

July 31, 2025

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Subject: Financial Results for the Period Ended June 30, 2025 Standalone and Consolidated – Engro Polymer & Chemicals Limited (“Company”)

Dear Sir,

We would like to inform you that the Board of Directors of the Company in their meeting held on Thursday, July 31, 2025, 10:00 AM. have reviewed and approved the financial results for the period ended June 30, 2025, and recommended the following:

CASH DIVIDEND	NIL
BONUS SHARES	NIL
RIGHT SHARES	NIL

The unaudited financial results of the company (standalone and consolidated) for the period ended June 30, 2025, are enclosed.

The Quarterly report of the Company for the period ended June 30, 2025, will be transmitted through PUCARS separately, within the specified time and shall also be made available on our website www.engropolymer.com.

Yours sincerely,



Saqib Rafique, FCA
Company Secretary

Cc:

The Director/HOD,
Listed Companies Department, Supervision Division,
Securities and Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue, Blue Area,
Islamabad

Engro Polymer & Chemicals Limited

8th Floor, The Harbour Front Building, HC-3, Marine Drive, Block 4, Clifton, Karachi 75600 Pakistan
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ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT JUNE 30, 2025

(Amounts in thousand)

	Unaudited June 30, 2025	Audited December 31, 2024
	Rupees	
ASSETS		
Non-Current Assets		
Property, plant and equipment	62,061,289	61,307,859
Right-of-use asset	470,722	711,745
Intangible assets	507,596	514,900
Long-term loans, advances and deposits	22,253	8,933
	<u>63,061,860</u>	<u>62,543,437</u>
Current Assets		
Stores, spares and loose tools	4,944,791	4,911,457
Stock-in-trade	10,226,582	13,029,918
Trade debts	1,848,152	1,262,773
Loans, advances, deposits, prepayments and other receivables	8,102,953	6,387,465
Income tax recoverable	8,221,082	6,807,324
	276,252	1,574,959
Short-term investments	4,427,710	3,534,104
Cash and bank balances	38,047,522	38,308,000
	<u>101,109,382</u>	<u>100,851,437</u>
TOTAL ASSETS		
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	8,112,689	11,357,393
	<u>24,076,885</u>	<u>27,321,579</u>
Non-Current Liabilities		
Long-term borrowings	27,461,294	29,097,177
Government grant	878,034	1,014,922
Lease liabilities	264,652	438,115
Deferred tax liability - net	1,342,182	1,782,531
	<u>29,946,162</u>	<u>32,332,745</u>
Current Liabilities		
Trade and other payables	22,431,629	19,736,065
Service benefit obligations	-	98,860
Current portion of long-term borrowings	2,843,131	1,302,324
Current portion of government grant	248,490	236,872
Current portion of lease liabilities	618,562	853,154
Short-term borrowings	11,971,157	11,848,627
Accrued interest / mark-up	1,178,240	726,146
Unclaimed dividend	280,391	284,462
Provisions	7,514,735	6,110,603
	<u>47,086,335</u>	<u>41,197,113</u>
	<u>77,032,497</u>	<u>73,529,858</u>
Contingencies and Commitments		
TOTAL EQUITY AND LIABILITIES	<u>101,109,382</u>	<u>100,851,437</u>

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ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Amounts in thousand except for loss per share)

	Quarter ended		Half year ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	Rupees		Rupees	
Revenue from contracts with customers - net	19,744,091	17,812,468	37,610,543	34,384,676
Cost of sales	(19,705,943)	(16,376,445)	(36,160,516)	(31,882,978)
Gross profit	38,148	1,436,023	1,450,027	2,501,698
Distribution and marketing expenses	(169,284)	(185,316)	(301,971)	(329,494)
Administrative expenses	(573,904)	(542,395)	(1,188,973)	(1,219,886)
Other expenses	(289,816)	(30,249)	(398,065)	(53,473)
Other income	52,409	119,740	213,604	295,017
Operating (loss) / profit	(942,447)	797,803	(225,378)	1,193,862
Finance costs	(1,489,960)	(2,125,564)	(2,992,720)	(3,793,656)
Loss before minimum tax differential, final tax and income tax	(2,432,407)	(1,327,761)	(3,218,098)	(2,599,794)
Minimum tax differential	(4,048)	(279)	(4,173)	(279)
Final tax	102,560	(26,223)	45,089	(41,888)
Loss before income tax	(2,333,895)	(1,354,263)	(3,177,182)	(2,641,961)
Income tax	(71,642)	665,829	(52,946)	1,052,285
Loss for the period	(2,405,537)	(688,434)	(3,230,128)	(1,589,676)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	(2,405,537)	(688,434)	(3,230,128)	(1,589,676)
Loss per share - basic	(2.65)	(0.76)	(3.55)	(1.97)
Loss per share - diluted	(2.65)	(0.76)	(3.55)	(1.97)

ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Amounts in thousand)

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		RESERVES		Total
	Ordinary share capital	Preference shares	CAPITAL Share premium	REVENUE Unappropriated profits	
	Rupees				
Balance as at January 1, 2024 (Audited)	9,089,233	3,000,000	3,874,953	12,627,899	28,592,085
Total comprehensive loss for the half year ended June 30, 2024	-	-	-	(1,589,676)	(1,589,676)
Transactions with owners					
Final dividend for the year ended December 31, 2023					
- Rs. 1 per ordinary share	-	-	-	(908,923)	(908,923)
- Rs. 0.67 per preference share	-	-	-	(201,000)	(201,000)
	-	-	-	(1,109,923)	(1,109,923)
Balance as at June 30, 2024 (Unaudited)	9,089,233	3,000,000	3,874,953	9,928,300	25,892,486
Total comprehensive income for the half year ended December 31, 2024	-	-	-	1,429,093	1,429,093
Balance as at December 31, 2024 (Audited)	9,089,233	3,000,000	3,874,953	11,357,393	27,321,579
Total comprehensive loss for the half year ended June 30, 2025	-	-	-	(3,230,128)	(3,230,128)
Shares issuance cost	-	-	-	(14,566)	(14,566)
Balance as at June 30, 2025 (Unaudited)	9,089,233	3,000,000	3,874,953	8,112,699	24,076,885

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ENGRO POLYMER AND CHEMICALS LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Amounts in thousand)

	Half year ended	
	June 30, 2025	June 30, 2024
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	6,818,647	7,869,488
Long-term loans and advances, net	(13,320)	5,403
Retirement benefits paid	(98,860)	(67,862)
Minimum tax differential paid	(4,173)	(279)
Final tax adjusted / (paid)	45,089	(41,888)
Income tax paid	(1,907,053)	(2,545,496)
Net cash generated from operating activities	4,840,330	5,219,366
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment and intangible assets	(2,246,329)	(6,074,677)
Proceeds from disposal of property, plant and equipment	8,674	42,984
Purchase of short-term investments	-	(112,000)
Proceeds on sale / maturity of short-term investments	1,284,971	3,052,094
Income on short-term investments, intercompany balances and bank deposits	122,337	198,190
Net cash utilised in investing activities	(830,347)	(2,893,409)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings - net of transaction costs	-	2,000,000
Repayments of long-term borrowings	(320,145)	(2,802,060)
Proceeds from short-term borrowings	2,500,000	399,000
Repayment of short-term borrowings	(5,301,884)	(324,360)
Proceeds of subordinated loan from the parent company	1,000,000	1,500,000
Repayment of subordinated loan to the parent company	(1,000,000)	(1,500,000)
Shares issuance cost paid	(6,312)	-
Finance costs paid	(2,488,215)	(3,180,489)
Lease rentals paid	(460,131)	(812,036)
Dividend paid	(4,072)	(1,456,077)
Net cash utilised in financing activities	(6,080,759)	(6,176,022)
Net decrease in cash and cash equivalents	(2,070,776)	(3,850,065)
Net foreign exchange differences on cash and cash equivalents	40,425	(5,228)
Cash and cash equivalents at beginning of the period	150,370	(2,695,581)
Cash and cash equivalents at end of the period	(1,879,981)	(6,550,874)

Full

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT JUNE 30, 2025

(Amounts in thousand)

	Unaudited June 30, 2025	Audited December 31, 2024
	Rupees	
ASSETS		
Non-Current Assets		
Property, plant and equipment	49,636,125	49,486,262
Right-of-use asset	415,582	645,943
Intangible assets	507,596	514,900
Long-term investments	12,787,000	6,837,000
Long-term loans and advances	20,952	7,666
	<u>63,367,255</u>	<u>57,491,771</u>
Current Assets		
Stores, spares and loose tools	4,519,644	4,506,168
Stock-in-trade	9,670,195	13,420,730
Trade debts	1,758,758	1,248,473
Loans, advances, deposits, prepayments and other receivables	8,124,542	10,909,610
Income tax recoverable	8,118,627	6,708,309
Short-term investments	160,491	1,445,006
Cash and bank balances	4,177,488	3,341,190
	<u>36,529,745</u>	<u>41,579,486</u>
TOTAL ASSETS	<u><u>99,897,000</u></u>	<u><u>99,071,257</u></u>
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	9,613,963	12,438,639
	<u>25,578,149</u>	<u>28,402,825</u>
Non-Current Liabilities		
Long-term borrowings	26,357,220	27,941,832
Government grant	111,971	135,872
Lease liabilities	234,608	395,199
Deferred tax liability	1,482,986	1,865,647
	<u>28,186,785</u>	<u>30,338,550</u>
Current Liabilities		
Trade and other payables	22,035,607	19,446,527
Service benefit obligations	-	98,860
Current portion of long-term borrowings	2,522,344	1,047,520
Current portion of government grant	44,109	45,090
Current portion of lease liabilities	593,613	830,704
Short-term borrowings	11,971,157	11,848,627
Accrued interest / mark-up	1,170,110	617,488
Unclaimed dividend	280,391	284,463
Provisions	7,514,735	6,110,603
	<u>46,132,066</u>	<u>40,329,882</u>
	<u>74,318,851</u>	<u>70,668,432</u>
Contingencies and Commitments		
TOTAL EQUITY AND LIABILITIES	<u><u>99,897,000</u></u>	<u><u>99,071,257</u></u>

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Amounts in thousand except for loss per share)

	Quarter ended		Half year ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	Rupees			
Revenue from contracts with customers - net	19,452,566	17,812,077	37,399,092	34,376,690
Cost of sales	(19,207,339)	(16,375,000)	(35,695,100)	(31,875,373)
Gross profit	245,227	1,437,077	1,703,992	2,501,317
Distribution and marketing expenses	(157,624)	(179,516)	(278,862)	(321,867)
Administrative expenses	(573,904)	(542,395)	(1,188,973)	(1,219,886)
Other expenses	(404,952)	(3,473)	(511,905)	(24,447)
Other income	176,558	299,304	513,738	584,415
Operating (loss) / profit	(714,695)	1,010,997	237,990	1,519,532
Finance costs	(1,507,163)	(2,125,706)	(2,999,055)	(3,789,932)
Loss before minimum tax differential, final tax and income tax	(2,221,858)	(1,114,709)	(2,761,065)	(2,270,400)
Minimum tax differential	(3,546)	-	(3,546)	-
Final tax	103,182	(26,196)	45,711	(41,861)
Loss before income tax	(2,122,222)	(1,140,905)	(2,718,900)	(2,312,261)
Income tax	(73,909)	660,418	(105,776)	1,047,459
Loss for the period	(2,196,131)	(480,487)	(2,824,676)	(1,264,802)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	(2,196,131)	(480,487)	(2,824,676)	(1,264,802)
Loss per share - basic	(2.42)	(0.53)	(3.11)	(1.61)
Loss per share - diluted	(2.42)	(0.53)	(3.11)	(1.61)

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Amounts in thousand)

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		RESERVES		Total
	Ordinary share capital	Preference shares	CAPITAL Share premium	REVENUE Unappropriated profits	
	Rupees				
Balance as at January 01, 2024 (Audited)	9,089,233	3,000,000	3,874,953	12,938,222	28,902,408
Total comprehensive loss for the half year ended June 30, 2024	-	-	-	(1,264,802)	(1,264,802)
Transactions with owners					
Final dividend for the year ended December 31, 2023	-	-	-	(908,923)	(908,923)
- Rs. 1 per ordinary share	-	-	-	(201,000)	(201,000)
- Rs. 0.67 per preference share	-	-	-	(1,109,923)	(1,109,923)
Balance as at June 30, 2024 (Unaudited)	9,089,233	3,000,000	3,874,953	10,563,497	26,527,683
Total comprehensive income for the half year ended December 31, 2024	-	-	-	1,875,142	1,875,142
Balance as at December 31, 2024 (Audited)	9,089,233	3,000,000	3,874,953	12,438,639	28,402,825
Total comprehensive loss for the half year ended June 30, 2025	-	-	-	(2,824,676)	(2,824,676)
Balance as at June 30, 2025 (Unaudited)	9,089,233	3,000,000	3,874,953	9,613,963	25,578,149

ENGRO POLYMER AND CHEMICALS LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Amounts in thousand)

	Half year ended	
	June 30, 2025	June 30, 2024
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	7,161,629	8,132,989
Long-term loans and advances, net	(13,286)	5,403
Retirement benefits paid	(98,860)	(67,862)
Minimum tax differential paid	(3,546)	-
Final tax adjusted / (paid)	45,711	(41,861)
Income tax paid	(1,898,755)	(2,536,102)
Net cash generated from operating activities	5,192,893	5,492,567
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment and intangible assets	(1,503,440)	(4,319,036)
Proceeds from disposal of property, plant and equipment	8,674	42,973
Investment made in subsidiary company	(6,000,000)	-
Disbursement of subordinated loan to subsidiary companies	(1,393,150)	(2,068,500)
Repayment of subordinated loan from subsidiary companies	6,065,000	-
Proceeds on sale / maturity of short-term investments	1,284,971	2,940,094
Income on short-term investments, subordinated loan, intercompany balances and bank deposits	96,963	190,400
Net cash utilised in investing activities	(1,440,982)	(3,214,069)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings - net of transaction costs	-	2,000,000
Repayments of long-term borrowings	(234,469)	(2,767,698)
Proceeds from short-term borrowings	2,500,000	399,000
Repayment of short-term borrowings	(5,301,884)	(324,360)
Proceeds of subordinated loan from the holding company	1,000,000	1,500,000
Repayment of subordinated loan to the holding company	(1,000,000)	(1,500,000)
Finance costs paid	(2,394,667)	(3,173,829)
Lease rentals paid	(444,903)	(803,743)
Dividend paid	(4,072)	(1,456,077)
Net cash utilised in financing activities	(5,879,995)	(6,126,707)
Net decrease in cash and cash equivalents	(2,128,084)	(3,848,209)
Net foreign exchange differences on cash and cash equivalents	40,425	(5,228)
Cash and cash equivalents at beginning of the period	(42,544)	(2,810,868)
Cash and cash equivalents at end of the period	(2,130,203)	(6,664,305)