



engro holdings

# Engro Holdings Limited (Formerly Dawood Hercules Corporation)

1H 2025 Analyst Briefing

August 2025





# Important Disclaimer

## THIS PRESENTATION IS NOT AN OFFER OR SOLICITATION OF AN OFFER TO BUY OR SELL ANY SECURITIES OR ANY INVESTMENT

This presentation has been prepared by Engro Holdings Limited (Formerly Dawood Hercules Corporation Limited) (“Engro”) solely for information purposes. No representation or warranty express or implied is made thereto, and no reliance should be placed on, the fairness, accuracy, sufficiency, completeness or correctness of the information or any opinion contained herein, or any opinion rendered thereto. The information contained in this presentation should be considered in the context of the circumstances prevailing at the time and will not be updated to reflect any developments that may occur after the date of the presentation. Neither Engro nor any of its respective subsidiaries, affiliates, officials, advisors, associates, employees or any person working for, under or on behalf, shall have any responsibility and/or liability of any nature whatsoever (in contract or otherwise) for any loss whatsoever arising from any use of this presentation or its contents or otherwise arising in connection with this presentation.

This presentation does not constitute or form part of a prospectus, offering circular or offering memorandum or an offer, solicitation, invitation or recommendation to purchase or subscribe for any securities and no part of it shall form the basis of, or be relied upon in connection with, or act as any inducement to enter into any arrangement, agreement, contract, commitment or investment decision in relation to any securities. This presentation shall not at all be intended to provide any disclosure upon which an investment decision could be made. No money, securities or other consideration is being solicited, and, if sent in response to this presentation or the information contained herein, will not be accepted.

The presentation may contain statements that reflect Engro’s own beliefs and expectations about the future. These forward-looking statements are based on a number of assumptions about the future, which are beyond Engro’s control. Such forward-looking statements represent, in each case, only one of many possible scenarios and should not be viewed as the most likely or standard scenario. Such forward looking statements are subject to certain risks and uncertainties that could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. Engro does not undertake any obligation to update any forward-looking statements to reflect events that occur or circumstances that arise after the date of this presentation and it does not make any representation, warranty (whether express or implied) or prediction that the results anticipated by such forward-looking statements will be achieved. In addition, past performance should not be taken as an indication or guarantee of future results.

Certain data in this presentation was obtained from various external data sources that Engro believes to its knowledge, information and belief to be reliable, but Engro has not verified such data with independent sources and there can be no assurance, representation or warranty as to the accuracy, sufficiency, correctness or completeness of the included data. Accordingly, Engro makes no assurance, representation or warranty as to the accuracy, sufficiency, correctness or completeness of that data, and such data involves risks and uncertainties and is subject to change based on various factors.

You agree to keep the contents of this presentation strictly confidential. All or any part of this presentation may not be taken away, reproduced, copied, redistributed, retransmitted or disclosed in any manner or form and for any purpose whatsoever.

By attending this presentation, you are agreeing to be bound by the foregoing limitations.

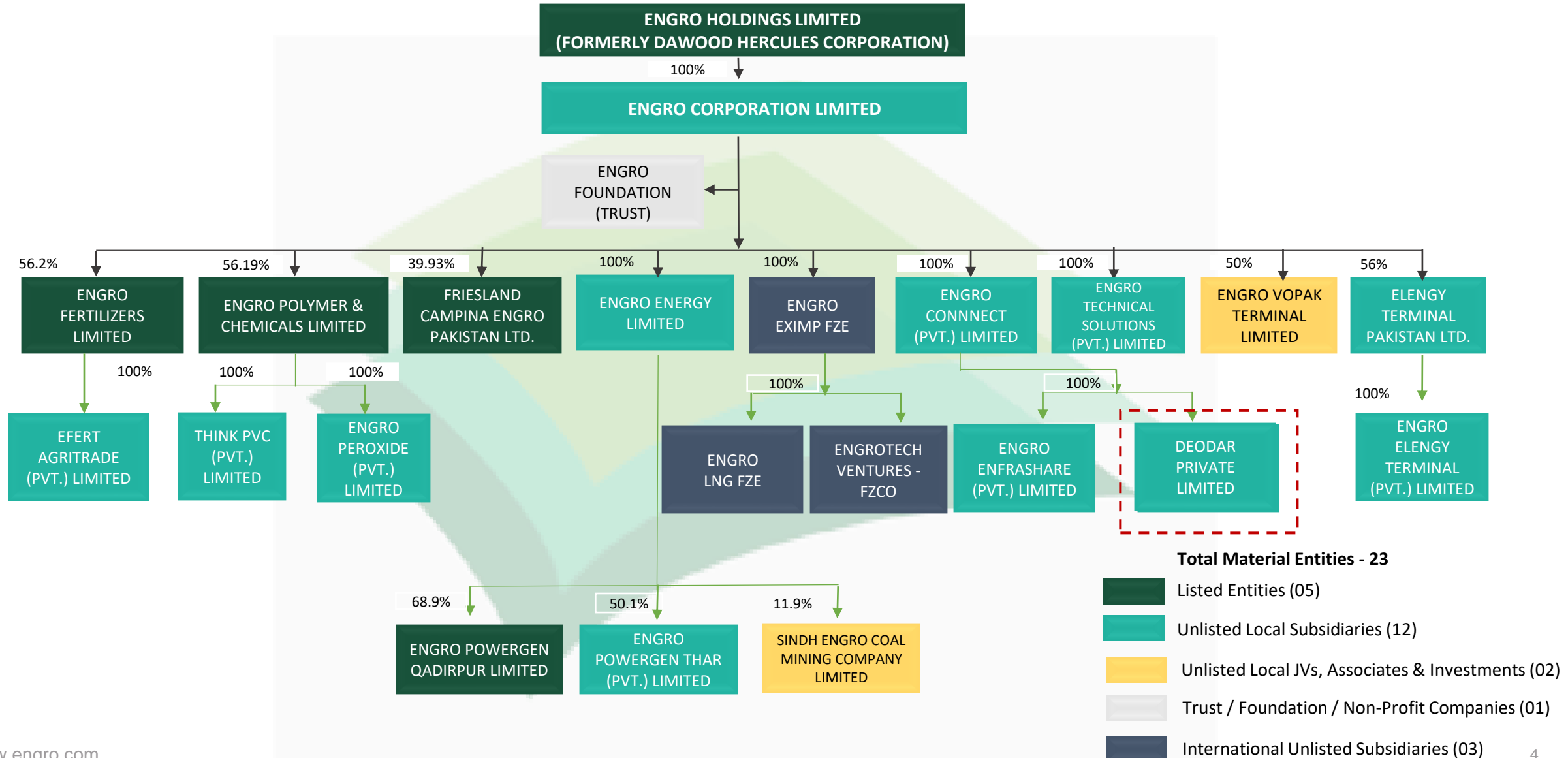
# Agenda

	1	Group Overview
	2	Pakistan Economy
	3	Key Achievements during 1H 2025
	4	Financial Highlights & Other Key Information
	5	Awards & Sustainability
	6	Q&A Session





# Companies and Legal Entities within Engro Holdings Limited





H1 2025 saw macroeconomic stabilization, while H2 2025 is set for IMF-guided reforms, however uncertainties from floods, debt pressures, and global headwinds remain.

## 1H 2025 – Economic environment demonstrated continued strengthening



Pakistan's **real GDP grew by ~2.68%** in FY2025, vs govt. target of 3.6%



**Monetary easing** by GoP, policy rate reduced to **11.0%**

IMF ~ **\$1bn disbursement**, IMF Board **approval of \$1.4bn** under RSF, **\$3.4bn loan rollover** from China



**Inflation average of 4.49%**—a nine-year low, attributed to fiscal consolidation and monetary easing



Current account surplus of **\$328 Mn** in Jun' 25, **fiscal deficit narrowed to 5.6% of GDP**



**KSE-100 rallied past 125K** in June, with ~60% gain since June 2024



**Flash floods** severely impacted causing casualties, displacement, and infrastructure damage

## Outlook 2025 – Economic outlook reflects cautious optimism



World Bank forecast **3.1%** & IMF projects **3.6%** economic growth for FY26



SBP likely to **continue cautious easing** if inflation remains under control



Continued **reserve rebuilding expected** from rollovers and inflows; **sustainability concerns persist**



ADP anticipates FY 2026 **inflation to be at 5.8%**



Govt. aims to reduce the fiscal deficit to 3.9% of GDP through **new taxes and broadening the tax base**



Momentum may continue if macro stabilizes; Pakistan's **rating improved to Caa1** by Moody's



**Emergency response and reconstruction** needs could strain finances; climate resilience efforts more critical



## So far, 2025 has been a year of restructuring and strategic repivoting for the Group

Scheme of arrangement of Engro Corp, Engro Holdings and DH Partners got effective, enabling financial synergies that are value additive to the enterprise

Jan' 01, 2025



Apr' 05, 2025



SPAs for the divestment of in thermal energy assets terminated, thermal energy assets become our continuing business

PMCL's portfolio of over 10,600 tower assets, held through Deodar, vested into Engro Connect

Jun' 03, 2025





# Recognition in 2025: Engro Group's Commitment to Excellence resonates Globally

## 40 awards for DE&I

*Global Diversity, Equity & Inclusion Benchmarks (GDEIB) 2025 by HR Metrics.*



## 11 Pakistan Digital awards

*Pakistan Digital Awards on digital transformation, industrial tech, and sustainable innovation*



## OICCI Women Empowerment Awards

*Winner for conducive workplace environment (EPCL)*



## Effie Pakistan Awards 2025

*Secured Gold in Influencer Marketing and Silver in Social Media campaign*



## International Safety Award 2025

*Distinction by the British Safety Council for world-class HSE standards at Daharki Plant.*



## ATD Best Awards 2025

*Global recognition for talent development*



## OICCI Awards

*Secured 2nd Runner-Up overall*







# Sustainability Initiatives

## Environment



**Water Conservation**



**Biodiversity Preservation**



**Energy Efficiency**



**Waste Management**



**Nature-based Solutions**

## Society



**Agriculture and Food Security**



**Education & Skills Development**



**Livelihood & Capacity Building**



**Healthcare Services & Infrastructure**

## Our People and Business



**Employee Wellbeing and Benefits**



**Health & Safety**



**Diversity Equity & Inclusion**



**Governance and Compliance**



**Digitalization and Technology**





# Sustainability Initiatives

## PLANET

We manage our environmental footprint through

- **Energy efficiency projects** (e.g. feed gas enrichment unit at EFERT)
- **Renewable energy projects** (e.g. solar energy for telecom towers)
- **Waste management** (e.g. responsible disposal)
- **Water conservation** (e.g. effluent treatment plants at plant sites and cooling tower optimization at EPCL)
- **Biodiversity conservation** (e.g. Indus river dolphin conservation)
- **Nature based solution** (e.g. tree plantations and mangrove forest restoration)

## PEOPLE

Our employees are our key resource that we empower through

- **Employee wellbeing programs and benefits**
- **Learning and development opportunities** (e.g. leadership development and functional trainings)
- **Talent and culture** (e.g. talent development program)
- **DE&I initiatives** (e.g. Break ke Baad returnship program, RISE series - a leadership development initiative for Engro women)
- **Health and safety** (e.g. robust HSE systems, implementation of Risk based assessment (RBA))

## COMMUNITY DEVELOPMENT

We strive for inclusive growth and prosperity by deploying philanthropic capital to

- **Education and skills development**
- **Livelihood programs**
- **Health facilities and infrastructure**
- **Value chain projects** (e.g. farmer trainings)

## PRINCIPLES OF GOVERNANCE

We manage robust governance structures through

- **Board oversight and committees**
- **Focus on ethics and compliance, and character and good manners (CGM)**
- **Robust systems and policies**
- **Sustainability reporting**

