



CHEMISTRY OF **EXPANSION**

Diversifying Materials
Expanding Markets



Condensed Interim Financial Statements
for the First Quarter ended September 30, 2026 (Un-Audited)

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Company Information

Board of Directors:

Mr. Donald Jenkin	Chairman
Mr. Mustafa Jafar	Chief Executive Officer
Mr. Lee Kin Seng	Non-Executive Director
Ms. Anam Fatima Khan	Non-Executive Director
Mr. Adnan Afridi	Independent Director
Mr. Mazhar Valjee	Independent Director
Ms. Naila Kassim	Independent Director

Audit Committee:

Mr. Adnan Afridi	Chairman
Mr. Donald Jenkin	Member
Mr. Mazhar Valjee	Member
Ms. Anam Fatima Khan	Member

Human Resource and Remuneration Committee:

Ms. Naila Kassim	Chairperson
Mr. Donald Jenkin	Member
Mr. Mustafa Jafar	Member

Chief Financial Officer:

Mr. Muhammad Shakeel Uddin

Company Secretary:

Mr. Mujtaba Hassan Ghanchi

Head of Internal Audit:

Ms. Nargis Iqbal

Bankers:

M/s. Habib Bank Limited
M/s. National Bank of Pakistan
M/s. Habib Metropolitan Bank Limited
M/s. Allied Bank Limited
M/s. MCB Bank Limited
M/s. Bank Al-Falah Limited
M/s. Standard Chartered Bank (Pakistan) Limited
M/s. Meezan Bank Limited
M/s. United Bank Limited
M/s. The Bank of Punjab
M/s. Dubai Islamic Bank Pakistan Limited

Auditors:

M/s. BDO Ebrahim & Co.
Chartered Accountants

Legal Advisors:

M/s. Zahid & Tariq Advocates

Share Registrar:

FAMCO Share Registration Services (Pvt) Ltd.
Share Registrars
8-F, Next to Hotel Faran, Nursery, Block-6,
P.E.C.H.S., Shahrah-e-Faisal, Karachi.
Ph: (92-21) 34380101-5, 34384621-3 (Ext.103)

Registered Office:

9th Floor, Artistic Tower, Plot No.39/A-2,
Block-6, P.E.C.H.S., Shahrah-e-Faisal,
Karachi - 75400
Ph: (92-21) 34520132 - 35
Fax: (92-21) 34392182

Factories:

- Hub Unit**
A101 - A105, A132 - A136 and
A141 - A150,
Hub Industrial Trading Estate,
Hub Chowki, District Lasbella, Balochistan.
Ph: (92-853) 363706 - 09
Fax: (92-853) 363907
- Gadoon Unit**
34-A, 34-B, 35, 38-A and 88, Road-3,
Industrial Estate, Gadoon Amazai,
District Swabi, Khyber Pakhtunkhwa.
Ph: (92-938) 270150 - 52
Fax: (92-938) 270246

Directors' Report

For the Quarter Ended 30 September 2026

The Directors of your Company are pleased to present this report along with the unaudited financial results for the first quarter ended September 30, 2026.

Despite challenging market conditions arising from the Gulf regional conflict, supply chain disruptions, intense price competition and transport strikes in the northern region, the Company is trying to maintain its market presence. After a challenging May-August period, September showed some recovery; however, market conditions remain challenging.

During the period ended September 30, 2026, the Company recorded a loss before tax of Rs. 49 million and an after-tax loss of Rs. 95 million compared to the profit before tax of Rs. 319 million and after-tax Profit of Rs. 191 million during the corresponding period last year. The basic and diluted earnings per share declined from Rs.10.13 to Rs. (5.02).

Resin Division

The Resin Division generated sales revenue of Rs. 1,530 million compared to Rs. 910 million achieved during the same period last year, showing an increase of 68%.

Moulding Compound Division

The Moulding Compound Division generated sales revenue of Rs. 2,107 million compared to Rs. 2,417 million achieved during the same period last year, showing a decrease of 13%.

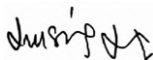
Future Outlook

The regional uncertainty arising from the Gulf conflict has created havoc in the energy sector (petroleum products, oil and gas), disrupted cross-border trade routes and increased raw material, logistics and input costs, with the prices of the Company's core raw materials remaining particularly volatile. The closure of the Afghan border has also affected the Company's exports. The Company continues to focus on securing key raw materials to ensure uninterrupted supply to its customers. It is also looking to offset these challenges by strengthening its market position and enhancing its local and regional presence. Supported by strong leadership, a committed workforce and resilient customer relationships, the Company remains optimistic about its long-term growth.

Acknowledgement

The Directors of the Company would like to thank the Almighty Allah for all His blessings in these challenging times. We wish to convey our appreciation to our employees, shareholders, customers, financial institutions and other stakeholders for their continued support and the confidence that they have shown in the Company.

On behalf of the Board



Mustafa Jafar
Chief Executive Officer

Karachi: October 23, 2026



Donald Jenkin
Chairman

ڈائریکٹرز کی رپورٹ

30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لئے

آپ کی کمپنی کے ڈائریکٹرز بمسرت یہ رپورٹ، 30 ستمبر 2026 کو ختم ہونے والی پہلی سہ ماہی کے غیر آڈٹ شدہ مالیاتی نتائج کے ساتھ پیش کرتے ہیں۔
خلیجی خطے میں جاری تنازع، سپلائی چین میں رکاوٹوں، شدید قیمتوں کے مسابقت اور شمالی خطے میں ٹرانسپورٹ ہڑتالوں کے باعث پیدا ہونے والے مشکل مارکیٹ حالات کے باوجود، کمپنی اپنی مارکیٹ میں موجودگی برقرار رکھنے کی کوشش کر رہی ہے۔ مئی سے اگست کے دوران مشکل حالات کے بعد تیسرے مہینے میں کچھ بہتری دیکھنے میں آئی، تاہم مارکیٹ کے حالات اب بھی چیلنجنگ ہیں۔

30 ستمبر 2026 کو ختم ہونے والی مدت کے دوران کمپنی کو ٹیکس سے قبل 49 ملین روپے کا خسارہ اور ٹیکس کے بعد 95 ملین روپے کا خسارہ ہوا، جبکہ گزشتہ سال کی اسی مدت کے دوران ٹیکس سے قبل 319 ملین روپے کا منافع اور ٹیکس کے بعد 191 ملین روپے کا منافع حاصل ہوا تھا۔ بنیادی اور خالص منافع فی حصص 10.13 روپے سے کم ہو کر منفی 5.02 روپے ہو گیا۔

ریزن ڈویژن

ریزن ڈویژن نے 1,530 ملین روپے کا ریونیو حاصل کیا، جبکہ گزشتہ سال کی اسی مدت کے دوران ریونیو 910 ملین روپے تھا، جو کہ 68 فیصد اضافہ ظاہر کرتا ہے۔

مولڈنگ کپاؤنڈ ڈویژن

مولڈنگ کپاؤنڈ ڈویژن نے 2,107 ملین روپے کا ریونیو حاصل کیا، جبکہ گزشتہ سال کی اسی مدت کے دوران یہ ریونیو 2,417 ملین روپے تھا۔ جو کہ 13 فیصد کمی ظاہر کرتا ہے۔

مستقبل کا منظر نامہ

خلیجی تنازع کے باعث پیدا ہونے والی علاقائی غیر یقینی صورتحال نے توانائی کے شعبے، بالخصوص پیٹرولیم مصنوعات تیل اور گیس، میں شدید بے ترتیبی پیدا کی ہے، سرحد پار تجارتی راستوں کو متاثر کیا ہے اور خام مال، لاجسٹکس اور دیگر پیداواری لاگت میں اضافہ کیا ہے۔ کمپنی کے بنیادی خام مال کی قیمتیں بالخصوص مسلسل غیر یقینی اور اتار چڑھاؤ کا شکار ہیں۔ افغانستان کی سرحد کی بندش نے بھی کمپنی کی برآمدات کو متاثر کیا ہے۔

کمپنی اپنے صارفین کو بلا قطل فراہمی یقینی بنانے کیلئے اہم خام مال کے حصول پر مسلسل توجہ مرکوز کئے ہوئے ہے۔ کمپنی اپنی مارکیٹ پوزیشن کو مزید مستحکم کرنے اور مقامی و علاقائی سطح پر اپنی موجودگی کو وسعت دینے کے ذریعے ان چیلنجز کے اثرات کو کم کرنے کیلئے بھی کوشاں ہے۔ مضبوط قیادت، پُر عزم افرادی قوت اور صارفین کے ساتھ مستحکم تعلقات کی بدولت کمپنی اپنی طویل مدتی ترقی کے حوالے سے پُر امید ہے۔

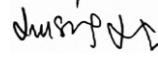
اعمالیہ تفکر

کمپنی کے ڈائریکٹرز ان مشکل حالات میں اللہ تعالیٰ کی تمام نعمتوں پر اس کے شکر گزار ہیں۔ ہم اپنے ملازمین، شیئرز، ہولڈرز، صارفین، مالیاتی اداروں اور دیگر اسٹیک ہولڈرز کی مسلسل حمایت اور کمپنی پر ان کے اعتماد کو قدر کی نگاہ سے دیکھتے ہیں اور ان کا تہہ دل سے شکریہ ادا کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے



ڈاکٹر وحید حسین
چیئر مین



مصطفیٰ جعفر
چیف ایگزیکٹو آفیسر

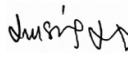
کراچی: 23 اکتوبر 2026

Condensed Interim Statement of Financial Position

As at 30 September 2026

		30 September 2026 (Un-audited)	30 June 2026 (Audited)
Note		(Rupees in '000)	
ASSETS			
NON-CURRENT ASSETS			
	6	1,343,851	1,100,259
Property, plant and equipment		13,515	17,263
Long-term loans		18,153	16,173
Long-term deposits and prepayments		36,761	36,761
Deferred taxation - net		1,412,280	1,170,456
CURRENT ASSETS			
		121,222	95,786
Stores and spares		2,848,174	3,670,635
Stock-in-trade	7	2,519,421	2,471,273
Trade debts	8	356,355	256,467
Loans and advances		36,443	331,869
Trade deposits, prepayments and other receivables		1,532	7,112
Accrued markup		213,241	343,913
Short term investment		176,498	56,062
Taxation - net		383,554	432,284
Cash and bank balances		6,656,440	7,665,401
TOTAL ASSETS		8,068,720	8,835,857
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
40,000,000 (June 30, 2026: 40,000,000)		200,000	200,000
ordinary shares of Rs.5/- each			
Issued, subscribed and paid-up capital		94,362	94,362
Revenue reserves		5,469,517	5,564,178
		5,563,879	5,658,540
NON-CURRENT LIABILITIES			
Lease liabilities		7,016	14,298
Deferred liability		108,377	180,345
		115,393	194,643
CURRENT LIABILITIES			
Trade and other payables		791,788	1,579,003
Accrued mark-up		45,939	17,482
Short-term running finance	9	1,372,125	1,281,059
Current maturity of deferred liability		148,358	74,180
Current maturity of lease liabilities		18,119	17,697
Unclaimed dividend		13,119	13,253
		2,389,448	2,982,674
TOTAL EQUITY AND LIABILITIES		8,068,720	8,835,857
CONTINGENCIES AND COMMITMENTS			
	10		

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


MUSTAFA JAFAR
Chief Executive Officer


DONALD JENKIN
Chairman

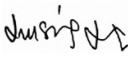

SHAKEEL UDDIN
Chief Financial Officer

Condensed Interim Statement of Profit or Loss

For the Quarter Ended 30 September 2026 (Un-audited)

		30 September 2026	30 September 2025
	Note	(Rupees in '000)	
Turnover - net	11	3,636,794	3,326,924
Cost of sales		(3,325,403)	(2,749,784)
Gross profit		311,391	577,140
Selling and distribution costs		(141,766)	(120,438)
Administrative expenses		(127,320)	(104,543)
Allowance for expected credit loss		(39,864)	(26,140)
		(308,950)	(251,121)
Other income		14,264	28,695
Operating profit		16,705	354,714
Finance costs		(51,881)	(8,176)
Other charges / expenses		(14,000)	(27,706)
		(65,881)	(35,882)
Profit /(loss) before taxation		(49,176)	318,832
Taxation			
- current		(45,485)	(144,582)
- deferred		-	16,964
		(45,485)	(127,618)
Profit /(loss) for the period		(94,661)	191,214
Basic and diluted earnings per share		(5.02)	10.13

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


MUSTAFA JAFAR
 Chief Executive Officer

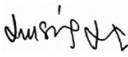

DONALD JENKIN
 Chairman


SHAKEEL UDDIN
 Chief Financial Officer

Condensed Interim Statement of Comprehensive Income or Loss
For the Quarter Ended 30 September 2026 (Un-audited)

	30 September 2026	30 September 2025
	 (Rupees in '000)	
Profit/(loss) for the period	(94,661)	191,214
Other comprehensive income	-	-
Total comprehensive income/(loss) for the period	(94,661)	191,214

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


MUSTAFA JAFAR
Chief Executive Officer


DONALD JENKIN
Chairman


SHAKEEL UDDIN
Chief Financial Officer

Condensed Interim Statement of Changes in Equity

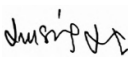
For the Quarter Ended 30 September 2026 (Un-audited)

Issued, subscribed and paid-up capital	Revenue reserves			Total
	General reserve	Unappropriated profit	Sub Total	

(Rupees in '000)

Balance as at July 1, 2025 (audited)	94,362	3,141,000	1,643,170	4,784,170	4,878,532
Transferred to general reserve	-	1,000,000	(1,000,000)	-	-
Comprehensive income for the period					
Profit after taxation for the period ended September 30, 2025	-	-	191,214	191,214	191,214
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period ended September 30, 2025	-	-	191,214	191,214	191,214
Balance as at September 30, 2025 (un-audited)	94,362	4,141,000	834,384	4,975,384	5,069,746
Balance as at July 1, 2026 (audited)	94,362	4,141,000	1,423,178	5,564,178	5,658,540
Transferred to general reserve	-	1,000,000	(1,000,000)	-	-
Comprehensive loss for the period					
Loss after taxation for the period ended September 30, 2026	-	-	(94,661)	(94,661)	(94,661)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period ended September 30, 2026	-	-	(94,661)	(94,661)	(94,661)
Balance as at September 30, 2026 (un-audited)	94,362	5,141,000	328,517	5,469,517	5,563,879

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


MUSTAFA JAFAR
 Chief Executive Officer


DONALD JENKIN
 Chairman

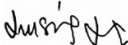

SHAKEEL UDDIN
 Chief Financial Officer

Condensed Interim Statement of Cash Flows

For the Quarter Ended 30 September 2026 (Un-audited)

	30 September 2026	30 September 2025
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	(49,176)	318,832
Adjustments for non-cash and other items		
Depreciation on operating fixed assets	65,386	54,515
Depreciation on right-of-use assets	2,798	2,798
Amortisation of intangible assets	420	-
Allowance for expected credit loss	39,864	26,140
Finance costs	51,881	8,176
Gain on disposals of operating fixed assets	(2,638)	(5,677)
	157,711	85,952
Profit before working capital changes	108,535	404,784
(Increase) / decrease in current assets		
Stores and spares	(25,436)	5,443
Stock-in-trade	822,461	173,937
Trade debts	(88,012)	(300,176)
Loans and advances	(99,888)	(81,457)
Trade deposits, prepayments and other receivables	295,426	(6,916)
Accrued markup	5,580	7,224
	910,131	(201,945)
Increase / (decrease) in current liabilities		
Trade and other payables	(713,037)	132,127
	305,629	334,966
Finance costs paid	(23,424)	(8,098)
Income taxes paid - net	(165,921)	(268,999)
Long-term loans and deposits - net	1,768	4,575
Net cash generated from operating activities	118,052	62,444
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditures paid	(314,800)	(49,691)
Short term investments paid	(5,652)	(67,159)
Proceeds from disposal of operating fixed assets	5,242	6,880
Net cash used in investing activities	(315,210)	(109,970)
CASH FLOWS FROM FINANCING ACTIVITIES		
Deferred liability	(71,968)	-
Repayment of loan made during the period	-	(6,929)
Payment of lease rentals	(6,860)	(1,730)
Dividend paid	(134)	(5)
Net cash used in financing activities	(78,962)	(8,664)
Net decrease in cash and cash equivalents	(276,120)	(56,190)
Cash and cash equivalents at beginning of period	(711,976)	956,466
Cash and cash equivalents at end of period	(988,096)	900,276
CASH AND CASH EQUIVALENTS		
Cash and bank balances	384,030	900,276
Short-term running finance	(1,372,126)	-
	(988,096)	900,276

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


MUSTAFA JAFAR
Chief Executive Officer


DONALD JENKIN
Chairman


SHAKEEL UDDIN
Chief Financial Officer

Notes to the Condensed Interim Financial Statements

For the Quarter Ended 30 September 2026

1. THE COMPANY AND ITS OPERATIONS

Dynea Pakistan Limited (the Company) was incorporated in Pakistan as a public limited company, under the repealed Companies Act, 1913 (now the Companies Act, 2017) on June 20, 1982 and is listed on the Pakistan Stock Exchange Limited. The Company is engaged in the manufacture and sale of formaldehyde, urea / melamine formaldehyde and moulding compound.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The geographical Location and addresses of the Company's business units / immovable assets are as under:

Business Unit	Address
- Registered Office	9th Floor, Artistic Tower, Plot No. 39/A-2, Block-6, P.E.C.H.S., Main Shahrah-e-Faisal, Karachi-75400, Sindh, Pakistan.
- Factory	A101-105, A132-136, A141-150, H.I.T.E., Hub Chowki, District Lasbella, Balochistan.
- Factory	34-A, 34-B, 35, 38-A and 88, Road-3 Industrial Estate, Gadoon Amazai, District Swabi, KPK.

3. BASIS OF PREPARATION

3.1 Statement of Compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of, directives and notification issued under the Companies Act, 2017.

Where the provisions of directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of, directives and notification issued under the Companies Act, 2017 have been followed.

3.2 These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2026.

3.3 These condensed interim financial statements is presented in Pakistan Rupees which is the Company's functional and presentation currency.

4. MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies and methods of computation applied in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statement as at and for the year ended June 30, 2026.

5. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards, as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

The assumptions, Judgements and estimates made by the management in the preparation of these condensed interim financial statements are same as those applied in the Company's annual financial statements as at and for the year ended June 30, 2026.

	30 September 2026 (Un-audited)	30 June 2026 (Audited)
	 (Rupees in '000)	
6. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	1,049,498	1,039,553
Right to use asset	19,589	22,388
Capital work-in-progress	274,764	33,417
	<u>1,343,851</u>	<u>1,095,358</u>

- 6.1** The following additions (including transfers from capital work-in-progress) and disposals were made in operating fixed assets during the period:

	Additions at cost		Disposals at book value	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	(Un-audited)		(Un-audited)	
	 (Rupees in '000)		 (Rupees in '000)	
Plant and machinery	34,290	19,515	-	3,222
Office Equipment	499	-	-	-
Furniture & Fixture	855	-	-	-
Computer and accessories	6,993	2,104	-	977
Vehicles	30,816	13,244	2,604	5,304
	<u>73,453</u>	<u>34,863</u>	<u>2,604</u>	<u>9,503</u>

	Note	30 September 2026 (Un-audited)	30 June 2026 (Audited)
		 (Rupees in '000)	
6.2 Movement in capital work-in-progress is as follows:			
Balance at beginning of the year		33,417	-
Capital expenditure incurred / advances made during the period		283,545	135,390
Transfers to operating fixed assets		(42,198)	(101,973)
Balance at end of the period		<u>274,764</u>	<u>33,417</u>
7. STOCK-IN-TRADE			
Raw material:			
In hand		1,954,907	1,899,272
In transit		160,610	1,230,146
		<u>2,115,517</u>	<u>3,129,418</u>
Packing material		75,672	83,582
Finished goods		690,149	527,019
Less: Provision for obsolescence		(33,164)	(69,384)
		<u>2,848,174</u>	<u>3,670,635</u>
8. TRADE DEBTS - unsecured			
Considered good		2,519,421	2,471,273
Considered doubtful		205,360	165,497
		<u>2,724,781</u>	<u>2,636,770</u>
Allowance for expected credit loss	8.1	(205,360)	(165,497)
		<u>2,519,421</u>	<u>2,471,273</u>
8.1 Movement of allowance for expected credit loss:			
Balance at beginning of the period / year		165,497	189,704
Reversal during the period / year		39,863	(24,207)
Balance at end of the period / year		<u>205,360</u>	<u>165,497</u>

9. SHORT-TERM RUNNING FINANCE - secured

This represent running finance facilities obtained from various conventional banks amounting to Rs. 2,550 million (June 30, 2026: Rs. 2,550 million). These facilities are secured by joint/ first pari passu hypothecation of stores and spares, stock-in-trade and trade debts of the Company. The rate of mark-up on these facilities ranges from one month KIBOR to three months' KIBOR as bench mark rate plus 0.50% to 1% as spread (June 30, 2026: one month KIBOR to three months' KIBOR as bench mark rate plus 0.50% to 1% as spread) per annum and mark-up is payable quarterly.

10. CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

The Excise and Taxation Department, Government of Sindh (the Department) imposed, vend and permit fee on methanol, a major raw material used by the Company in the production of formaldehyde. The Company filed a petition against the imposition of these levies in the High Court of Sindh (HCS) in August 1996. In June 2001, the HCS decided the case in the favour of the Company. However, the Department filed an appeal in the Supreme Court of Pakistan (SCP) against the above judgement. The SCP suspended the decision of the HCS and reverted the case back to the HCS for fresh hearing. In March 2003, the HCS once again decided the case in favour of the Company. The Department once again filed an appeal before the SCP.

In December 2019, the SCP disposed off the appeal on the basis that the Department would not press the instant and connected appeals, and that a fresh demand shall be raised following the notification dated 14 February 2002 and Sindh (Amendment) Abkari Ordinance 2002 notified on 30 October 2002. In addition to that the Department would surrender the demand secured by Indemnity Bonds for the period 1990 up to October 2002.

As of the reporting date, no fresh demand has yet been received from the Department against Vend and Permit fee amounting to Rs. 2,587.74 million (June 30, 2026: Rs. 2,466.93 million) determined on the basis of consumption of methanol by the Company since November 2002.

The consignment is being released by paying Rs. 3/= cash per bulk gallon which is being expensed out and indemnity bond of Rs. 14/= per bulk gallon under protest.

Upon receipt of the fresh demand from the Department, the Company intends to approach the relevant Court of Justice to defend the case. The Company expects, based on the view of the legal advisor and the merit of the case, that the Company has strong grounds to challenge such a demand and its challenge is likely to succeed. Accordingly, no provision for any liability has been made in these financial statements.

10.2 Commitments

10.2.1 Outstanding bank guarantees

10.2.2 Outstanding letter of credits

30 September 2026 (Un-audited)	30 June 2026 (Audited)
..... (Rupees in '000).....	
37,303	37,303
760,580	1,155,382

		30 September 2026 (Un-audited)	30 September 2025 (Un-audited)
	Note	(Rupees in '000)	
11. TURNOVER - net			
Local sales			
Gross sales		4,375,454	3,682,511
Sales tax		(747,895)	(633,320)
Sales return		(3,232)	-
		(751,127)	(633,320)
		3,624,327	3,049,191
Export sales	11.1	12,467	277,733
Net turnover		3,636,794	3,326,924

11.1 Region wise export sales are as under

Oman	6,702	-
Kenya	5,765	-
Afghanistan	-	277,733

12. OPERATING SEGMENT INFORMATION

For management purposes, the Company is organized into business units based on their products and has two reportable operating segments as follows:

- The resin division produces urea/melamine formaldehyde, other resin additives and formaldehyde; and
- The moulding compound division produces urea/melamine formaldehyde moulding compound and melamine glazing powder.

	30 September 2026 (Un-Audited)			30 September 2025 (Un-Audited)		
	Resin division	Moulding compound division	Total	Resin division	Moulding compound division	Total
	(Rupees in '000)			(Rupees in '000)		
Turnover - net	1,529,812	2,106,983	3,636,794	909,801	2,417,123	3,326,924
Segment result	(4,423)	169,668	165,245	37,344	424,747	462,091
Unallocated expenses:						
Administrative expenses			(127,320)			(104,543)
Distribution costs			(35,484)			(31,529)
Other income			14,264			28,695
Finance costs			(51,881)			(8,176)
Other charges			(14,000)			(27,706)
Taxation			(45,485)			(127,618)
Net profit / (Loss) for the period			(94,661)			191,214
Capital expenditure	24,788	266,825	291,613	17,360	18,314	35,674
Unallocated capital expenditure			23,187			14,158
Total capital expenditure			314,800			49,832
Depreciation and amortisation	22,521	32,681	55,202	16,644	30,264	46,908
Unallocated depreciation and amortisation			13,402			10,404
Total depreciation and amortisation			68,604			57,312

Segment assets and liabilities	30 September 2026 (Un-audited)			30 June 2026 (Audited)		
	Resin division	Moulding compound division	Total	Resin division	Moulding compound division	Total
	(Rupees in '000)			(Rupees in '000)		
Segment assets	2,790,010	3,881,554	6,671,564	147,333	148,657	295,990
Unallocated assets			1,397,156			88,497
Total assets			8,068,720			384,487
Segment liabilities	144,455	398,234	542,689	5,569	6,496	12,065
Unallocated liabilities			1,962,152			9,022
Total liabilities			2,504,841			21,087

13. SHARIAH COMPLIANCE DISCLOSURE

Following information has been disclosed with the reference to disclosure requirements of fourth schedule of the Companies Act, 2017

	30 September 2026 (Un-audited)			30 June 2026 (Audited)		
	Conventional	Shariah Compliant	Total	Conventional	Shariah Compliant	Total
	(Rupees in '000)			(Rupees in '000)		
Statement of financial position - Assets						
Interest accrued	1,508	24	1,532	7,112	-	7,112
Short-term investments	213,241	-	213,241	343,913	-	343,913
Cash and bank balances	213,603	169,951	383,554	200,990	231,294	432,284
Statement of financial position - Liabilities						
Lease liabilities	7,016	-	7,016	14,298	-	14,298
Deferred liabilities	108,377	-	108,377	180,345	-	180,345
Current portion of deferred liabilities	148,358	-	148,358	74,180	-	74,180
Current portion of lease liabilities	18,119	-	18,119	17,697	-	17,697
Short-term borrowing	1,172,125	200,000	1,372,125	1,081,059	200,000	1,281,059
Accrued mark-up/profit	45,939	-	45,939	17,482	2,693	20,175

	30 September 2026 (Un-audited)			30 September 2025 (Un-audited)		
	Conven- tional	Shariah Compliant	Total	Conven- tional	Shariah Compliant	Total
	(Rupees in '000)			(Rupees in '000)		
Statement of Profit or Loss						
Turnover -net	-	3,636,794	3,636,794	-	3,326,924	3,326,924
Interest/Profit on:						
Other Income	1,741	-	1,741	182	-	182
Interest/profit on deposit accounts	4,491	42	4,533	13,818	193	14,011
Interest on TDRs/T-Bills	5,652	-	5,652	7,103	-	7,103
Gain on disposal of investment in mutual funds	-	-	-	1,722	-	1,722
Gain on disposal of operating fixed assets	-	2,338	2,338	-	5,677	5,677
Exchange (loss) /gain on foreign currency	-	(3,662)	(3,662)	-	(541)	(541)
Finance cost	(45,708)	(6,173)	(51,881)	(8,176)	-	(8,176)

14. FAIR VALUE MEASUREMENT

The carrying values of the financial assets and financial liabilities approximate their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

Fair value hierarchy

The different levels to analyse financial assets carried at fair value have been defined as follows:

Level 1: Quoted market price.

Level 2: Valuation techniques (market observable); and

Level 3: Those whose inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As of the statement of financial position date, the Company does not have any financial assets carried at fair value that required categorization in Level 1, Level 2 and Level 3.

15. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise associated companies, employee retirement benefits fund, directors and key management personnel. All the transactions with related parties are carried out on arms-length basis and in the ordinary course of business as approved by the Board of Directors of the Company. Transactions with related parties are as follows:

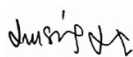
Name of related Party	Relationship	% of shareholding	Nature of transaction	30 September 2026	30 September 2025
..... (Rupees in '000)					
(Un-audited)					
Remuneration	Key management personnel	0.005%	Remuneration	<u>115,526</u>	<u>96,740</u>
Director Fee	Directors	0.03%	Director fee	<u>4,390</u>	<u>4,064</u>
Provident Fund	Retirement benefits	Nil	Contribution to fund	<u>7,431</u>	<u>6,199</u>

16. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 23, 2026 by the Board of Directors of the Company.

17. GENERAL

In these financial statements, figures have been rounded off to the nearest thousand Pak rupee, unless otherwise stated.



MUSTAFA JAFAR
Chief Executive Officer

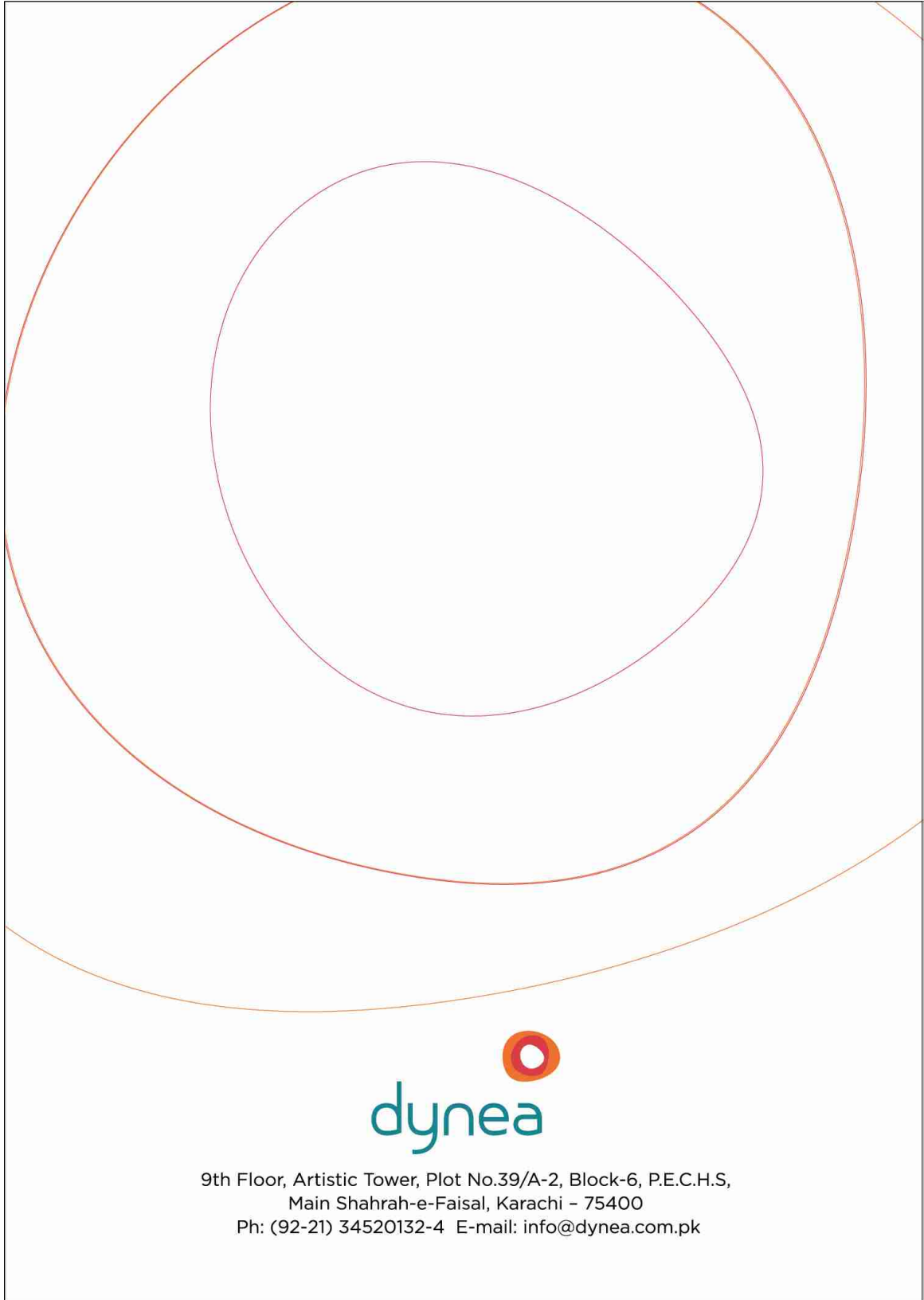


DONALD JENKIN
Chairman



SHAKEEL UDDIN
Chief Financial Officer

Karachi: October 23, 2026



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