



February 24, 2026

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

Subject: **Financial Results For The Period Ended 31-12-2025**

Dear Sir,

We have to inform you that the Board of Directors of Descon Oxychem Limited in its meeting held on Tuesday, February 24 2026, at 11:00 am has recommended the following:

**CASH DIVIDEND-**

A interim Cash Dividend for the period ended 31-12-2025 at **Rs.2/- 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"**

**Following Statements are attached as: Annexure-A (Unconsolidated)**

1. Standalone Statements of Financial Position
2. Standalone Statements of Profit and Loss
3. Standalone Statement of Changes in Equity
4. Standalone Statements of Cash Flows

**Annexure-B (Consolidated)**

1. Consolidated Statements of Financial Position
2. Consolidated Statements of Profit and Loss
3. Consolidated Statement of Changes in Equity
4. Consolidated Statements of Cash Flows
5. Directors Report

The Share Transfer Books of the Company will be closed from 10-03-2026 to 12-03-2026 (both days inclusive). Transfers received at the Corplink (Pvt) Limited at 1-K, Commercial Model Town Lahore by the close of business on 09-03-2026 will be treated in time for the purpose of above entitlement to the transferees.

The Quarterly Report of the Company will be transmitted through PUCARS separately, within the specified time.

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.

T +92 (42) 3797 1823-4-33 F +92 (42) 3797 1831

E info@descon.com.pk W www.descon.com



**DESCON OXYCHEM LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**(UN-AUDITED)**  
**AS AT DECEMBER 31, 2025**

	<b>December 31, 2025</b>	<b>June 30, 2025</b>
	(Un-audited)	(Audited)
	--- Rupees in Thousands---	
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	1,766,028	1,758,840
Intangible assets	487,979	391,722
Long term investment	1,964	1,964
Long term loans	1,239	2,416
Long term deposits	15,377	15,377
	2,272,587	2,170,319
<b>Current Assets</b>		
Stores and spares	640,626	526,234
Stock in trade	792,182	653,599
Trade debts	290,274	227,986
Loans, advances, deposits, prepayments and other receivables	209,162	99,651
Short term investment	736,117	700,628
Bank balances	204,847	192,261
	2,873,208	2,400,359
<b>Total Assets</b>	<b>5,145,795</b>	<b>4,570,678</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share Capital and Reserves</b>		
Authorized capital 300,000,000 (June 30, 2025: 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, 2025: 175,031,084) ordinary shares of Rs. 10 each	1,750,311	1,750,311
Share premium	3,022	3,022
Unappropriated profit	1,382,674	1,517,162
	3,136,007	3,270,495
<b>Non Current Liabilities</b>		
Long term financing	54,834	66,099
Deferred grant	4,033	6,218
Deferred tax liability	122,532	131,652
	181,399	203,969
<b>Current Liabilities</b>		
Trade and other payables	840,557	851,614
Accrued finance costs	12,848	990
Finances under mark up arrangements - secured	888,515	114,257
Current portion of non current liabilities	26,899	26,899
Dividend payable	17,479	18,966
Income tax payable - net	42,091	83,488
	1,828,389	1,096,214
<b>Contingencies and Commitments</b>		
	-	-
<b>Total Equity and Liabilities</b>	<b>5,145,795</b>	<b>4,570,678</b>

*awli*

**DESCON OXYCHEM LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**(UN-AUDITED)**  
**FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	<b>Half Year Ended December 31,</b>		<b>Quarter Ended December 31,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	--- Rupees in Thousands ---			
Sales	2,423,655	3,154,992	1,178,707	1,656,233
Cost of sales	<u>(1,947,488)</u>	<u>(2,169,670)</u>	<u>(970,401)</u>	<u>(1,081,256)</u>
<b>Gross Profit</b>	476,167	985,322	208,306	574,977
Administrative expenses	<u>(134,883)</u>	<u>(113,098)</u>	<u>(70,972)</u>	<u>(60,586)</u>
Distribution and selling costs	<u>(139,701)</u>	<u>(92,705)</u>	<u>(86,497)</u>	<u>(39,214)</u>
Other income	99,167	49,947	59,572	34,552
Other operating expenses	<u>(21,744)</u>	<u>(84,116)</u>	<u>(8,919)</u>	<u>(39,476)</u>
	<u>(197,161)</u>	<u>(239,972)</u>	<u>(106,816)</u>	<u>(104,724)</u>
<b>Operating Profit</b>	279,006	745,350	101,490	470,253
Finance cost	<u>(18,341)</u>	<u>(4,831)</u>	<u>(14,367)</u>	<u>(1,443)</u>
<b>Profit before Levy and Taxation</b>	260,665	740,519	87,123	468,810
Levy / final taxation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Profit before Taxation</b>	260,665	740,519	87,123	468,810
Taxation	<u>(45,091)</u>	<u>(281,578)</u>	19,932	<u>(185,519)</u>
<b>Net Profit for the Period</b>	<u>215,574</u>	<u>458,941</u>	<u>107,055</u>	<u>283,291</u>
<b>Earnings per Share - Basic and Diluted</b>	<u>1.23</u>	<u>2.62</u>	<u>0.61</u>	<u>1.62</u>

## DESCON OXYCHEM LIMITED

### CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

Particulars	Issued, Subscribed and Paid up Capital	Reserves		Total
		Share Premium	Unappropriated Profit	
--- Rupees in Thousands ---				
<b>Balance as at July 01, 2024</b>	1,750,311	3,022	1,427,127	3,180,460
Net profit for the period	-	-	458,941	458,941
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	458,941	458,941
<b>Transactions with owners</b>				
Final dividend for the year ended June 30, 2024 @ 20% (Rs 2 per share)	-	-	(350,062)	(350,062)
<b>Balance as at December 31, 2024</b>	<u>1,750,311</u>	<u>3,022</u>	<u>1,536,006</u>	<u>3,289,339</u>
<b>Balance as at July 1, 2025</b>	1,750,311	3,022	1,517,162	3,270,495
Net profit for the period	-	-	215,574	215,574
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	215,574	215,574
<b>Transactions with owners</b>				
Final dividend for the year ended June 30, 2025 @ 20% (Rs 2 per share)	-	-	(350,062)	(350,062)
<b>Balance as at December 31, 2025</b>	<u>1,750,311</u>	<u>3,022</u>	<u>1,382,674</u>	<u>3,136,007</u>



# DESCON OXYCHEM LIMITED

## CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

	<b>Half Year Ended December 31,</b>	
	<b>2025</b>	<b>2024</b>
	--- Rupees in Thousands ---	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Cash (Used in) / Generated from Operations</b>	(36,818)	1,020,419
Finance cost paid	(6,483)	(5,440)
Taxes paid	(95,608)	(132,069)
Profit on deposits received	3,069	13,673
Long term deposits	-	4,827
	(99,022)	(119,009)
<b>Net Cash (Used in) / Generated from Operating Activities</b>	(135,840)	901,410
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(136,682)	(84,684)
Purchase of intangible assets	(124,166)	-
Proceeds from disposal of property, plant and equipment	15	3
Short term investments purchased	-	(953,109)
Short term investments redeemed	-	437,894
<b>Net Cash Used in Investing Activities</b>	(260,833)	(599,896)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term finances repaid	(13,450)	(13,449)
Finances under mark up arrangements - secured	774,258	99,878
Dividends paid	(351,549)	(346,413)
<b>Net Cash Generated from / (Used in) Financing Activities</b>	409,259	(259,984)
<b>Net Increase in Cash and Cash Equivalents</b>	12,586	41,530
Cash and cash equivalents at the beginning of the period	192,261	275,315
<b>Cash and Cash Equivalents at the End of the Period</b>	204,847	316,845

Chini

**DESCON OXYCHEM LIMITED**  
**CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**(UN-AUDITED)**  
**AS AT DECEMBER 31, 2025**

	<b>December 31, 2025</b>	<b>June 30, 2025</b>
	(Un-audited)	(Audited)
	--- Rupees in Thousands---	
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	1,766,028	1,758,840
Intangible assets	492,206	391,722
Long term loans	1,239	2,416
Long term deposits	15,377	15,377
	2,274,850	2,168,355
<b>Current Assets</b>		
Stores and spares	640,626	526,234
Stock in trade	792,182	653,599
Trade debts	263,851	189,177
Loans, advances, deposits, prepayments and other receivables	205,648	100,391
Short term investment	848,715	700,628
Bank balances	295,776	342,916
	3,046,798	2,512,945
<b>Total Assets</b>	<b>5,321,648</b>	<b>4,681,300</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Share Capital and Reserves</b>		
Authorized capital 300,000,000 (June 30, 2025: 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, 2025: 175,031,084) ordinary shares of Rs. 10 each	1,750,311	1,750,311
Share premium	3,022	3,022
Unappropriated profit	1,547,386	1,622,898
Translation reserve	(1,646)	(11)
	3,299,073	3,376,220
<b>Non Current Liabilities</b>		
Long term financing	54,834	66,099
Deferred grant	4,033	6,218
Deferred tax liability	122,532	131,652
	181,399	203,969
<b>Current Liabilities</b>		
Trade and other payables	847,151	852,594
Accrued finance costs	12,848	990
Finances under mark up arrangements - secured	888,515	114,257
Current portion of non current liabilities	26,899	26,899
Dividend payable	17,479	18,966
Income tax payable - net	48,284	87,405
	1,841,176	1,101,111
<b>Contingencies and Commitments</b>	-	-
<b>Total Equity and Liabilities</b>	<b>5,321,648</b>	<b>4,681,300</b>

**DESCON OXYCHEM LIMITED**  
**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**(UN-AUDITED)**  
**FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025**

	Half Year Ended December 31,		Quarter Ended December 31,	
	2025	2024	2025	2024
	--- Rupees in Thousands ---			
Sales	2,492,676	3,196,978	1,213,637	1,683,207
Cost of sales	(1,947,634)	(2,172,956)	(970,546)	(1,084,542)
<b>Gross Profit</b>	545,042	1,024,022	243,091	598,665
Administrative expenses	(134,883)	(113,534)	(70,972)	(60,803)
Distribution and selling costs	(143,734)	(92,705)	(86,486)	(39,214)
Other income	99,167	49,947	59,572	34,552
Other operating expenses	(23,126)	(84,116)	(9,455)	(39,476)
	(202,576)	(240,408)	(107,341)	(104,941)
<b>Operating Profit</b>	342,466	783,614	135,750	493,724
Finance cost	(18,419)	(4,900)	(14,395)	(1,483)
<b>Profit before Levy and Taxation</b>	324,047	778,714	121,355	492,241
Levy / final taxation	-	-	-	-
<b>Profit before Taxation</b>	324,047	778,714	121,355	492,241
Taxation	(49,497)	(282,724)	17,499	(186,065)
<b>Net Profit for the Period</b>	<u>274,550</u>	<u>495,990</u>	<u>138,854</u>	<u>306,176</u>
<b>Profit attributable to:</b>				
Equity holders of Parent Company	274,550	495,990	138,854	306,176
Non controlling interest	-	-	-	-
	<u>274,550</u>	<u>495,990</u>	<u>138,854</u>	<u>306,176</u>
<b>Earnings per Share - Basic and Diluted</b>	<u>1.57</u>	<u>2.83</u>	<u>0.79</u>	<u>1.75</u>

*Ali*

## DESCON OXYCHEM LIMITED

### CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2025

Particulars	Issued, Subscribed and Paid up Capital	Reserves		Translation Reserve	Total
		Share Premium	Unappropriated Profit		
--- Rupees in Thousands ---					
<b>Balance as at July 01, 2024</b>	1,750,311	3,022	1,462,860	(467)	3,215,726
Net profit for the period	-	-	495,990	-	495,990
Other comprehensive loss for the period	-	-	-	(412)	(412)
Total comprehensive income for the period	-	-	495,990	(412)	495,578
<b>Transactions with owners</b>					
Final dividend for the year ended June 30, 2024 @ 20% (Rs 2 per share)	-	-	(350,062)	-	(350,062)
<b>Balance as at December 31, 2024</b>	<u>1,750,311</u>	<u>3,022</u>	<u>1,608,788</u>	<u>(879)</u>	<u>3,361,242</u>
<b>Balance as at July 1, 2025</b>	1,750,311	3,022	1,622,898	(11)	3,376,220
Net profit for the period	-	-	274,550	-	274,550
Other comprehensive loss for the period	-	-	-	(1,635)	(1,635)
Total comprehensive income for the period	-	-	274,550	(1,635)	272,915
<b>Transactions with owners</b>					
Final dividend for the year ended June 30, 2025 @ 20% (Rs 2 per share)	-	-	(350,062)	-	(350,062)
<b>Balance as at December 31, 2025</b>	<u>1,750,311</u>	<u>3,022</u>	<u>1,547,386</u>	<u>(1,646)</u>	<u>3,299,073</u>

Dhi

**DESCON OXYCHEM LIMITED**  
**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**(UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	<b>Half Year Ended December 31,</b>	
	<b>2025</b>	<b>2024</b>
	--- Rupees in Thousands ---	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Cash Generated from Operations</b>	22,489	953,949
Finance cost paid	(6,561)	(5,509)
Taxes paid	(97,738)	(132,088)
Profit on deposits received	3,069	13,673
Long term deposits	-	4,827
	<u>(101,230)</u>	<u>(119,097)</u>
<b>Net Cash (Used in) / Generated from Operating Activities</b>	(78,741)	834,852
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(136,682)	(84,684)
Purchase of intangible assets	(128,393)	-
Proceeds from disposal of property, plant and equipment	15	3
Short term investments purchased	(112,598)	(953,109)
Short term investments redeemed	-	437,894
	<u>(377,658)</u>	<u>(599,896)</u>
<b>Net Cash Used in Investing Activities</b>	(377,658)	(599,896)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term finances repaid	(13,450)	(13,449)
Finances under mark up arrangements - secured	774,258	99,878
Dividends paid	(351,549)	(346,413)
	<u>409,259</u>	<u>(259,984)</u>
<b>Net Cash Generated from / (Used in) Financing Activities</b>	409,259	(259,984)
<b>Net Decrease in Cash and Cash Equivalents</b>	(47,140)	(25,028)
Cash and cash equivalents at the beginning of the period	342,916	461,760
<b>Cash and Cash Equivalents at the End of the Period</b>	<u>295,776</u>	<u>436,732</u>

*Devi*



## DIRECTORS REPORT TO THE SHAREHOLDERS

### For the six months ended December 31, 2025

The Board of Directors of the company are pleased to present the six months report along with the Financial Statements for the period ended December 31, 2025.

During the period under review, the Company operated in an increasingly challenging market environment, driven primarily by intensified price competition from foreign suppliers most notably manufacturers in Bangladesh. National Tariff Commission has set aside anti-dumping duties on imports of hydrogen peroxide from Bangladesh which has exacerbated the situation, in addition the continuation of duty exemptions on hydrogen peroxide imports under the EFS regime in negative manner. Together, these changes significantly strengthened the competitive position of Bangladeshi producers in regional markets. As a result, the Company faced pronounced downward pressure on selling prices, which adversely impacted profitability.

The summarized financial performance is provided below:

	Quarter Ended		Half Year Ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Sales Volume (MT)	10,596	11,709	21,157	22,259
	Rupees in '000'		Rupees in '000'	
Sales	1,213,637	1,683,207	2,492,676	3,196,978
Cost of Sales	(970,546)	(1,084,542)	(1,947,634)	(2,172,956)
Gross profit	243,091	598,665	545,042	1,024,022
EBITDA	218,345	588,000	499,869	992,806
Profit from operation	135,750	493,724	342,466	783,614
Profit after tax	138,854	306,176	274,550	495,990
EPS	0.79	1.75	1.57	2.83

Your company generated an EBITDA of PKR 500 million vs PKR 993 million in the corresponding period last year. In addition, the company delivered a net profit of PKR 275 million during the six months compared with a net profit of PKR 496 million in the corresponding period last year. The reduction in profitability is due to pricing pressure from cheaper imports of hydrogen peroxide from regional suppliers.

Despite a challenging operating environment, the Company continued to demonstrate resilience and effective financial stewardship during the period. Management's focused efforts on operational continuity and disciplined financial planning helped maintain stability. As a result of these combined measures, the Company closed the period with healthy cash and cash equivalents of Rs.

Descon Oxychem Limited:



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

T +92 (42) 3797 1823-4-33 F +92 (42) 3797 1831

E info@descon.com.pk W www.descon.com





296 million, reflecting sustained stability and management's commitment to safeguarding financial robustness amid evolving market dynamics.

### **Operational Performance**

During the first half of FY 2025-26, the Company produced 21,329 MT which reflects our strong focus on operational excellence. The Company continued its focused drive on energy and chemical conservation, which resulted in improved efficiency indicators. Gas and power consumption factors showed significant improvement compared to the same period last year.

The Company remained fully compliant with ISO 9001, ISO 45001 and ISO 14001 requirements and continued to adhere to PEQS standards. Continuous training, capability development and periodic assessments were conducted to ensure a safe working environment for all employees and contractors.

Amid downward trajectory in sale prices. The company is actively working on cost optimization initiatives including installation of 2 MW solar power plant which will commence power generation by the end of third quarter of FY 2026 and it is further intended to add another 2MW solar power capacity in the next twelve months.

Global excess production capacity continued to suppress both domestic and international prices. Despite this pressure, the Company successfully expanded its export footprint, achieving 2,200 MT of sales in the first half of FY 2026, nearly matching the 2,800 MT sold in the entire FY 2025. This includes a notable rise in premium food-grade volumes, which reached 416 MT, compared to 220 MT in the entire previous year, this performance reflects the Company's focused market development efforts and its ability to capture higher-value segments even amid industry-wide pricing pressures.

### **Future Outlook**

The company is continuously trying to strengthen domestic demand alignment and support price stability along with other local players by reducing import volumes of hydrogen peroxide. Furthermore, the Company is actively engaged with relevant government forums to reinforce regulatory compliance and discourage misuse of schemes such as the EFS.

Following the Heimtextil exhibition, market feedback indicates mixed sentiment. The towel segment is expected to remain subdued, whereas home textiles are projected to show gradual improvement.

In addition to protecting domestic market share the company has strategically focussed on export markets including the Arabian region, Africa, and the Far East. Channel development initiatives in

Descon Oxychem Limited:



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

T +92 (42) 3797 1823-4-33 F +92 (42) 3797 1831

E info@descon.com.pk W www.descon.com

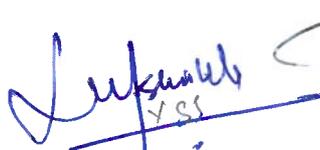




the Arabian region have been actively pursued, laying a solid foundation for future scale-up by emphasizing on higher-margin segments position for sustainable export growth.

For and on behalf of the Board

Lahore  
February 24, 2026

  
CHIEF EXECUTIVE

  
FN  
DIRECTOR

Descon Oxychem Limited:



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

T +92 (42) 3797 1823-4-33 F +92 (42) 3797 1831

E info@descon.com.pk W www.descon.com

