,767
Effect on cash flow due to working capital changes		
- Decrease / (Increase) in stores and spares	29,799	(7,631)
- Decrease / (Increase) in stock-in-trade	(22,475)	(151,976)
- Decrease / (Increase) in trade debts	(47,935)	(54,861)
- Decrease / (increase) in advances, deposits, prepayments and other receivables	(66,384)	(27,235)
- (Decrease) / increase in trade and other payables	142,871	(75,143)
	35,876	(316,846)
Cash generated from operations	<u>1,495,402</u>	<u>672,921</u>
17. Cash and cash equivalents		
Bank balances	336,263	253,153

18 Fair value of financial instruments

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms. The carrying values of all financial assets and liabilities reflected in these financial statements approximate their fair values. Fair value is determined on the basis of objective evidence at each reporting date.

Specific valuation techniques used to value financial instruments include:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

As at March 31, 2025 the Company held investment in money market fund carried at fair value based on level 1 input. Except for this short term investment, there were no Level 1, 2 or 3 assets or liabilities during current or prior period.

19. Financial risk management

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

The condensed interim consolidated financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June 30, 2024.

There have been no significant changes in the risk management policies since the year end.

20. Subsequent event

There are no significant events after the statement of financial position date.

21. Date of authorization for issue

These condensed interim financial consolidated statements were authorized for issue on April 30, 2025 by the Board of Directors of the Company.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED MARCH 31, 2025

22. Corresponding figures

In order to comply with the requirements of IAS 34, the condensed interim consolidated statement of financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged and reclassified, wherever necessary, for the purposes of comparison and better presentation as per reporting framework. However, no significant re-arrangements have been made.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

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Descon Oxychem Limited

Descon Headquarters, 18 km Ferozepur Road,
Lahore - 54760, Pakistan
T: +92 42 3 7971822-24
F: +92 42 3 7971834
W: www.desconoxychem.com
E: dol@descon.com