September 03, 2026

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

Subject: **Financial Results For The Year Ended 30-06-2026**

Dear Sir,

We are pleased to inform you that the Board of Directors of Descon Oxychem Limited in its meeting held on Thursday, September 03, 2026 at 10:00 am recommended the following:

CASH DIVIDEND-

A final Cash Dividend for the year ended 30-06-2026 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

The Annual General Meeting of the Company will be held on 20-10-2026 at 10.00 AM at Descon Headquarters, 18-km, Ferozepur Road Lahore.

The Share Transfer Books of the Company will be closed from 13-10-2026 to 20-10-2026 (both days inclusive). Transfers received at the Corplink (Pvt) Limited at 1-K, Commercial Model Town Lahore by the close of business on 12-10-2026 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

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DESCON OXYCHEM LIMITED

UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2026

	2026	2025
	---- Rupees in Thousands ----	
EQUITY AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital 300,000,000 (2025: 300,000,000) Ordinary shares of Rs. 10 each	3,000,000	3,000,000
Issued, subscribed and paid up share capital	1,750,311	1,750,311
Share premium	3,022	3,022
Unappropriated profit	1,120,382	1,517,162
	2,873,715	3,270,495
Non Current Liabilities		
Long term financing	42,930	66,099
Deferred grant	2,488	6,218
Deferred tax liability	102,076	131,652
	147,494	203,969
Current Liabilities		
Trade and other payables	772,109	851,614
Accrued finance costs	22,165	990
Finances under mark up arrangements - secured	704,801	114,257
Current portion of non current liabilities	26,899	26,899
Dividend payable	21,201	18,966
Income tax payable	-	83,488
	1,547,175	1,096,214
Contingencies and Commitments	-	-
Total Equity and Liabilities	4,568,384	4,570,678

	2026	2025
	---- Rupees in Thousands ----	
ASSETS		
Non Current Assets		
Property, plant and equipment	1,836,077	1,758,840
Intangible assets	434,892	391,722
Long term investment	1,964	1,964
Long term loans	144	2,416
Long term deposits	15,377	15,377
	2,288,454	2,170,319
Current Assets		
Stores and spares	580,039	526,234
Stock in trade	587,638	653,599
Trade debts	204,153	227,986
Loans, advances, deposits, prepayments and other receivables	110,164	99,651
Short term investments	452,317	700,628
Tax refund due from the Government	245,194	-
Bank balances	100,425	192,261
	2,279,930	2,400,359
Total Assets	4,568,384	4,570,678

DESCON OXYCHEM LIMITED

UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	---- Rupees in Thousands ----	
Sales	4,992,624	5,916,317
Cost of sales	(4,128,214)	(4,211,771)
Gross Profit	864,410	1,704,546
Administrative expenses	(268,847)	(247,984)
Distribution and selling costs	(224,835)	(194,457)
	(493,682)	(442,441)
Operating Profit	370,728	1,262,105
Other operating expenses	(83,228)	(120,968)
Finance cost	(64,875)	(9,905)
Other income	136,614	105,487
Profit before Levy and Taxation	359,239	1,236,719
Levy / final taxation	(23,406)	(15,599)
Profit before Taxation	335,833	1,221,120
Taxation		
- Income tax	(62,065)	(503,381)
- Deferred tax	29,576	72,420
	(32,489)	(430,961)
Net Profit for the Year	303,344	790,159
Earnings per Share - Basic and Diluted	1.73	4.51

DESCON OXYCHEM LIMITED

UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2026

Particulars	Issued, Subscribed and Paid up Capital	Capital Reserve	Revenue Reserve	Total
		Share Premium	Unappropriated Profit	
	---- Rupees in Thousands ----			
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
Net profit for the year	-	-	303,344	303,344
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	303,344	303,344
Transactions with owners				
Final dividend for the year ended June 30, 2025 @ 20% (Rs. 2 per share)	-	-	(350,062)	(350,062)
Interim dividend for the period ended December 31, 2025 @ 20% (Rs. 2 per share)	-	-	(350,062)	(350,062)
	-	-	(700,124)	(700,124)
Balance as at June 30, 2026	1,750,311	3,022	1,120,382	2,873,715

DESCON OXYCHEM LIMITED

UNCONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	---- Rupees in Thousands ----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Generated from Operations	702,517	1,893,326
Finance cost paid	(43,700)	(10,156)
Income tax and levy paid	(414,153)	(307,962)
Profit on deposits received	4,728	20,653
Long term loan to employees - net	3,052	3,042
	(450,073)	(294,423)
Net Cash Generated from Operating Activities	252,444	1,598,903
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(335,316)	(137,761)
Intangible assets purchased	(124,164)	(381,116)
Proceeds from disposal of property, plant and equipment	15	72
Short term investments purchased	(901,928)	(2,702,623)
Short term investments redeemed	1,151,357	2,143,011
Dividend received	-	1,503
Net Cash Used in Investing Activities	(210,036)	(1,076,914)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing repaid	(26,899)	(26,899)
Finances obtained under mark up arrangements - net	590,544	114,257
Dividends paid	(697,889)	(692,401)
Net Cash Used in Financing Activities	(134,244)	(605,043)
Net Decrease in Cash and Cash Equivalents	(91,836)	(83,054)
Cash and cash equivalents at the beginning of the year	192,261	275,315
Cash and Cash Equivalents at the End of the Year	100,425	192,261

DESCON OXYCHEM LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2026

	2026	2025
	---- Rupees in Thousands ----	
EQUITY AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital 300,000,000 (2025: 300,000,000) Ordinary shares of Rs. 10 each	3,000,000	3,000,000
Issued, subscribed and paid up share capital	1,750,311	1,750,311
Share premium	3,022	3,022
Unappropriated profit	1,316,394	1,622,898
Translation reserve	(2,816)	(11)
	3,066,911	3,376,220
Non Current Liabilities		
Long term financing	42,930	66,099
Deferred grant	2,488	6,218
Deferred tax liability	102,076	131,652
	147,494	203,969
Current Liabilities		
Trade and other payables	773,614	852,594
Accrued finance costs	22,165	990
Finances under mark up arrangements - secured	704,801	114,257
Current portion of non current liabilities	26,899	26,899
Dividend payable	21,201	18,966
Income tax payable	-	87,405
	1,548,680	1,101,111
Contingencies and Commitments	-	-
Total Equity and Liabilities	4,763,085	4,681,300

	2026	2025
	---- Rupees in Thousands ----	
ASSETS		
Non Current Assets		
Property, plant and equipment	1,836,077	1,758,840
Intangible assets	437,833	391,722
Long term loans	144	2,416
Long term deposits	15,377	15,377
	2,289,431	2,168,355
Current Assets		
Stores and spares	580,039	526,234
Stock in trade	587,638	653,599
Trade debts	112,068	189,177
Loans, advances, deposits, prepayments and other receivables	108,723	100,391
Short term investments	452,317	700,628
Tax refund due from the government - net	239,161	-
Bank balances	393,708	342,916
	2,473,654	2,512,945
Total Assets	4,763,085	4,681,300

DESCON OXYCHEM LIMITED

CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	---- Rupees in Thousands ----	
Sales	5,113,970	5,998,848
Cost of sales	(4,130,709)	(4,220,100)
Gross Profit	983,261	1,778,748
Administrative expenses	(276,229)	(250,287)
Distribution and selling costs	(232,670)	(194,457)
	(508,899)	(444,744)
Operating Profit	474,362	1,334,004
Other operating expenses	(92,967)	(120,968)
Finance cost	(65,218)	(10,031)
Other income	139,427	105,991
Profit before Levy and Taxation	455,604	1,308,996
Levy / final taxation	(23,406)	(15,599)
Profit before Taxation	432,198	1,293,397
Taxation		
- Income tax	(68,154)	(505,655)
- Deferred tax	29,576	72,420
	(38,578)	(433,235)
Net Profit for the Year	393,620	860,162
Profit attributable to:		
- Equity holders of the Parent Company	393,620	860,162
- Non controlling interest	-	-
	393,620	860,162
Earnings per Share - Basic and Diluted	2.25	4.91

DESCON OXYCHEM LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2026

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, 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
Net profit for the year	-	-	393,620	-	393,620
Other comprehensive loss for the year	-	-	-	(2,805)	(2,805)
Total comprehensive income for the period	-	-	393,620	(2,805)	390,815
Transactions with owners					
Final dividend for the year ended June 30, 2025 @ 20% (Rs. 2 per share)	-	-	(350,062)	-	(350,062)
Interim dividend for the period ended December 31, 2025 @ 20% (Rs. 2 per share)	-	-	(350,062)	-	(350,062)
	-	-	(700,124)	-	(700,124)
Balance as at June 30, 2026	1,750,311	3,022	1,316,394	(2,816)	3,066,911

DESCON OXYCHEM LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	---- Rupees in Thousands ----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Generated from Operations	850,861	1,857,141
Finance cost paid	(44,043)	(10,282)
Income tax and levy paid	(418,126)	(307,945)
Profit on deposits received	7,541	21,157
Long term loan to employees - net	3,052	3,042
	(451,576)	(294,028)
Net Cash Generated from Operating Activities	399,285	1,563,113
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(335,316)	(137,761)
Intangible assets purchased	(128,377)	(381,116)
Proceeds from disposal of property, plant and equipment	15	72
Short term investments purchased	(901,928)	(2,702,623)
Short term investments redeemed	1,151,357	2,143,011
Dividend received	-	1,503
Net Cash Used in from Investing Activities	(214,249)	(1,076,914)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term financing repaid	(26,899)	(26,899)
Finances under mark up arrangements - net	590,544	114,257
Dividends paid	(697,889)	(692,401)
Net Cash Used in Financing Activities	(134,244)	(605,043)
Net Increase / (Decrease) in Cash and Cash Equivalents	50,792	(118,844)
Cash and cash equivalents at the beginning of the year	342,916	461,760
Cash and Cash Equivalents at the End of the Year	393,708	342,916