

“Growing with our customers for 90 years”



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**



**People
to Perform**



**Passion
to Excel**



**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 encompass competition and international trade.
- Dealing with governments, product development, ethical purchasing and advertising.
- Dealing 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

Shahid Mehmood Umerani	Non-Executive Chairman
Arshad Mohsin Tayebaly	Independent Director
Kamran Gul E Anwer	Non-Executive Director
Matin Amjad	Chief Executive Officer
Mohammad Iqbal Puri	Non-Executive Director
Muhammad Ashraf Bawany	Non-Executive Director
Siraj Ahmed Dadabhoy	Non-Executive Director
Sadia Khan	Independent Director
Saadia Naveed	Independent Director
Sohail Razi Khan	Independent Director
Tayyeb Afzal	Independent Director

CHIEF FINANCIAL OFFICER

Jamshed Azhar

COMPANY SECRETARY

Mazhar Iqbal

BOARD AUDIT COMMITTEE

Tayyeb Afzal	Chairman	Independent Director
Kamran Gul E Anwer	Member	Non-Executive Director
Mohammad Iqbal Puri	Member	Non-Executive Director
Sadia Khan	Member	Independent Director

BOARD HUMAN RESOURCE, REMUNERATION AND NOMINATION COMMITTEE

Arshad Mohsin Tayebaly	Chairman	Independent Director
Shahid Mehmood Umerani	Member	Non-Executive Director
Siraj Ahmed Dadabhoy	Member	Non-Executive Director
Sohail Razi Khan	Member	Independent Director

BOARD RISK AND SUSTAINABILITY COMMITTEE

Sadia Khan	Chairperson	Independent Director
Muhammad Ashraf Bawany	Member	Non-Executive Director
Shahid Mehmood Umerani	Member	Non-Executive Director
Tayyeb Afzal	Member	Independent Director

BANKERS

Conventional Banks

Standard Chartered Bank (Pakistan) Limited
Habib Bank Limited
Citibank NA
MCB Bank Limited
National Bank of Pakistan Limited
Allied Bank Limited

Islamic Banks

Askari Bank Limited (Ikhlas)
Meezan Bank Limited
Dubai Islamic Bank Pakistan Limited
BankIslami Pakistan Limited
Habib Metropolitan Bank Limited (Sirat)
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 (Private) Limited

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 first quarter ended March 31, 2026.

The International Monetary Fund, in its World Economic Outlook released on April 14, 2026, maintained Pakistan's real GDP growth projection at 3.6% for the current fiscal year (FY26), while the outlook for FY27 has been revised downward to 3.5% from 4.1%. This revision reflects the impact of the geopolitical conflict on global energy markets and external balances. Inflation projections were also revised upward to 7.2% for FY26 and 8.4% for FY27.

Given the challenging external environment, The State Bank of Pakistan kept its policy rate unchanged at 10.5% to support macroeconomic stability. Headline inflation rose to 7.3% in March 2026, the highest since August 2024, driven primarily by higher transport and utilities costs in the wake of recent fuel price hikes. In spite of the above, the Company delivered a strong financial performance during the period under review, building on the operational momentum achieved in FY25.

Net sales increased by 23% to PKR 3,614 million compared with PKR 2,948 million in the Same Period Last year (SPLY). The growth was broad-based and supported by disciplined pricing actions across all major business segments, primarily the Healthcare segment which grew by 21% year-on-year. The Packaged Gases & Products segment posted a 19% increase, with Hardgoods sales rising 22% on the back of strong welding electrode demand and an uplift in welding wire volumes.

Gross Profit for the period under review was recorded at PKR 1,574 million as compared to PKR 996 million in the SPLY, an increase of 58%. The Gross Profit margin improved from 34% to 44%, reflecting timely cost pass-through and better production efficiency.

Overheads increased primarily due to inflation and higher costs required to service the Company's customers. Finance costs declined by 45% to PKR 79 million (SPLY: PKR 142 million), reflecting lower interest rates, early repayments of long-term financing, and improved working capital management. As a result, Profit Before Taxation rose to PKR 1,136 million, up a significant 76% over SPLY. After accounting for taxation of PKR 446 million (including super tax of PKR 120 million), Profit After Tax was recorded at PKR 690 million, translating into Earnings Per Share of PKR 7.92 against PKR 4.49 in the corresponding period, reflecting a year-on-year increase of 76%.

The operating environment for the remainder of the year carries the uncertainties of the regional conflict. While stable interest rates and improving industrial activity are likely to support demand across the Company's core segments, the trajectory of global energy prices, regional geopolitical developments and the inflationary outlook would pose new challenges. The Company remains committed to safely and reliably service all its customers in these uncertain times.

The Board remains confident in the Company's ability to sustain its performance momentum and in continued long-term value to its stakeholders.



Matin Amjad
Chief Executive Officer



Shahid Mehmood Umerani
Chairman

Karachi
April 27, 2026

ڈائریکٹرز کا جائزہ

پاکستان آکسیجن لمیٹڈ کے ڈائریکٹرز انتہائی مسرت کے ساتھ 31 مارچ 2026 کو ختم ہونے والی پہلی سہ ماہی کے مختصر عبوری مالیاتی گوشوارے معہ ڈائریکٹرز کا جائزہ آپ کی خدمت میں پیش کر رہے ہیں۔

بین الاقوامی مالیاتی فنڈ (IMF) نے 14 اپریل 2026 کو جاری کیے گئے اپنے عالمی مالیاتی منظر نامے میں موجودہ مالی سال (FY26) کے لیے پاکستان کی حقیقی جی ڈی پی نمو کا تخمینہ 3.6% مقرر کیا ہے، جبکہ مالی سال (FY27) کے لیے ہدف 4.1% سے کم کر کے 3.5% کر دیا گیا ہے۔ یہ نظر ثانی عالمی توانائی مارکیٹوں اور بیرونی توازن پر جغرافیائی سیاسی تنازع کے اثرات کی عکاسی کرتی ہے۔ مہنگائی کے تخمینوں میں بھی اضافہ کیا گیا ہے، جو مالی سال 2026 کے لیے 7.2% اور مالی سال 2027 کے لیے 8.4% کر دیے گئے ہیں۔

بیرونی مشکل حالات کو مد نظر رکھتے ہوئے، اسٹیٹ بینک آف پاکستان نے معاشی استحکام کو سہارا دینے کے لیے اپنی پالیسی ریٹ کو 10.5% پر ہی برقرار رکھا ہے۔ مارچ 2026 میں مجموعی مہنگائی بڑھ کر 7.3% ہو گئی، جو اگست 2024 کے بعد بلند ترین سطح ہے، جس کی بنیادی وجہ ایندھن کی قیمتوں میں حالیہ اضافے کے باعث ٹرانسپورٹ اور یوٹیلٹی کے اخراجات میں اضافہ ہے۔ مندرجہ بالا صورتحال کے باوجود، کمپنی نے زیر جائزہ مدت کے دوران مضبوط مالی کارکردگی کا مظاہرہ کیا، جو مالی سال 2025 میں حاصل کی گئی آپریشنل کارکردگی پر مبنی ہے۔

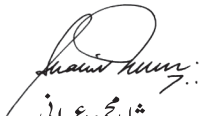
خالص فروخت 23% اضافہ کے ساتھ 3,614 ملین روپے ریکارڈ کی گئی جو گزشتہ سال کے اسی عرصے (2,948 ملین روپے) کے مقابلے میں زیادہ ہے۔ یہ ترقی وسیع بنیادوں پر حاصل کی گئی اور تمام بڑے کاروباری شعبوں میں منظم قیمتوں کی حکمت عملی کے باعث ممکن ہوئی، خاص طور پر ہیلتھ کیئر کے شعبے میں سال بہ سال 21% اضافہ ریکارڈ کیا گیا۔ پیکیجڈ کیسز اینڈ پروڈکٹس کے شعبے میں 19% اضافہ ہوا، جبکہ ہارڈ گڈز کی فروخت میں 22% اضافہ دیکھنے میں آیا، جس کی وجہ ویلڈنگ الیکٹروڈز کی مضبوط طلب اور ویلڈنگ وائر کی فروخت کے حجم میں اضافہ ہے۔


زیر جائزہ مدت کے دوران مجموعی منافع 1,574 ملین روپے ریکارڈ کیا گیا، جبکہ گزشتہ سال کے اسی عرصے میں یہ منافع 996 ملین روپے تھا، جو کہ 58% اضافہ ظاہر کرتا ہے۔ مجموعی منافع کا مارجن 34% سے بڑھ کر 44% ہو گیا، جو بروقت لاگت کی منتقلی (کاسٹ پاس تھرو) اور بہتر پیداواری کارکردگی کی عکاسی کرتا ہے۔

اور ہیڈ اخراجات میں اضافہ بنیادی طور پر مہنگائی اور کمپنی کے صارفین کو خدمات فراہم کرنے کے لیے درکار زیادہ لاگت کی وجہ سے ہوا۔ فنانس کی لاگت میں 45% کمی واقع ہوئی ہے جو کہ 79 ملین روپے ریکارڈ کی گئی جو گزشتہ سال کے اسی عرصے میں 142 ملین روپے تھی، جو کم شرح سود، طویل مدتی فنانسنگ کی قبل از وقت ادائیگی، اور ورکنگ کیپٹل کے بہتر انتظام کی عکاسی کرتی ہے۔ اس کے نتیجے میں، قبل از ٹیکس منافع بڑھ کر 1,136 ملین روپے ہو گیا، جو گزشتہ سال کے اسی عرصے کے مقابلے میں نمایاں طور پر 76% زیادہ ہے۔ ٹیکس کی مد میں 446 ملین روپے (جس میں 120 ملین روپے سپرنٹیکس شامل ہے) منہا کرنے کے بعد، بعد از ٹیکس منافع 690 ملین روپے ریکارڈ کیا گیا۔ اس طرح فی حصص آمدنی 7.92 روپے رہی، جو متعلقہ گزشتہ مدت میں 4.49 روپے کے مقابلے میں 76% سال بہ سال اضافے کو ظاہر کرتی ہے۔

سال کے بقیہ حصے کیلئے کاروباری ماحول ریجنل تنازعات کی وجہ سے غیر یقینی صورتحال سے دوچار ہے۔ اگرچہ مستحکم شرح سود اور صنعتی سرگرمیوں میں بہتری کمپنی کے بنیادی شعبہ جات میں طلب کو سہارا دے سکتی ہے، تاہم عالمی توانائی کی قیمتوں کا رجحان، علاقائی جغرافیائی سیاسی پیش رفت اور مہنگائی کا منظر نامہ نئے مسائل پیدا کر سکتے ہیں۔ کمپنی ان غیر یقینی حالات میں اپنے تمام صارفین کو محفوظ اور قابل اعتماد خدمات فراہم کرنے کے لیے پرعزم ہے۔

بورڈ کمپنی کی اس صلاحیت پر مکمل اعتماد رکھتا ہے کہ وہ اپنی کارکردگی کو برقرار رکھے گی اور اپنے تمام شراکت داروں کے لیے طویل مدتی قدر فراہم کرتی رہے گی۔


شاہد محمود عمرانی
چیئرمین


متین امجد
چیف ایگزیکٹو آفیسر

کراچی
27 اپریل 2026

Condensed Interim Statement of Profit or Loss (Unaudited)

For The Three Month Ended March 31, 2026

		March 31, 2026	March 31, 2025
	Note	-----Rupees in '000-----	
Gross sales	5	4,167,739	3,389,872
Sales tax	5	(553,419)	(441,415)
Net sales		3,614,320	2,948,457
Cost of sales	5	(2,040,050)	(1,952,840)
Gross profit		1,574,270	995,617
Distribution and marketing expenses	5	(144,516)	(69,764)
Administrative expenses	5	(120,857)	(94,952)
Other operating expenses		(98,199)	(56,444)
		(363,572)	(221,160)
Operating profit before other income		1,210,698	774,457
Other income		4,018	11,689
Operating profit		1,214,716	786,146
Finance cost		(78,609)	(142,057)
Profit before levy and taxation		1,136,107	644,089
Minimum tax differential - levy		-	(18,463)
Profit before taxation		1,136,107	625,626
Taxation		(446,043)	(234,165)
Profit for the period		690,064	391,461
Earnings per share - basic and diluted (Rupees)		<u>7.92</u>	<u>4.49</u>

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



Shahid Mehmood Umrani
Chairman

Condensed Interim Statement of Comprehensive Income (Unaudited)

For The Three Month Ended March 31, 2026

	March 31, 2026	March 31, 2025
	-----Rupees in '000-----	
Profit for the period	690,064	391,461
Other comprehensive income	-	-
Total comprehensive income for the period	690,064	391,461

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



Shahid Mehmood Umrani
Chairman

Condensed Interim Statement of Financial Position

As at March 31, 2026

		March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
	Note	----- Rupees in '000 -----	
Assets			
Non-current assets			
Property, plant and equipment	6	14,175,781	14,197,192
Intangible assets		21,866	23,661
Investment in subsidiary		10	10
Long term loans		28,754	29,252
Long term deposits		80,610	80,610
		14,307,021	14,330,725
Current assets			
Stores and spares		682,047	665,988
Stock-in-trade	7	731,016	804,126
Trade debts		2,874,848	2,197,305
Loans and advances		108,213	132,048
Deposits and prepayments		516,211	472,600
Other receivables	8	703,824	692,440
Cash and bank balances		728,038	1,300,642
		6,344,197	6,265,149
Total assets		20,651,218	20,595,874
Equity and Liabilities			
Share capital and reserves			
Authorised share capital		1,500,000	1,500,000
150,000,000 (2025: 150,000,000) Ordinary shares of Rs. 10 each			
Issued, subscribed and paid-up capital		871,243	871,243
87,124,228 (2025: 87,124,228) Ordinary shares of Rs. 10 each			
Capital reserves			
Share Premium		595,092	595,092
Surplus on revaluation of property, plant and equipment		4,906,848	4,906,848
Revenue reserves			
General reserves		3,693,204	3,693,204
Unappropriated profit		2,350,763	1,660,699
		11,545,907	10,855,843
		12,417,150	11,727,086
Non-current liabilities			
Long term deposits		285,310	292,461
Long term financing	9	1,930,129	2,018,370
Lease liabilities	10	5,164	6,624
Deferred capital grant	11	226,570	248,768
Deferred liabilities		1,309,814	1,331,181
		3,756,987	3,897,404
Current liabilities			
Trade and other payables		2,606,090	2,678,985
Short term borrowings		1,143,727	1,631,775
Un-claimed dividend		17,870	17,870
Taxation - net		243,673	177,271
Current maturity of long term financing	9	366,518	363,751
Current portion of lease liabilities	10	5,359	5,121
Current portion of deferred capital grant	11	93,844	96,611
		4,477,081	4,971,384
Total equity and liabilities		20,651,218	20,595,874
Contingencies and Commitments			
	12		

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



Shahid Mehmood Umrani
Chairman

Condensed Interim Statement of Cash Flows (Unaudited)

For The Three Month Ended March 31, 2026

		March 31, 2026	March 31, 2025
	Note	-----Rupees in '000-----	
Cash flow from operating activities			
Cash generated from operations	13	711,577	585,525
Finance cost paid		(74,717)	(181,007)
Levy and income tax paid		(401,146)	(96,550)
Post-retirement medical benefits paid		(22)	(3,734)
Long-term deposits and loans - receivable		499	(4,136)
Long-term deposits - payable		(7,151)	5,684
Net cash generated from operating activities		229,040	305,782
Cash flow from investing activities			
Additions to property, plant and equipment		(202,375)	(104,560)
Additions to intangibles assets		-	(16,194)
Proceeds from disposal of property, plant and equipment		-	16,051
Interest received on balances with banks		722	1,300
Net cash (used in) investing activities		(201,653)	(103,403)
Cash flow from financing activities			
Repayment of long term financing		(110,439)	(231,956)
Repayment of lease liabilities		(1,504)	(1,404)
Net cash (used in) financing activities		(111,943)	(233,360)
Net decrease in cash and cash equivalents		(84,556)	(30,981)
Cash and cash equivalents at beginning of the period		(331,133)	(1,424,347)
Cash and cash equivalents at end of the period	14	(415,689)	(1,455,328)

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



Shahid Mehmood Umrani
Chairman

Condensed Interim Statement of Changes in Equity (Unaudited)

For The Three Month Ended March 31, 2026

	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 01, 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	-	-	-	-	-	391,461	391,461	391,461
Balance as at March 31, 2025 (Un-audited)	<u>871,243</u>	<u>595,092</u>	<u>4,186,648</u>	<u>4,781,740</u>	<u>2,985,666</u>	<u>1,098,999</u>	<u>4,084,665</u>	<u>9,737,648</u>
Balance as at January 01, 2026 (Audited)	871,243	595,092	4,906,848	5,501,940	3,693,204	1,660,699	5,353,903	11,727,086
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	-	690,064	690,064	690,064
Balance as at March 31, 2026 (Un-audited)	<u>871,243</u>	<u>595,092</u>	<u>4,906,848</u>	<u>5,501,940</u>	<u>3,693,204</u>	<u>2,350,763</u>	<u>6,043,967</u>	<u>12,417,150</u>

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



Shahid Mehmood Umrani
Chairman

Notes to the Condensed Interim Financial Statements (Unaudited)

For The Three Month Ended March 31, 2026

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 three month ended March 31, 2026 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, 2025.

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, 2025.
- 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.

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, 2025.

5 SEGMENT RESULTS

	March 31, 2026			March 31, 2025		
	Industrial, medical and other gases	Welding and others	Total	Industrial, medical and other gases	Welding and others	Total
----- Rupees in '000 -----						
Gross sales	3,622,322	545,417	4,167,739	2,934,887	454,985	3,389,872
Less:						
Sales tax	472,211	81,208	553,419	373,342	68,073	441,415
Net sales	3,150,111	464,209	3,614,320	2,561,545	386,912	2,948,457
Less:						
Cost of sales	1,676,917	363,133	2,040,050	1,659,079	293,761	1,952,840
Distribution and marketing expenses	135,237	9,279	144,516	63,237	6,527	69,764
Administrative expenses	113,097	7,760	120,857	86,068	8,884	94,952
	1,925,251	380,172	2,305,423	1,808,384	309,172	2,117,556
Segment result	1,224,860	84,037	1,308,897	753,161	77,740	830,901
Unallocated corporate expenses:						
Other operating expenses			(98,199)			(56,444)
Other income			4,018			11,689
			(94,181)			(44,755)
Operating profit			1,214,716			786,146
Finance cost			(78,609)			(142,057)
Profit before levy and taxation			1,136,107			644,089
Minimum tax differential - levy			-			(18,463)
Profit before taxation			1,136,107			625,626
Taxation			(446,043)			(234,165)
Profit for the period			690,064			391,461

		March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
	Note	-----Rupees in '000-----	
6	PROPERTY, PLANT AND EQUIPMENT		
Operating assets	6.1	13,258,317	13,351,178
Capital work-in-progress	6.2	911,191	838,924
Right-of-use assets - building	6.3	6,273	7,090
		<u>14,175,781</u>	<u>14,197,192</u>
6.1	Operating assets		
Opening net book value		13,351,178	13,037,393
Additions during the period / year:			
Land and building		53,267	751,195
Plant and machinery		27,061	310,085
Vehicles		27,036	114,352
Furniture, fittings and office equipment		-	10,351
Computer equipment		22,744	15,068
		<u>130,108</u>	<u>1,201,051</u>
Less:			
Disposals during the period / year - net book value		-	(22,045)
Depreciation charge during the period / year		(222,969)	(865,221)
		<u>(222,969)</u>	<u>(887,266)</u>
		<u>13,258,317</u>	<u>13,351,178</u>
6.2	Capital work-in-progress		
Opening value		838,924	368,699
Additions during the period / year		202,375	909,821
		<u>1,041,299</u>	<u>1,278,520</u>
Transfers during the period / year:			
Operating assets		(130,108)	(439,596)
		<u>911,191</u>	<u>838,924</u>
6.3	Right-of-use assets - building		
Net carrying value basis			
Opening net book value		7,090	10,359
Depreciation during the period / year		(817)	(3,269)
		<u>6,273</u>	<u>7,090</u>
7	STOCK-IN-TRADE		
Raw and packing materials		281,346	339,368
Finished goods		449,670	464,758
	7.1	<u>731,016</u>	<u>804,126</u>

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. 65.128 million (December 31, 2025: Rs. 62.428 million). During the period, provision in respect of slow moving and obsolete stock amounting to Rs. 2.700 million was recorded (March 31, 2025: Rs. 2.100 million).

		March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
	Note	-----Rupees in '000-----	
8 OTHER RECEIVABLES			
Considered good: Unsecured			
Receivable from defined benefit funds		52,762	51,420
Receivable from defined contribution funds		-	3,485
Contract assets		258,110	185,984
Sales tax recoverable		355,127	399,237
Margin against letters of credit and bank guarantees		37,825	52,314
		703,824	692,440

9 LONG TERM FINANCING

Secured from banking companies:

Temporary economic refinance facility	9.1	2,296,647	2,382,121
Less: current portion shown under current liabilities		(366,518)	(363,751)
		1,930,129	2,018,370

- 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 270 TPD ASU 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. 1,386 million (December 31, 2025: Rs. 1,454 million) obtained under ITERF.

		March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
	Note	-----Rupees in '000-----	
10 LEASE LIABILITIES			
Lease liabilities recognised as on January 01		11,745	16,002
Interest accrued		282	1,402
Less: repayment of lease liabilities		(1,504)	(5,659)
	10.1	10,523	11,745
10.1 Break up of lease liabilities			
Lease liabilities		10,523	11,745
Less: current portion		(5,359)	(5,121)
		5,164	6,624
Maturity analysis-contractual undiscounted cashflow			
Less than one year		(6,171)	(6,063)
One to five year		(5,508)	(7,120)
Total undiscounted lease liability		(11,679)	(13,183)

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

		March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
	Note	-----Rupees in '000-----	
11 DEFERRED CAPITAL GRANT			
Capital grant	11.1	320,414	345,379
Current portion shown under current liability		(93,844)	(96,611)
		<u>226,570</u>	<u>248,768</u>

11.1 The Company received term finance facility amounting to Rs.3,681 million (December 31, 2025: Rs. 3,681 million) from certain banks under ITERF 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 March 31, 2026 and December 31, 2025.

12.2 Commitments

12.2.1 Capital commitments outstanding as at March 31, 2026 amounted to Rs. 406.491 million (December 31, 2025: Rs. 267.045 million).

12.2.2 Commitments under letters of credit for inventory items as at March 31, 2026 amounted to Rs. 364.968 million (December 31, 2025: Rs. 322.466 million).

12.2.3 Commitments under letters of credit for fixed assets as at March 31, 2026 amounted to Rs. 864.768 million (December 31, 2025: Rs. 973.092 million).

12.2.4 Banks have provided guarantees to various parties on behalf of the Company in normal course of business. Guarantees outstanding as at March 31, 2026 amounted to Rs. 490.614 million (December 31, 2025: Rs. 500.196 million).

		March 31, 2026 (Un-audited)	March 31, 2025 (Un-audited)
	Note	-----Rupees in '000-----	
13 CASH GENERATED FROM OPERATIONS			
Profit before levy and taxation		1,136,107	644,089
Adjustments for non cash charges and other items:			
Depreciation		223,786	205,270
Amortisation		1,795	1,506
Gain on disposal of property, plant and equipment		-	(5,374)
Mark-up income from saving and deposit accounts		(722)	(1,300)
Finance cost		78,609	142,057
Post retirement medical benefits		160	284
Working capital changes	13.1	(728,158)	(401,007)
		<u>711,577</u>	<u>585,525</u>
13.1 Working capital changes			
Decrease / (Increase) in current assets:			
Stores and spares		(16,059)	(1,857)
Stock-in-trade		73,110	74,944
Trade debts		(677,543)	(439,324)
Loans and advances		23,835	3,558
Deposit and prepayments		(43,611)	22,645
Other receivables		(11,384)	155,016
		<u>(651,652)</u>	<u>(185,018)</u>
(Decrease) in current liabilities:			
Trade and other payables		(76,506)	(215,989)
		<u>(728,158)</u>	<u>(401,007)</u>
14 CASH AND CASH EQUIVALENTS			
Cash and bank balances	14.1	728,038	516,701
Short term borrowings - running finance under mark-up arrangement		(1,143,727)	(1,972,029)
		<u>(415,689)</u>	<u>(1,455,328)</u>

14.1 This includes an amount of Rs. 336.074 million held in savings accounts (March 31, 2025: Rs. 125.422 million). The mark-up on saving account is at the rate of 9.50% per annum (March 31, 2025: 10.50% 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	March 31,	March 31,
		2026	2025
		(Un-audited)	(Un-audited)
		-----Rupees in '000-----	
Associated companies by virtue of common directorship	Sale of goods	21,901	42,860
Directors	Meeting fee	6,700	2,825
Staff retirement funds	Charge in respect of retirement funds	20,363	14,381
Key management personnel	Compensation	146,594	103,366
		March 31,	December 31,
		2026	2025
		(Un-audited)	(Audited)
		-----Rupees in '000-----	

15.2 Balances with related parties are summarised as follows:

Receivable from:

Staff retirement funds	52,762	54,904
Associated companies	40,058	42,901

Payable to:

Staff Retirement Funds	33,489	28,009
------------------------	--------	--------

15.3 Sales 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, 2025. 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 April 27, 2026 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

Shahid Mehmood Umrani
Chairman

OUR PRODUCTS AND SERVICES

HEALTHCARE

Medical Gases

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

Medical Engineering Services & Equipment

- Consultation, design, installation and service of medical gas pipeline systems (O₂, N₂O, Air, Suction etc.)
- Safety, quality, risk analysis and training on medical gases pipeline systems
- Medical Air, Vacuum and AGSS Plants
- Entonox delivery systems, complete with apparatus)

OxyMed™

Medical Products under OxyMed™ include:

- Patient Bedhead Units and ICU beam systems
- Pendants (fixed and movable) - Operation Theatre (OT)
- Fully equipped Modular OT
- Medical Gas Outlet Points
- Zonal/Area Valve Service Unit
- Digital Manifolds System – semi and fully automatic
- Digital Medical Gases Alarm Systems
- High precision flowmeters
- Suction injector units, vacuum controllers, jars and Oxygen therapy products

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)

Specialty Gases

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

Compressed Industrial Gases

- Oxygen
- Aviation Oxygen
- Nitrogen
- Argon
- Air
- Hydrogen
- Carbon dioxide
- Dissolved Acetylene

Innovative Solutions

- KuickApp™ (Low-code/No-code Application Platform)
- Oxygizer™ (Portable Oxygen Canister)
- TeleTel™ (Remote Telemetry) and Oxygen therapy products

WELDING CONSUMABLES & HARDGOODS

Welding Electrode E7018

- Quick Pac™ H4R
- AlphaWeld™ - H4 Low H₂
- Fortrex™ Low H₂
- Matador48™

E6013

- Zodian Universal™
- Prime Arc™
- Matador47™
- HERO WELD™
- POL 113 SUPER™
- POL 113™

Stainless Steel

- SS PRO™ E308L & E316L
- SAFFIRE™ SS E308L & E316L

Hard Facing

- POL HARD 650™

Welding Wire

MIG Welding Wire

- SAFFIRE™
- SAFFIRE Lite™
- Flux Core Wire

Welding Machines

- SPARK™ ARC 200
- MMA, MIG, TIG, Plasma

Welding Accessories & Consumable

- Cutting & Grinding Disc
- 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 31 32313361 (9 lines)

Email: info@pakoxygen.com | Website: www.pakoxygen.com