

Bod/dol/05/2025

September 03, 2025

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

Subject: **Financial Results For The Year Ended 30-06-2025**

Dear Sir,

We are pleased to inform you that the Board of Directors of Descon Oxychem Limited in its meeting held on Wednesday, September 03, 2025 at 10:00 am recommended the following:

CASH DIVIDEND-

A final Cash Dividend for the year ended 30-06-2025 at **Rs 2/- (Rupees Two Only) per share i.e 20%.**

BONUS SHARES- NIL

RIGHT SHARES- NIL

The approved Unconsolidated and Consolidated financial results of the Company are enclosed herewith as at **Annexure "A" and "Annexure B"**

The Annual General Meeting of the Company will be held on 22-10-2025 at 10:00AM at Descon Headquarters, 18-km, Ferozpur Road Lahore.

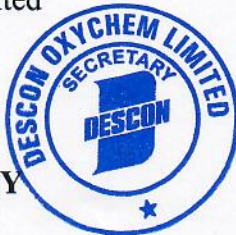
The Share Transfer Books of the Company will be closed from 15-10-2025 to 22-10-2025 (both days inclusive). Transfers received at the Corplink (Pvt) Limited at 1-K, Commercial Model Town Lahore by the close of business on 14-10-2025 will be treated in time for the purpose of above entitlement to the transferees.

The Annual Report of the Company will be transmitted through PUCARS at least 21 days before holding of Annual General Meeting.

Thanking you

Yours faithfully,
For Descon Oxychem Limited

(ABDUL SOHAIL)
COMPANY SECRETARY



Descon Oxychem Limited:



Corporate Office, 18 KM, Lahore Sheikhpura Road, Lahore - 53000, Pakistan.

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DESCON OXYCHEM LIMITED

UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

| | 2025 | 2024 |
|---|---------------------------------|---------------------------------|
| | ----- Rupees in Thousands ----- | ----- Rupees in Thousands ----- |
| EQUITY AND LIABILITIES | | |
| Share Capital and Reserves | | |
| Authorized share capital | | |
| 300,000,000 (2024: 300,000,000) Ordinary | | |
| shares of Rs. 10 each | 3,000,000 | 3,000,000 |
| Issued, subscribed and paid up share capital | | |
| Share premium | 1,750,311 | 1,750,311 |
| Unappropriated profit | 3,022 | 3,022 |
| | 1,517,162 | 1,427,127 |
| | 3,270,495 | 3,180,460 |
| Non Current Liabilities | | |
| Long term financing | | |
| Deferred grant | 66,099 | 86,405 |
| Deferred tax liability | 6,218 | 10,814 |
| | 131,652 | 204,072 |
| | 203,969 | 301,291 |
| Current Liabilities | | |
| Trade and other payables | | |
| Accrued finance costs | 851,614 | 585,834 |
| Finances under mark up arrangements - secured | 990 | 1,241 |
| Current portion of non current liabilities | 114,257 | - |
| Dividend payable | 26,899 | 28,896 |
| Income tax payable | 18,966 | 11,243 |
| | 83,488 | - |
| | 1,096,214 | 627,214 |
| Contingencies and Commitments | | |
| Total Equity and Liabilities | 4,570,678 | 4,108,965 |
| ASSETS | | |
| Non Current Assets | | |
| Property, plant and equipment | | |
| Intangible assets | 1,758,840 | 1,992,978 |
| Long term investment | 391,722 | 16,404 |
| Long term loans | 1,964 | 1,964 |
| Long term deposits | 2,416 | 4,483 |
| | 15,377 | 20,204 |
| | 2,170,319 | 2,036,033 |
| Current Assets | | |
| Stores and spares | | |
| Stock in trade | 526,234 | 523,937 |
| Trade debts | 653,599 | 631,425 |
| Loans, advances, deposits, prepayments | 227,986 | 321,461 |
| and other receivables | | |
| Short term investments | 99,651 | 53,209 |
| Tax refund due from the government | 700,628 | 140,055 |
| Bank balances | - | 127,530 |
| | 192,261 | 275,315 |
| | 2,400,359 | 2,072,932 |
| Total Assets | 4,570,678 | 4,108,965 |



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ANNEX A

DESCON OXYCHEM LIMITED

UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED JUNE 30, 2025

| | 2025 | 2024 |
|---|-------------------------------|-------------|
| | ---- Rupees in Thousands ---- | |
| Sales | 5,916,317 | 5,694,089 |
| Cost of sales | (4,211,771) | (4,581,139) |
| Gross Profit | 1,704,546 | 1,112,950 |
| Administrative expenses | (247,984) | (189,921) |
| Distribution and selling costs | (194,457) | (190,576) |
| | (442,441) | (380,497) |
| Operating Profit | 1,262,105 | 732,453 |
| Other operating expenses | (120,968) | (64,624) |
| Finance cost | (9,905) | (23,807) |
| Other income | 105,487 | 172,613 |
| Profit before Levy and Taxation | 1,236,719 | 816,635 |
| Levy / final taxation | (15,599) | (29,280) |
| Profit before Taxation | 1,221,120 | 787,355 |
| Taxation | | |
| - Income tax | (503,381) | (304,345) |
| - Deferred tax | 72,420 | (11,971) |
| | (430,961) | (316,316) |
| Net Profit for the Year | 790,159 | 471,039 |
| Earnings per Share - Basic and Diluted | 4.51 | 2.69 |



DESCON OXYCHEM LIMITED

UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2025

| Particulars | Issued, Subscribed and Paid up Capital | Capital Reserve | Revenue Reserve | Total |
|--|--|-----------------|--------------------------|-----------|
| | | Share Premium | Unappropriated Profit | |
| ---- Rupees in Thousands ---- | | | | |
| Balance as at June 30, 2023 | 1,750,311 | 3,022 | 1,306,150 | 3,059,483 |
| Net profit for the year | - | - | 471,039 | 471,039 |
| Other comprehensive income for the year | - | - | - | - |
| Total comprehensive income for the year | - | - | 471,039 | 471,039 |
| Transactions with owners | | | | |
| Final dividend for the year ended June 30, 2023 @ 20% (Rs. 2 per share) | - | - | (350,062) | (350,062) |
| Balance as at June 30, 2024 | 1,750,311 | 3,022 | 1,427,127 | 3,180,460 |
| Net profit for the year | - | - | 790,159 | 790,159 |
| Other comprehensive income for the year | - | - | - | - |
| Total comprehensive income for the year | - | - | 790,159 | 790,159 |
| Transactions with owners | | | | |
| Final dividend for the year ended June 30, 2024 @ 20% (Rs. 2 per share) | - | - | (350,062) | (350,062) |
| Interim dividend for the period ended December 31, 2024 @ 20% (Rs. 2 per share) | - | - | (350,062) | (350,062) |
| | - | - | (700,124) | (700,124) |
| Balance as at June 30, 2025 | 1,750,311 | 3,022 | 1,517,162 | 3,270,495 |



DESCON OXYCHEM LIMITED
UNCONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025

| | 2025 | 2024 |
|---|-------------------------------|-------------|
| | ---- Rupees in Thousands ---- | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash Generated from Operations | 1,893,326 | 811,710 |
| Finance cost paid | (10,156) | (19,864) |
| Income tax and levy paid | (307,962) | (1,037,830) |
| Profit on deposits received | 20,653 | 29,998 |
| Long term deposit | - | 2,000 |
| Long term loan to employees - net | 3,042 | 3,208 |
| | (294,423) | (1,022,488) |
| Net Cash Generated from / (Used in) Operating Activities | 1,598,903 | (210,778) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Property, plant and equipment purchased | (137,761) | (100,352) |
| Intangible assets purchased | (381,116) | - |
| Proceeds from disposal of property, plant and equipment | 72 | 94 |
| Short term investments purchased | (2,702,623) | (492,799) |
| Short term investments redeemed | 2,143,011 | 1,249,778 |
| Dividend received | 1,503 | 91,557 |
| Net Cash (Used in) / Generated from Investing Activities | (1,076,914) | 748,278 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Long term financing repaid | (26,899) | (27,374) |
| Lease liabilities | - | (24,789) |
| Finances under mark up arrangements - net | 114,257 | (110,383) |
| Dividends paid | (692,401) | (347,996) |
| Net Cash Used in Financing Activities | (605,043) | (510,542) |
| Net (Decrease) / Increase in Cash and Cash Equivalents | (83,054) | 26,958 |
| Cash and cash equivalents at the beginning of the year | 275,315 | 248,357 |
| Cash and Cash Equivalents at the End of the Year | 192,261 | 275,315 |



DESCON OXYCHEM LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

| | 2025 | 2024 | 2025 | 2024 |
|--|---------------------|-----------|---------------------|-----------|
| | Rupees in Thousands | | Rupees in Thousands | |
| | | | | |
| EQUITY AND LIABILITIES | | | | |
| Share Capital and Reserves | | | | |
| Authorized share capital | | | | |
| 300,000,000 (2024: 300,000,000) Ordinary | | | | |
| shares of Rs. 10 each | 3,000,000 | 3,000,000 | 1,758,840 | 1,992,978 |
| | | | 391,722 | 16,404 |
| | | | 2,416 | 4,483 |
| | | | 15,377 | 20,204 |
| Issued, subscribed and paid up share capital | | | | |
| Share premium | 1,750,311 | 1,750,311 | 2,168,355 | 2,034,069 |
| Unappropriated profit | 3,022 | 3,022 | | |
| Translation reserve | 1,622,898 | 1,462,860 | | |
| | (11) | (467) | | |
| Non Current Liabilities | | | | |
| Long term financing | 3,376,220 | 3,215,726 | | |
| Deferred grant | | | | |
| Deferred tax liability | 66,099 | 86,405 | | |
| | 6,218 | 10,814 | | |
| | 131,652 | 204,072 | | |
| | 203,969 | 301,291 | | |
| Current Liabilities | | | | |
| Trade and other payables | 852,594 | 588,334 | 526,234 | 523,937 |
| Accrued finance costs | 990 | 1,241 | 653,599 | 631,425 |
| Finances under mark up arrangements - secured | 114,257 | - | 189,177 | 175,646 |
| Current portion of non current liabilities | 26,899 | 28,896 | 100,391 | 53,935 |
| Dividend payable | 18,966 | 11,243 | 700,628 | 140,055 |
| Income tax payable | 87,405 | - | - | 125,904 |
| | | | 342,916 | 461,760 |
| | 1,101,111 | 629,714 | 2,512,945 | 2,112,662 |
| Contingencies and Commitments | | | | |
| Total Equity and Liabilities | 4,681,300 | 4,146,731 | 4,681,300 | 4,146,731 |
| ASSETS | | | | |
| Non Current Assets | | | | |
| Property, plant and equipment | | | | |
| Intangible assets | | | | |
| Long term loans | | | | |
| Long term deposits | | | | |
| Current Assets | | | | |
| Stores and spares | | | | |
| Stock in trade | | | | |
| Trade debts | | | | |
| Loans, advances, deposits, prepayments and other receivables | | | | |
| Short term investments | | | | |
| Tax refund due from the government | | | | |
| Bank balances | | | | |



Contingencies and Commitments

Total Equity and Liabilities

Total Assets

| | |
|-----------|-----------|
| 4,681,300 | 4,146,731 |
|-----------|-----------|

Annex - B

DESCON OXYCHEM LIMITED
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2025

| | 2025 | 2024 |
|---|-------------------------------|-----------------------|
| | ---- Rupees in Thousands ---- | |
| Sales | 5,998,848 | 5,738,033 |
| Cost of sales | <u>(4,220,100)</u> | <u>(4,583,920)</u> |
| Gross Profit | 1,778,748 | 1,154,113 |
| Administrative expenses | <u>(250,287)</u> | <u>(193,433)</u> |
| Distribution and selling costs | <u>(194,457)</u> | <u>(190,576)</u> |
| | <u>(444,744)</u> | <u>(384,009)</u> |
| Operating Profit | 1,334,004 | 770,104 |
| Other operating expenses | (120,968) | (64,624) |
| Finance cost | (10,031) | (23,837) |
| Other income | <u>105,991</u> | <u>172,613</u> |
| Profit before Levy and Taxation | 1,308,996 | 854,256 |
| Levy / final taxation | <u>(15,599)</u> | <u>(29,280)</u> |
| Profit before Taxation | 1,293,397 | 824,976 |
| Taxation | | |
| - Income tax | <u>(505,655)</u> | <u>(305,991)</u> |
| - Deferred tax | <u>72,420</u> | <u>(11,971)</u> |
| | (433,235) | (317,962) |
| Net Profit for the Year | <u><u>860,162</u></u> | <u><u>507,014</u></u> |
| Profit attributable to: | | |
| - Equity holders of the Parent Company | 860,162 | 507,014 |
| - Non controlling interest | - | - |
| | <u><u>860,162</u></u> | <u><u>507,014</u></u> |
| Earnings per Share - Basic and Diluted | <u><u>4.91</u></u> | <u><u>2.90</u></u> |



DESCON OXYCHEM LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2025

| Particulars | Issued, Subscribed and Paid up Capital | Capital Reserve | Revenue Reserve | Translation Reserve | Total |
|--|--|-----------------|--------------------------|------------------------|-----------|
| | | Share Premium | Unappropriated Profit | | |
| ---- Rupees in Thousands ---- | | | | | |
| Balance as at June 30, 2023 | 1,750,311 | 3,022 | 1,305,908 | - | 3,059,241 |
| Net profit for the year | - | - | 507,014 | - | 507,014 |
| Other comprehensive loss for the year | - | - | - | (467) | (467) |
| Total comprehensive income for the year | - | - | 507,014 | (467) | 506,547 |
| Transactions with owners | | | | | |
| Final dividend for the year ended June 30, 2023 @ 20% (Rs. 2 per share) | - | - | (350,062) | - | (350,062) |
| Balance as at June 30, 2024 | 1,750,311 | 3,022 | 1,462,860 | (467) | 3,215,726 |
| Net profit for the year | - | - | 860,162 | - | 860,162 |
| Other comprehensive income for the year | - | - | - | 456 | 456 |
| Total comprehensive income for the year | - | - | 860,162 | 456 | 860,618 |
| Transactions with owners | | | | | |
| Final dividend for the year ended June 30, 2024 @ 20% (Rs. 2 per share) | - | - | (350,062) | - | (350,062) |
| Interim dividend for the period ended December 31, 2024 @ 20% (Rs. 2 per share) | - | - | (350,062) | - | (350,062) |
| | - | - | (700,124) | - | (700,124) |
| Balance as at June 30, 2025 | 1,750,311 | 3,022 | 1,622,898 | (11) | 3,376,220 |



DESCON OXYCHEM LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025

| | 2025 | 2024 |
|---|-------------------------------|--------------------|
| | ---- Rupees in Thousands ---- | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash Generated from Operations | 1,857,141 | 998,206 |
| Finance cost paid | (10,282) | (19,894) |
| Income tax and levy paid | (307,945) | (1,037,850) |
| Profit on deposits received | 21,157 | 29,998 |
| Long term deposit | - | 2,000 |
| Long term loan to employees - net | 3,042 | 3,208 |
| | <u>(294,028)</u> | <u>(1,022,538)</u> |
| Net Cash Generated from / (Used in) Operating Activities | 1,563,113 | (24,332) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Property, plant and equipment purchased | (137,761) | (100,353) |
| Intangible assets purchased | (381,115) | - |
| Proceeds from disposal of property, plant and equipment | 72 | 94 |
| Short term investments purchased | (2,702,623) | (492,799) |
| Short term investments redeemed | 2,143,011 | 1,249,778 |
| Dividend received | 1,503 | 91,557 |
| Net Cash (Used in) /Generated from Investing Activities | (1,076,913) | 748,277 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Long term financing repaid | (26,899) | (27,374) |
| Lease liabilities | - | (24,789) |
| Finances under mark up arrangements - net | 114,257 | (110,383) |
| Dividends paid | (692,401) | (347,996) |
| Net Cash Used in Financing Activities | <u>(605,043)</u> | <u>(510,542)</u> |
| Net (Decrease) / Increase in Cash and Cash Equivalents | (118,843) | 213,403 |
| Cash and cash equivalents at the beginning of the year | 461,760 | 248,357 |
| Cash and Cash Equivalents at the End of the Year | <u>342,917</u> | <u>461,760</u> |

