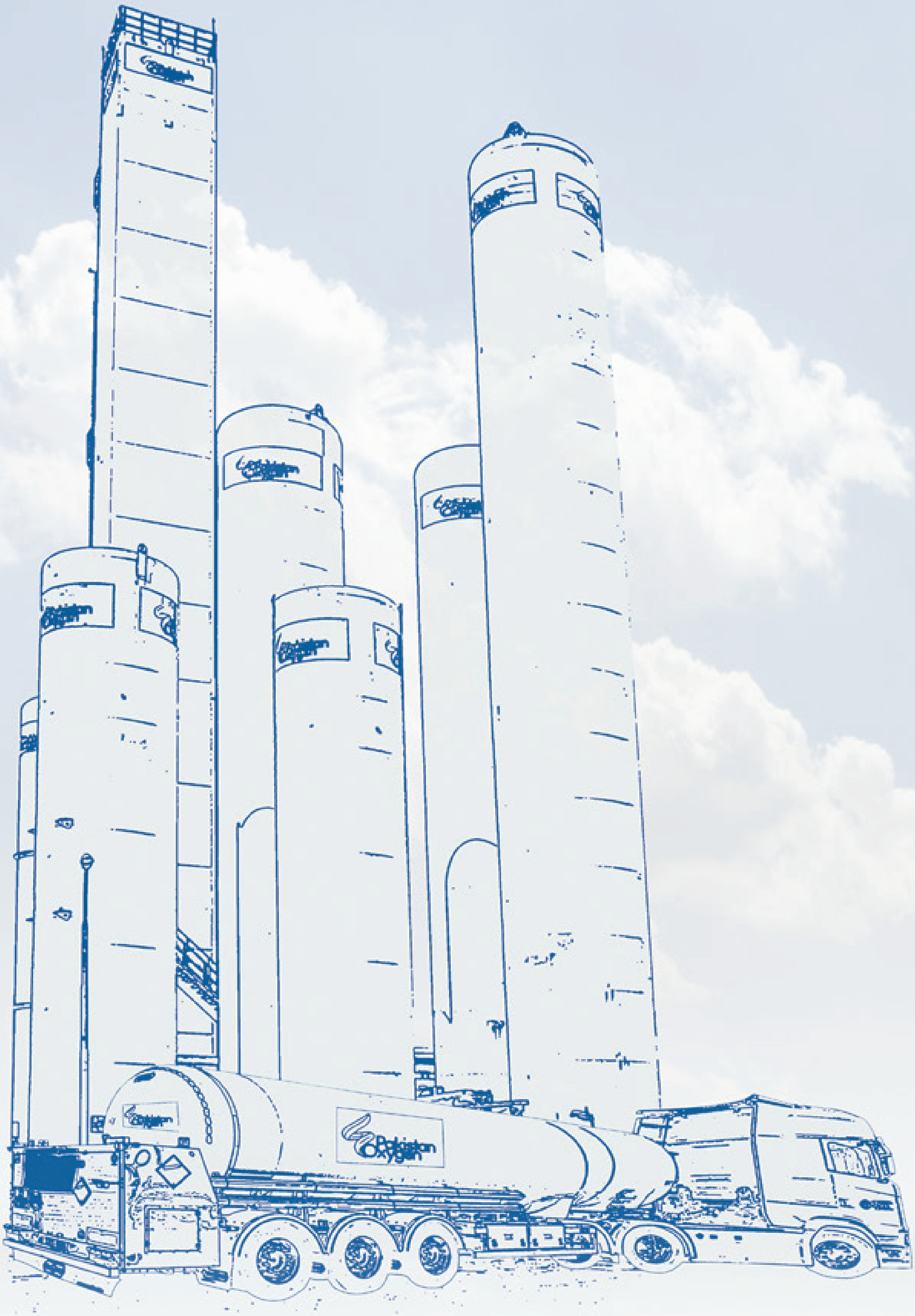
Condensed Interim Financial Statements (Unaudited)
For The Nine Months Ended September 30, 2025

Driving Excellence, Delivering Success



PRINCIPLES

VISION

Oxygen for life and sustainable growth.

MISSION

Sustained fast growth to lead the market in safe, reliable and innovative solutions for industrial and medical gases, products and engineering services.

CORPORATE VALUES

- Collaborate to Succeed
- Commit to Achieve
- Passion to Excel
- People to Perform
- Innovate to Grow

CODE OF ETHICS

At Pakistan Oxygen, we live and work by a set of principles and values which encompass our foundational principles of safety, integrity, sustainability and respect and core values of Commit to Achieve, Collaborate to Succeed, Innovate to Grow, Passion to Excel and People to Perform. Together our principles and core values underpin all our actions, decisions and behavior and express what we stand for as an organization and what differentiates us from others. These principles and core values are embedded in our organization and resonate in everything we do. To uphold the highest ethical standards, we have developed a Code of Ethics which provides guidance to all employees on:

- Dealings with our customers, suppliers and markets encompassing competition and international trade.
- Dealing with governments, product development, ethical purchasing and advertising.
- Dealings with stakeholders, financial reporting and communication, insider dealing, protecting company secrets and protecting company assets.
- Dealings with our employees, conflicts of interest, avoidance of bribery, gifts and entertainment, data protection, human rights and dealings with each other.
- Dealings with communities and the public with regard to our corporate responsibilities and on restrictions to provide support for political activities.

All employees of Pakistan Oxygen undergo training on the Code of Ethics and are expected to comply with the standards laid out in the Code.

COMPANY INFORMATION

BOARD OF DIRECTORS

Waqar Ahmed Malik	Non-Executive Chairman
Asad Said Jafar	Independent Director
Kamran Gul E Anwer	Non-Executive Director
Matin Amjad	Chief Executive Officer
Mohammad Iqbal Puri	Non-Executive Director
Nadir Salar Qureshi	Independent Director
Shahid Mehmood Umerani	Non-Executive Director
Siraj Ahmed Dadabhoy	Non-Executive Director
Syed Hassan Ali Bukhari	Non-Executive Director
Tayyeb Afzal	Independent Director
Tushna D Kandawalla	Independent Director

CHIEF FINANCIAL OFFICER

Jamshed Azhar

COMPANY SECRETARY

Mazhar Iqbal

BOARD AUDIT COMMITTEE

Tayyeb Afzal	Chairman	Independent Director
Asad Said Jafar	Member	Independent Director
Kamran Gul E Anwer	Member	Non-Executive Director
Nadir Salar Qureshi	Member	Independent Director

BOARD STRATEGY COMMITTEE

Waqar Ahmed Malik	Chairman	Non-Executive Director
Matin Amjad	Member	Chief Executive Officer
Nadir Salar Qureshi	Member	Independent Director
Siraj Ahmed Dadabhoy	Member	Non-Executive Director
Shahid Mehmood Umerani	Member	Non-Executive Director
Tayyeb Afzal	Member	Independent Director

BOARD HUMAN RESOURCE, REMUNERATION AND NOMINATION COMMITTEE

Tushna D Kandawalla	Chairperson	Independent Director
Asad Said Jafar	Member	Independent Director
Nadir Salar Qureshi	Member	Independent Director
Shahid Mehmood Umerani	Member	Non-Executive Director
Syed Hassan Ali Bukhari	Member	Non-Executive Director

SHARE TRANSFER COMMITTEE

Syed Hassan Ali Bukhari	Chairman	Non-Executive Director
Matin Amjad	Member	Chief Executive Officer

BANKERS

Standard Chartered Bank (Pakistan) Limited
Meezan Bank Limited
Habib Bank Limited
Citibank NA
MCB Bank Limited
National Bank of Pakistan Limited
Askari Bank Limited (Ikhlas)
Dubai Islamic Bank Pakistan Limited
BankIslami Pakistan Limited
Habib Metropolitan Bank Limited (Sirat)
Allied Bank Limited
The Bank of Punjab Taqwa Islamic Bank
Faysal Bank limited

ENTITY CREDIT RATING BY PACRA

A+/A1 (A-Plus/A-One) with “Stable” outlook

SHARE REGISTRAR

CDC Share Registrar Services Limited

EXTERNAL AUDITORS

BDO Ebrahim & Company

INTERNAL AUDITORS

EY Ford Rhodes Consulting (Pvt) Ltd.

LEGAL ADVISOR

Hamid Law Associates

REGISTERED OFFICE

West Wharf, Dockyard Road, Karachi
74000

WEBSITE

www.pakoxygen.com

Directors' Review

The Directors of Pakistan Oxygen Limited are pleased to present the Directors' Review together with the Condensed Interim Financial Statements for the third quarter and nine months ended September 30, 2025.

During FY 2024–25, Pakistan's economy showed signs of modest recovery with GDP growth of 3.04%. Industrial activity in sectors relevant to the Company's operations — including chemicals, fertilizers, steel, and food & beverages — remained relatively subdued. Inflation averaged around 5%, while the State Bank of Pakistan maintained its policy rate at 11% to support macroeconomic stability.

Despite the challenging macroeconomic environment, the Company delivered a strong operational and financial performance. Net sales stood at PKR 9,475 million, reflecting a 15% increase over the same period last year (SPLY). This growth demonstrates customer confidence and reinforces Pakistan Oxygen's position as a trusted partner across both industrial and healthcare sectors. The increase was driven primarily by higher sales of medical Oxygen to healthcare institutions and liquid Nitrogen to the oil and gas industry, while sales in the Hardgoods segment also rose 10% year-on-year.

Gross profit reached PKR 3,715 million, representing a 69% increase over SPLY, supported by improved production efficiency and effective margin management. Overheads (excluding WPPF and WWF) were reduced by 2%, reflecting continued focus on cost control. A reversal of PKR 57 million in doubtful debt provisions highlights strengthened collection processes. Finance costs declined by 51% due to improved working capital management and a lower policy rate environment. Consequently, Profit Before Levy and Tax rose to PKR 2,536 million, an increase of 232% compared to SPLY. After accounting for levies and taxation of PKR 1,027 million (including Super Tax of PKR 258 million), Profit After Tax stood at PKR 1,509 million, translating into an EPS of PKR 17.32, up 230% year-on-year.

Looking ahead, a gradual recovery in industrial demand is expected as inflation moderates and interest rates remain stable. The Healthcare segment is projected to sustain steady growth, while the Company will continue to prioritize safe operations, production efficiency, and sustainability as key strategic pillars. Recent investments in solar power at production facilities reaffirm the Company's commitment to responsible energy use and long-term value creation. Additionally, the Company has made its first steps into the digitalization space, with the development and commercialization of an internally developed low-code application builder.

The Board remains confident in the Company's ability to build on the momentum achieved during the year and to continue delivering sustainable growth and value for all stakeholders.

Karachi October 24, 2025	Matin Amjad Chief Executive Officer	Waqar Ahmed Malik Chairman

ڈائریکٹرز کا جائزہ:

پاکستان آکسیجن لمیٹڈ کے ڈائریکٹرز انتہائی مسرت کے ساتھ نوماہی اختتامیہ 30 ستمبر 2025 سے متعلق ڈائریکٹرز کا جائزہ معہ مختصر عبوری مالی گوشوارے پیش کر رہے ہیں۔

مالی سال 25-2024 کے دوران، پاکستان کی معیشت میں بحالی کی معمولی علامات ظاہر ہوئیں اور جی ڈی پی کی شرح نمو 3.04 فیصد رہی۔ کمپنی کے کاروبار سے متعلقہ صنعتوں بشمول کیمیکلز، کھاد، اسٹیل، اور فوڈ اینڈ بیوریجز میں صنعتی سرگرمیاں نسبتاً کمزور رہیں۔ افراطِ زر اوسطاً تقریباً 5 فیصد رہی، جبکہ اسٹیٹ بینک آف پاکستان نے مجموعی معاشی استحکام کے لیے اپنے پالیسی ریٹ کو 11 فیصد پر برقرار رکھا۔

مشکل معاشی حالات کے باوجود، کمپنی نے مضبوط پیداواری اور مالی کارکردگی کا مظاہرہ کیا۔ خالص فروخت 9,475 ملین روپے رہی، جو گزشتہ سال کی اسی مدت کے مقابلے میں 15 فیصد زائد ہے۔ یہ اضافہ صارفین کے اعتماد کو ظاہر کرتا ہے اور پاکستان آکسیجن کی حیثیت کو ایک قابلِ اعتماد شراکت دار کے طور پر مستحکم کرتا ہے، خواہ وہ صنعتی شعبہ ہو یا صحت کا شعبہ۔ یہ اضافہ بنیادی طور پر صحت کے شعبے کو میڈیکل آکسیجن کی زیادہ فروخت اور تیل و گیس کی صنعت کو مائع نائٹروجن کی بڑھتی ہوئی طلب کے باعث ہوا، جبکہ ہارڈ گڈز کے شعبے میں بھی سال بہ سال 10 فیصد اضافہ ریکارڈ کیا گیا ہے۔

مجموعی منافع 3,715 ملین روپے ریکارڈ کیا گیا، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 69 فیصد زائد ہے۔ یہ کارکردگی بہتر پیداوار اور مؤثر مارجن مینجمنٹ سے حاصل ہوئی۔ اوور ہیڈ اخراجات (WPPF اور WWF کے علاوہ) میں 2 فیصد کمی واقع ہوئی، جو لاگت پر قابو رکھنے کے سلسلے میں کمپنی کی مسلسل توجہ کو ظاہر کرتی ہے۔ مؤثر اور مضبوط کلیکشن پراسس کے باعث صارفین سے واجبات کی وصولیوں میں نمایاں بہتری ہوئی، جس کے نتیجے میں غیر یقینی وصولیوں کے پروویژن میں بھی 57 ملین روپے کی کمی ریکارڈ کی گئی۔ فنانسنگ اخراجات میں 51 فیصد کمی واقع ہوئی ہے، جو بہتر ورکنگ کیپیٹل مینجمنٹ اور کم پالیسی ریٹ کے بدولت ممکن ہوا۔ نتیجتاً، لیوی اور ٹیکس سے قبل از منافع 2,536 ملین روپے ریکارڈ کیا گیا، جو گزشتہ مالی سال کے اسی عرصے کے مقابلے میں 232 فیصد زائد ہے۔ لیوی اور ٹیکس کی مد میں 1,027 ملین روپے (جس میں سپر ٹیکس 258 ملین روپے شامل ہے) کے بعد، بعد از ٹیکس منافع اور فی حصص آمدنی بالترتیب 1,509 ملین روپے اور 17.32 روپے رہی، جو گزشتہ سال کے مقابلے میں 230 فیصد زائد ہے۔

مستقبل میں اس بات کی توقع ہے کہ جیسے جیسے افراطِ زر میں کمی آئے گی اور شرحِ سود مستحکم رہے گی، صنعتی طلب بتدریج بڑھے گی۔ صحت کے شعبہ میں مستحکم ترقی برقرار رہنے کی توقع ہے، جبکہ کمپنی محفوظ آپریشنز، پیداواری عمل کی کارکردگی مؤثر بنانے، اور پائیداری کو اپنی حکمت عملی میں کلیدی حیثیت دیتی رہے گی۔ کمپنی نے اپنی پیداوار کی تنصیبات پر شمسی توانائی میں حالیہ سرمایہ کاری کے ذریعے ذمہ دارانہ توانائی کے استعمال اور طویل مدتی قدر کی تخلیق کے لیے اپنے عزم کا اظہار کیا ہے۔ مزید برآں، کمپنی نے ڈیجیٹلائزیشن کے میدان میں اپنے پہلے قدم رکھتے ہوئے اندرونی طور پر تیار کردہ (Low-code/No-code) ایپلیکیشن تیار کی اور تجارتی پیمانے پر متعارف کروایا۔

بورڈ پُر اعتماد ہے کہ کمپنی رواں سال کے دوران حاصل کی گئی کامیابیوں کے تسلسل کو برقرار رکھتے ہوئے تمام شراکت داروں کے لیے پائیدار ترقی اور قدر فراہم کرتی رہے گی۔

کراچی	متین امجد	وقار احمد ملک
24 اکتوبر، 2025	چیف ایگزیکٹو آفیسر	چیئرمین

Pakistan Oxygen Limited
Condensed Interim Statement of Profit or Loss (Unaudited)
For The Nine Months Ended September 30, 2025

	Note	For the nine months ended		For the three months ended	
		September 30, 2025	September 30, 2024 (Restated)	September 30, 2025	September 30, 2024 (Restated)
		--------Rupees in '000---------		--------Rupees in '000---------	
Gross sales	5	10,915,315	9,516,778	3,924,535	3,211,516
Sales tax	5	(1,440,448)	(1,244,479)	(520,723)	(432,733)
Net sales		**9,474,867**	**8,272,299**	**3,403,812**	**2,778,783**
Cost of sales	5	(5,760,159)	(6,072,653)	(1,979,825)	(2,026,808)
Gross profit		**3,714,708**	**2,199,646**	**1,423,987**	**751,975**
Distribution and marketing expenses	5	(285,971)	(415,833)	(123,462)	(160,349)
Administrative expenses	5	(314,004)	(251,085)	(114,155)	(87,070)
Other operating expenses		(217,211)	(95,213)	(87,010)	(26,471)
		(817,186)	**(762,131)**	**(324,627)**	**(273,890)**
Operating profit before other income		**2,897,522**	**1,437,515**	**1,099,360**	**478,085**
Gain on sale of non current assets classified as held for sale		-	50,424	-	-
Other income		33,199	85,165	13,370	959
Operating profit		**2,930,721**	**1,573,104**	**1,112,730**	**479,044**
Finance cost		(394,761)	(809,964)	(100,161)	(249,614)
Profit before levy and taxation		**2,535,960**	**763,140**	**1,012,569**	**229,430**
Minimum tax differential - levy		(55,854)	(14,028)	(22,506)	(12,917)
Profit before taxation		**2,480,106**	**749,112**	**990,063**	**216,513**
Taxation		(971,421)	(291,913)	(382,942)	(70,224)
Profit for the period		**1,508,685**	**457,199**	**607,121**	**146,289**
Earnings per share - basic and diluted (Rupees)		17.32	5.25	6.97	1.68

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

Jamshed Azhar Chief Financial Officer	Matin Amjad Chief Executive Officer	Waqar Ahmed Malik Chairman

Pakistan Oxygen Limited
Condensed Interim Statement of Comprehensive Income (Unaudited)
For The Nine Months Ended September 30, 2025

	For the nine months ended		For the three months ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	--------Rupees in '000----------		--------Rupees in '000----------	
Profit for the period	1,508,685	457,199	607,121	146,289
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	**1,508,685**	**457,199**	**607,121**	**146,289**

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

Jamshed Azhar
Chief Financial Officer

Matin Amjad
Chief Executive Officer

Waqar Ahmed Malik
Chairman

Pakistan Oxygen Limited
Condensed Interim Statement of Financial Position
As at September 30, 2025

	Note	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		-------- Rupees in '000 --------	
Assets			
Non-current assets			
Property, plant and equipment	6	13,296,643	13,416,451
Intangible assets		25,467	14,380
Investment in subsidiary		10	10
Long term loans		21,665	3,956
Long term deposits		80,610	80,610
		13,424,395	**13,515,407**
Current assets			
Stores and spares		621,636	547,889
Stock-in-trade	7	745,758	797,098
Trade debts		2,312,535	1,795,432
Loans and advances		119,556	29,711
Deposits and prepayments		551,839	445,548
Other receivables	8	908,200	1,146,870
Taxation - net receivable		-	187,757
Cash and bank balances		1,178,180	562,660
		6,437,704	**5,512,965**
Non current assets classified as held for sale		57,449	57,449
Total assets		**19,919,548**	**19,085,821**
Equity and Liabilities			
Share capital and reserves			
Authorised share capital			
150,000,000 (2024: 150,000,000) Ordinary shares of Rs. 10 each		1,500,000	1,500,000
Issued, subscribed and paid-up capital			
87,124,228 (2024: 87,124,228) Ordinary shares of Rs. 10 each		871,243	871,243
Capital reserves			
Share Premium		595,092	595,092
Surplus on revaluation of property, plant and equipment		4,186,648	4,186,648
Revenue reserves			
General reserves		3,693,204	2,985,666
Unappropriated profit		1,508,685	707,538
		9,983,629	**8,474,944**
		10,854,872	**9,346,187**
Non-current liabilities			
Long term deposits		286,638	260,063
Long term financing	9	2,832,817	3,539,714
Lease liabilities	10	7,983	13,379
Deferred capital grant	11	270,774	345,768
Deferred liabilities		594,274	263,928
		3,992,486	**4,422,852**
Current liabilities			
Trade and other payables		2,909,306	2,737,951
Short term borrowings		1,388,387	1,987,007
Un-claimed dividend		17,845	18,045
Taxation - net payable		128,615	-
Current maturity of long term financing	9	521,792	460,608
Current portion of lease liabilities	10	4,895	2,623
Current portion of deferred capital grant	11	101,350	110,548
		5,072,190	**5,316,782**
Total equity and liabilities		**19,919,548**	**19,085,821**
Contingencies and Commitments	12		

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

Jamshed Azhar	Matin Amjad	Waqar Ahmed Malik
Chief Financial Officer	Chief Executive Officer	Chairman

Pakistan Oxygen Limited
Condensed Interim Statement of Cash Flows (Unaudited)
For The Nine Months Ended September 30, 2025

	Note	September 30, 2025	September 30, 2024
		--------Rupees in '000---------	
Cash flow from operating activities			
Cash generated from operations	13	3,307,264	1,981,281
Finance cost paid		(472,082)	(751,272)
Levy and income tax paid		(377,398)	(44,654)
Post-retirement medical benefits paid		(4,012)	(258)
Long-term deposits and loans receivable		(17,709)	(5,931)
Long-term deposits payable		26,575	2,889
Net cash generated from operating activities		**2,462,638**	**1,182,055**
Cash flow from investing activities			
Additions to property, plant and equipment		(526,326)	(574,248)
Additions to intangibles assets		(16,193)	-
Proceeds from disposal of property, plant and equipment		25,385	85,192
Proceeds from sale of non current assets classified as held for sale (net)		-	50,820
Interest received on balances with banks		2,956	238
Net cash used in investing activities		**(514,178)**	**(437,998)**
Cash flow from financing activities			
Repayment of long term financing		(729,904)	(384,524)
Repayment of lease liabilities		(4,216)	(4,041)
Dividends paid		(200)	(450)
Net cash used in financing activities		**(734,320)**	**(389,015)**
Net Increase in cash and cash equivalents		**1,214,140**	**355,042**
Cash and cash equivalents at beginning of the period		(1,424,347)	(2,524,119)
Cash and cash equivalents at end of the period	14	**(210,207)**	**(2,169,077)**

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

Jamshed Azhar	Matin Amjad	Waqar Ahmed Malik
Chief Financial Officer	Chief Executive Officer	Chairman

Pakistan Oxygen Limited
Condensed Interim Statement of Changes in Equity (Unaudited)
For The Nine Months Ended September 30, 2025

	Share Capital	Capital reserves			Revenue reserves			Total
	Issued, subscribed and paid-up Capital	Share premium	Surplus on revaluation of property, plant and equipment	Subtotal	General reserve	Unappropriated profit	Subtotal	
	----------Rupees in '000----------							
Balance as at January 1, 2024 (Audited)	**871,243**	**595,092**	**4,186,648**	**4,781,740**	**2,844,930**	**140,736**	**2,985,666**	**8,638,649**
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	-	457,199	457,199	**457,199**
Other comprehensive income	-	-	-	-	-	-	-	-
Transfer to general reserves	-	-	-	-	140,736	(140,736)	-	-
Balance as at September 30, 2024 (Un-audited)	**871,243**	**595,092**	**4,186,648**	**4,781,740**	**2,985,666**	**457,199**	**3,442,865**	**9,095,848**
Balance as at January 1, 2025 (Audited)	**871,243**	**595,092**	**4,186,648**	**4,781,740**	**2,985,666**	**707,538**	**3,693,204**	**9,346,187**
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	-	1,508,685	1,508,685	**1,508,685**
Other comprehensive income	-	-	-	-	-	-	-	-
Transfer to general reserves	-	-	-	-	707,538	(707,538)	-	-
Balance as at September 30, 2025 (Un-audited)	**871,243**	**595,092**	**4,186,648**	**4,781,740**	**3,693,204**	**1,508,685**	**5,201,889**	**10,854,872**

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

Jamshed Azhar	Matin Amjad	Waqar Ahmed Malik
Chief Financial Officer	Chief Executive Officer	Chairman

Pakistan Oxygen Limited
Notes to the Condensed Interim Financial Statements (Unaudited)
For The Nine Months Ended September 30, 2025

1 LEGAL STATUS AND OPERATIONS

Pakistan Oxygen Limited ("the Company") was incorporated in Pakistan under the repealed Companies Act, 1913 (now Companies Act, 2017), as a Private Limited company in 1949 and converted into a Public Limited Company in 1958. Its shares are quoted on Pakistan Stock Exchange Limited.

The address of registered office of the Company is West Wharf, Dockyard Road, Karachi, Pakistan.

The Company is principally engaged in the manufacturing of industrial and medical gases, welding electrodes and marketing of medical equipment.

The Company has a wholly owned subsidiary, BOC Pakistan (Private) Limited ("BOCPL"), which has not carried out any business activities since its incorporation. Accordingly, the Securities & Exchange Commission of Pakistan ("SECP") has granted status of inactive Company to BOCPL. SECP has also granted exemption from application of sub-section (1) of section 228 of the Companies Act, 2017 requiring consolidation of subsidiary in the preparation of financial statements for the current year.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements of the Company for the nine months ended September 30, 2025 have been prepared in accordance with the accounting and reporting standards (IFRS) as applicable in Pakistan for interim financial reporting which 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 and directives issued under the Companies Act, 2017.

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

These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under section 237 of the Companies Act, 2017. These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 The accounting policies and methods of computation applied in the preparation of these condensed interim financial statements are the same as those applied in preparation of the annual financial statements of the Company as at and for the year ended December 31, 2024.

3.2 Amendments to certain existing standards, interpretations on accounting standards and new standards became effective during the period were either not relevant to the Company's operations or did not have any significant impact on the accounting policies of the Company.

3.3 Change in accounting policy: Minimum Tax and Levy

As fully disclosed in note 4.31 to the annual financial statements as at and for the year ended December 31, 2024, the Company changed its accounting policy to recognise minimum and final taxes as 'Levy'. The Company has accounted for the effects of these changes in accounting policy retrospectively in accordance with International Accounting Standard 8: "Accounting Policies, Changes in Accounting Estimates and Errors".

There is no impact of the change in accounting policy on condensed interim statement of financial position, condensed interim statement of comprehensive income, and condensed interim statement of changes in equity except reclassification in condensed interim statement of profit or loss and condensed interim statement of cash flows amounting to Rs. 14.028 million from taxation to levy. Resultantly, there is no impact on the profit and operating cashflows for the period.

4 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires the management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts. Actual results may differ from these judgments, estimates and assumptions.

The accounting estimates and judgements made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual financial statements as at and for the year ended December 31, 2024

5 SEGMENT RESULTS

	For the nine months ended						For the three months ended					
	September 30, 2025			September 30, 2024			September 30, 2025			September 30, 2024		
	Industrial, medical and other gases	Welding and others	Total	Industrial, medical and other gases	Welding and others	Total	Industrial, medical and other gases	Welding and others	Total	Industrial, medical and other gases	Welding and others	Total
	----------Rupees in '000----------						----------Rupees in '000----------					
Gross sales	9,492,398	1,422,917	10,915,315	8,185,884	1,330,894	9,516,778	3,440,261	484,274	3,924,535	2,792,868	418,648	3,211,516
Less:												
Sales tax	1,228,051	212,397	1,440,448	1,044,720	199,759	1,244,479	448,200	72,523	520,723	369,662	63,071	432,733
Net sales	8,264,347	1,210,520	9,474,867	7,141,164	1,131,135	8,272,299	2,992,061	411,751	3,403,812	2,423,206	355,578	2,778,783
Less:												
Cost of sales	4,854,664	905,495	5,760,159	5,103,153	969,500	6,072,653	1,667,659	312,166	1,979,825	1,730,132	296,676	2,026,808
Distribution and marketing expenses	262,489	23,482	285,971	385,277	30,556	415,833	114,554	8,908	123,462	147,923	12,426	160,349
Administrative expenses	288,220	25,784	314,004	232,635	18,450	251,085	106,294	7,861	114,155	80,259	6,811	87,070
	5,405,373	954,761	6,360,134	5,721,065	1,018,506	6,739,571	1,888,507	328,935	2,217,442	1,958,314	315,913	2,274,227
Segment result	2,858,974	255,759	3,114,733	1,420,099	112,629	1,532,728	1,103,554	82,816	1,186,370	464,892	39,665	504,556
Unallocated corporate expenses:												
Other operating expenses			(217,211)			(95,213)			(87,010)			(26,471)
Gain on sale of non current assets classified as held for sale			-			50,424			-			-
Other income			33,199			85,165			13,370			959
			(184,012)			40,376			(73,640)			(25,512)
Operating profit			2,930,721			1,573,104			1,112,730			479,044
Finance cost			(394,761)			(809,964)			(100,161)			(249,614)
Profit before levy and taxation			2,535,960			763,140			1,012,569			229,430
Minimum tax differential - levy			(55,854)			(14,028)			(22,506)			(12,917)
Profit before taxation			2,480,106			749,112			990,063			216,513
Taxation			(971,421)			(291,913)			(382,942)			(70,224)
Profit for the period			1,508,685			457,199			607,121			146,289

	Note	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		----------Rupees in '000----------	
6 PROPERTY, PLANT AND EQUIPMENT			
Operating assets	6.1	12,663,236	13,037,393
Capital work-in-progress	6.2	625,500	368,699
Right-of-use assets - building	6.3	7,907	10,359
		13,296,643	**13,416,451**
6.1 Operating assets			
Net book value as at January 01		13,037,393	12,913,617
Additions during the period / year:			
Land and building		28,758	355,818
Plant and machinery		137,818	473,988
Vehicles		86,321	54,546
Furniture, fittings and office equipment		8,066	14,709
Computer equipment		8,562	8,716
		269,525	**907,777**
Less:			
Disposals during the period / year - net book value		(10,678)	(15,106)
Depreciation charge during the period / year		(633,004)	(768,895)
		(643,682)	(784,001)
		12,663,236	**13,037,393**
6.2 Capital work-in-progress			
As at January 01		368,699	614,008
Additions during the period / year		542,519	708,327
		911,218	**1,322,335**
Transfers during the period / year:			
Operating assets		(269,525)	(907,777)
Non current assets classified as held for sale		-	(45,859)
Intangible assets		(16,193)	-
		625,500	**368,699**
6.3 Right-of-use assets - building			
Net carrying value basis			
As at January 01		10,359	11,140
Additions during the period / year		-	2,470
Depreciation during the period / year		(2,452)	(3,251)
Closing net book value		**7,907**	**10,359**
7 STOCK-IN-TRADE			
In hand			
Raw and packing materials		314,542	257,572
Finished goods		431,216	539,526
	7.1	**745,758**	**797,098**

7.1 The cost of raw and packaging materials and finished goods has been adjusted for provision for slow moving and obsolete stock by Rs. 53.520 million (December 31, 2024: Rs. 47.229 million). During the period, provision in respect of slow moving and obsolete stock amounting to Rs. 6.291 million was recorded (September 30, 2024: Rs. 6.160 million).

	Note	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		----------Rupees in '000----------	
8 OTHER RECEIVABLES			
Considered good:			
Receivable from defined benefit funds		41,820	40,321
Receivable from defined contribution funds		-	3,490
Contract assets		511,986	660,350
Sales tax recoverable		339,651	394,788
Margin against letters of credit and bank guarantees		14,743	47,921
		908,200	**1,146,870**
9 LONG TERM FINANCING			
Secured from banking companies:			
Temporary economic relief facility	9.1	2,459,318	2,663,761
Islamic financing facility (diminishing musharakah)	9.2	895,291	1,336,561
		3,354,609	**4,000,322**
Less: current portion shown under current liabilities		(521,792)	(460,608)
		2,832,817	**3,539,714**

9.1 This represents long term financing agreements entered into by the Company with certain banks to avail long term financing facilities including Islamic Temporary Economic Refinance Facility (ITERF) of the State Bank of Pakistan for an amount of Rs. 3,600 million and Rs. 200 million for import and construction of ASU 270 TPD plant and 11 TPS Electrode plant, respectively. These loans are repayable in thirty-two quarterly installments over a period of eight years beginning from May 2023 and are secured against charge over certain fixed assets of the Company. These facilities carry mark-up/ profit at 4% (SBP rate 1% + bank spread 3%). The amount of loan outstanding as at reporting date includes Rs. 1,522 million (December 31, 2024: Rs. 1,722 million) obtained under ITERF.

9.2 This represents financing agreements entered into by the Company with certain banks under Islamic mode of financing for an amount of Rs. 1,300 million and Rs. 100 million for construction of ASU 270 TPD plant and 11 TPS Electrode plant, respectively. The loans are repayable in thirty-two quarterly installments over a period of eight years beginning from May 2023 and are secured against charge over certain fixed assets of the Company. These facilities carry mark-up /profit rate ranging from 3 months KIBOR + 1.4%. The amount of loan outstanding as at reporting date is Rs. 895 million (December 31, 2024: Rs. 1,337 million) obtained under Islamic mode of financing.

	Note	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		----------Rupees in '000----------	
10 LEASE LIABILITIES			
Lease liabilities recognised as on January 01		16,002	17,338
Additions during the period / year		-	2,470
Interest accrued		1,092	1,628
Less: repayment of lease liabilities		(4,216)	(5,434)
	10.1	**12,878**	**16,002**
10.1 Break up of lease liabilities			
Lease liabilities		12,878	16,002
Less: current portion		(4,895)	(2,623)
		7,983	**13,379**
Maturity analysis-contractual undiscounted cashflow			
Less than one year		5,960	5,659
One to five year		8,667	13,183
Total undiscounted lease liability		**14,627**	**18,842**

10.2 When measuring lease liabilities, the Company discounted lease payments using its incremental borrowing rate of 10% - 14% at the time of initial recoginition of the lease liabilities.

	Note	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		----------Rupees in '000----------	
11 DEFERRED CAPITAL GRANT			
Capital grant	11.1	372,124	456,316
Current portion shown under current liability		(101,350)	(110,548)
		270,774	**345,768**

11.1 The Company received term finance facility amounting to Rs.3,681 million (December 31, 2024: Rs. 3,681 million) from certain banks under I/TERF introduced by the State Bank of Pakistan. Deferred capital grant has been recorded in respect of this facility under IAS-20, Government Grants.

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There were no contingencies as at September 30, 2025 and December 31, 2024.

12.2 Commitments

12.2.1 Capital commitments outstanding as at September 30, 2025 amounted to Rs. 190.633 million (December 31, 2024: Rs. 127.422 million).

12.2.2 Commitments under letters of credit for inventory items as at September 30, 2025 amounted to Rs. 163.566 million (December 31, 2024: Rs. 307.729 million).

12.2.3 Banks have provided guarantees to various parties on behalf of the Company in normal course of business. Guarantees outstanding as at September 30, 2025 amounted to Rs. 446.754 million (December 31, 2024: Rs. 360.659 million).

	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		----------Rupees in '000----------	
13 CASH GENERATED FROM OPERATIONS			
Profit before taxation		2,480,106	749,112
Adjustments for non cash charges and other items:			
Minimum tax differential - levy		55,854	14,028
Depreciation		635,456	566,481
Amortisation		5,107	4,039
Gain on disposal of property, plant and equipment		(14,707)	(70,086)
Gain on disposal of non current assets held for sale		-	(50,424)
Mark-up income from saving and deposit accounts		(2,956)	(238)
Finance cost		394,761	809,964
Post retirement medical benefits		852	1,298
Working capital changes	13.1	(247,209)	(42,893)
		3,307,264	**1,981,281**
13.1 Working capital changes			
Decrease / (Increase) in current assets:			
Stores and spares		(73,747)	(131,977)
Stock-in-trade		51,340	(507,069)
Trade debts		(517,103)	(435,423)
Loans and advances		(89,845)	1,964
Deposit and prepayments		(106,291)	(158,407)
Other receivables		238,670	271,344
		(496,976)	**(959,568)**
(Decrease) / Increase in current liabilities:			
Trade and other payables		249,767	916,675
		(247,209)	**(42,893)**
14 CASH AND CASH EQUIVALENTS			
Cash and bank balances	14.1	1,178,180	474,375
Short term borrowings - running finance under mark-up arrangement		(1,388,387)	(2,643,452)
		(210,207)	**(2,169,077)**

14.1 This includes an amount of Rs. 265.668 million held in savings accounts (September 30, 2024: Rs. 91.198 million). The mark-up on saving account is at the rate of 9.50% per annum (September 30, 2024: 18.00% per annum).

15 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of associated companies, entities with common directors, major shareholders, sponsors, key management personnel and staff retirement funds. Transactions and balances with related parties are given below:

15.1 Transactions with related parties are summarised as follows:

Nature of Relationship	Nature of Transaction	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		----------Rupees in '000----------	
Associated companies by virtue of common directorship	Sale of goods	15,834	20,646
	Purchase of goods and receipt of services	571,621	772,225
Directors	Meeting fee	7,150	12,175
Staff retirement funds	Charge in respect of retirement funds	48,995	43,567
Key management personnel	Compensation	360,175	291,326

15.2 Balances with related parties are summarised as follows:

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----------Rupees in '000----------	
Receivable from:		
Staff retirement funds	41,819	41,919
Associated companies	9,546	6,547
Payable to:		
Staff Retirement Funds	8,543	3,976
Associated companies	79	939

15.3 Sales, purchases and other transactions with related parties are carried out on commercial terms and conditions.

16 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements of the Company for the year ended December 31, 2024. Therefore these condensed interim financial statements do not include all the financial risk management information and disclosures.

17 FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and financial liabilities reflected in these condensed interim financial statements approximate their fair values. As of the reporting date, none of the financial instruments of the Company are carried at fair value.

18 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 24, 2025 by the Board of Directors of the Company.

19 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation, the effect of which are not material.

20 GENERAL

Amounts have been rounded off to the nearest thousands of rupees unless otherwise stated.

Jamshed Azhar Chief Financial Officer	Matin Amjad Chief Executive Officer	Waqar Ahmed Malik Chairman

PRODUCTS AND SERVICES

At Pakistan Oxygen, our reputation is built on our ability to promptly and effectively address the diverse needs of our customers, regardless of their industry or interests. Our customer-centric approach guides the development of our products, technologies, and support services, ensuring they are tailored to meet each customer's unique requirements and contribute value to their operations.

What distinguishes Pakistan Oxygen is our extensive expertise in process engineering, project development, and our comprehensive product range. We offer a diverse array of gas products, facilities, turnkey services, and solutions, encompassing bulk and compressed gas lines, welding consumables, equipment, and safety gear. Supported by a team of highly skilled engineers, product managers, technologists, and marketers, we provide dedicated assistance and collaborate closely with customers to deliver tailored solutions for their specific gas applications.

At Pakistan Oxygen, we believe in empowering our customers with the knowledge and resources they need for success. Recognizing that each customer faces unique challenges, we are committed to delivering customized solutions that address their individual needs. Our ultimate objective is to ensure a seamless and hassle-free experience for our customers, allowing them to concentrate on their core business activities.

In essence, Pakistan Oxygen is an organization driven by customer needs, offering customized solutions to businesses throughout Pakistan. With our extensive product portfolio, comprehensive services, and unwavering support, we differentiate ourselves from the competition and remain dedicated to empowering our customers with the tools and insights required for success.

HEALTHCARE

Medical Gases
Nitrous Oxide
Compressed Medical - Oxygen
Liquid Medical Oxygen
Entonox
Specialty Medical Gases

Medical Equipment
Medical air, Vacuum and AGSS Plants
Medical Gases Alarm Systems
Suction injector units, vacuum controllers,
Oxygen therapy products and high precision flowmeters
Entonox delivery systems, complete with apparatus
Manifolds – semi and fully automatic
Patient Bedhead Units and ICU beam systems
Operation Theatre (OT) - Pendants (fixed and movable)
Fully equipped Modular OT
Oxymed™ (Bedhead Unit)
ZSU (Zonal Valve Service Unit)
AVSU (Area Valve Service Unit)

Medical Engineering Services
Consultation, design, installation and service of medical gas pipeline systems (O_2, N_2O, Air, Suction etc)
Safety, quality, risk analysis and training on medical gases pipeline systems

INDUSTRIAL GASES

Bulk Industrial Gases
Liquid Oxygen
Liquid Nitrogen
Liquid Argon
Pipeline and Trailer Hydrogen
Liquid Carbon dioxide
Industrial Pipelines and Associated Services
Ultra-Ice™ (Dry Ice)
NITROPOD™ (Cryogenic dewar)

Compressed Industrial Gases
Compressed Oxygen
Aviation Oxygen
Compressed Nitrogen
Compressed Argon
Compressed Air
Compressed Hydrogen
Compressed Carbon dioxide
Dissolved Acetylene

Specialty Industrial Gases
High Purity Gases
Research Grade Gases
Gaseous Chemicals
Calibration Mixtures
Argon Mixtures
Welding Mas Mixtures
Sterilization Gases

Innovative Solutions
KuickApp™ (Low-code/No-code Application Developer)
Oxygizer™ (Portable Oxygen Canister)
TeleTel™ (Remote Telemetry)

WELDING CONSUMABLES AND HARDGOODS

Welding Consumables
Welding Electrode
Quick Pac™ E7018-H4R
AlphaWeld™ - H4 Low H2
Fortrex™ E7018 Low H2
Matador48™ E7018
Zodian Universal™ E6013
Prime Arc™ E6013
Matador47™ E6013
HERO WELD™ E6013
POL 113 SUPER™ E6013
POL 113™ E6013
POL HARD 650™ Hard Facing
SS Pro™ E308L & E316L
SAFFIRE™ E308L & 316L

Welding Consumable
Saffire™ MIG Welding Wire
Saffire Lite™ MIG Welding Wire

Welding Machines
SPARK ARC 200™
MMA, MIG, TIG, Plasma

Welding Accessories
Gas Regulators
Cutting Torches
Welding Torches
Cutting Machines

Scan me

Pakistan Oxygen Limited
P.O. Box 4845, Dockyard Road, West Wharf, Karachi-74000, Pakistan.
UAN: +21 111-262-725 | Phone: +92 21 32313361 (9 lines)
Email: info@pakoxygen.com | Website: www.pakoxygen.com