



engro polymer & chemicals

**FINANCIAL STATEMENTS FOR THE  
PERIOD ENDED SEPTEMBER 30, 2021**

## CONTENTS

Company's information	3
Directors' review on unaudited consolidated condensed interim financial statements	4
Unaudited consolidated condensed interim financial statements	5-23
Unaudited condensed interim financial statements	24-43
Directors' review on unaudited consolidated condensed interim financial statements (in Urdu)	44

## COMPANY INFORMATION

<b>Chairman</b>	Mr. Ghias Khan
<b>Chief Executive Officer</b>	Mr. Jahangir Piracha
<b>Directors</b>	Mr. Eram Hasan Mr. Feroz Rizvi Mr. Rizwan Masood Raja Mr. Nadir Salar Quershi Mr. Nazoor Ali Baig Mr. Hideki Adachi Ms. Ayesha Aziz
<b>Chief Financial Officer</b>	Ms. Rabia Wafah Khan
<b>Company Secretary</b>	Mr. Khawaja Haider Abbas
<b>Corporate Audit Manager</b>	Mr. Kalimuddin A. Khan
<b>Bankers / Lenders</b>	Allied Bank Ltd Askari Bank Ltd Al Baraka Bank (Pakistan) Ltd Bank Alfalah Ltd Bank Al Habib Ltd Bank Islami Pakistan Ltd Dubai Islamic Bank Pakistan Ltd Faysal Bank Ltd Habib Bank Ltd Habib Metropolitan Bank Ltd Industrial & Commercial Bank of China Ltd JS Bank Ltd MCB Bank Ltd MCB Islamic Bank Ltd Meezan Bank Ltd National Bank of Pakistan Standard Chartered Bank Pakistan Ltd Samba Bank Ltd The Bank of Punjab United Bank Ltd
<b>Auditors</b>	A. F. Ferguson & Company Chartered Accountants State Life Building No. 1-C, I.I. Chundrigar Road, Karachi-74000, Pakistan. Tel: +92(21) 32426682-6 / 32426711-5 Fax: +92(21) 32415007 / 32427938
<b>Registered Office</b>	12th Floor, Ocean Tower, G-3, Block 9, Clifton, Khayaban-e-Iqbal. Karach
<b>Plant</b>	EZ/1/P-11-1, Eastern Zone, Bin Qasim, Karachi
<b>Regional Sales Office</b>	Office No. 601, 6th Floor, Haly Tower, Lalick Chowk, DHA, Lahore UAN: 111 211 211
<b>Share Registrar</b>	FAMCO Associates (Private) Limited 8-F, Next to Hotel Faran, Nursery, Block 6, P.E.C.H.S. Shahra-e-Faisal, Karachi-74000 Tel: +92(21) 34380101-5 lines
<b>Website</b>	<a href="http://www.engropolymer.com">www.engropolymer.com</a>

**ENGRO POLYMER & CHEMICALS LIMITED**  
DIRECTOR'S REVIEW TO THE SHAREHOLDERS  
ON UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2021

On behalf of the Board of Directors of Engro Polymer & Chemicals Limited, we would like to present the unaudited Financial Information of the Company for the nine months ended September 30, 2021

**Business Review**

The Asian PVC market showed signs of recovery during Q3'2021 and international PVC prices continued their upward trajectory with prices reaching an all-time high of \$1850/MT in late September. The bullish trend in prices can be attributed to high demand, along with supply disruptions. Demand in India increased on the back of depleting inventories, lower imports in preceding months and easement in lockdown situation. Demand in China also remained healthy ahead of National holidays. On the other hand, Hurricane Ida knocked off 60% of PVC supply on the US gulf coast, followed by lower production rates in China on account of Power Control policy issued by the Chinese Government.

Ethylene prices also showed an upward shift towards the end of Q3'2021. The shift was mainly attributable to rising crude prices, which reached as high as \$80/bbl. EDC price followed a similar trajectory reaching an all-time high of \$870/MT due to high number of caustic and EDC plants that went offline as Hurricane Ida hit the US Gulf Coast. This has significantly increased our raw material cost and impacted our margins.

Domestic PVC market recorded a volumetric increase of 30% quarter-on-quarter basis in Q3'2021 as buying sentiment improved. In order to support the domestic industry, we continue to maintain competitive pricing, which allowed us to achieve a market share of 94% in 9M'2021.

On the project front, the Company has already announced commercial operation of 50 KT new VCM DBN capacity and 100 KT PVC capacity. Latest updates on the other projects are as follows:

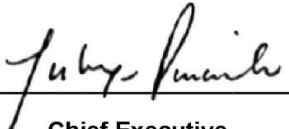
- ☒ Work on efficiency projects, including OVR and HTDC is underway, and they are expected to come online in late 2021 and 2023, respectively
- ☒ Hydrogen Peroxide is expected to achieve COD in 1H 2023

The Company recorded an increase in revenue of Rs. 26,392 Million as compared to 9M 2020, an increase by 115% compared to same period last year. High PVC international prices, coupled with an increase in sales and exports compared with the same period last year were the main reasons for healthy growth in 9M 2021. During 9M 2021, the Company recorded a Profit After Tax of Rs. 10,372 Million translating into a basic Earnings Per Share of Rs. 11.41 Per share compared to a Profit After Tax of Rs. 2,103 Million translating into basic Earnings Per Share of Rs. 2.31 for the same period last year.

**Future Outlook**

Going forward, we expect PVC prices to continue the momentum as a result of continued supply disruptions from most PVC plants in China. Ethylene prices will be impacted by the decision of OPEC+ on global crude oil production and its resultant impact on oil prices. EDC prices will continue to rise driven by high demand and slow recovery of supply. However, commodity markets, both domestic and global, will continue to be impacted by uncertainties caused by COVID-19 pandemic.

Our key focus areas for the coming quarter will be to ensure safe operations at our Plant amidst the ongoing threat posed by the pandemic by following Government mandated SOPs, completing on-going projects safely and within communicated timelines, and maintaining the market share to ensure robust sales.



**Chief Executive  
Jahangir Piracha**



**Director  
Feroz Rizvi**



**ENGRO POLYMER AND CHEMICALS LIMITED  
CONSOLIDATED CONDENSED INTERIM  
FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

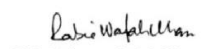
**ENGRO POLYMER AND CHEMICALS LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT SEPTEMBER 30, 2021**

(Amounts in thousand)

		(Unaudited) September 30, 2021	(Audited) December 31, 2020
	Note	-----Rupees-----	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	38,889,829	37,614,314
Right-of-use asset		2,106,793	2,305,604
Intangible assets		107,050	101,971
Financial assets at amortized cost	6	2,984,778	4,660,833
Long-term loans and advances		999	29,286
		<u>44,089,449</u>	<u>44,712,008</u>
<b>Current assets</b>			
Stores, spares and loose tools	7	1,959,025	1,784,734
Stock-in-trade	8	7,140,446	6,194,509
Trade debts - considered good	9	797,794	586,212
Loans, advances, deposits, prepayments and other receivables	10	1,486,020	315,244
Income tax payments less provision		-	159,583
Financial assets at fair value through profit and loss		17,423,449	13,431,523
Current maturity of financial assets at amortized cost		2,000,824	964,120
Cash and bank balances		5,205,933	945,728
		<u>36,013,491</u>	<u>24,381,653</u>
<b>TOTAL ASSETS</b>		<u><u>80,102,940</u></u>	<u><u>69,093,661</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Ordinary share capital		9,089,233	9,089,233
Preference shares		3,000,000	3,000,000
Share premium		3,874,953	3,874,953
Unappropriated profit		12,135,945	10,161,945
		<u>28,100,131</u>	<u>26,126,131</u>
<b>Non-current liabilities</b>			
Long-term borrowings	11	16,778,433	19,790,152
Lease liabilities	12	3,056,958	3,614,312
Provisions	13	2,142,575	2,991,392
Deferred taxation - net	14	1,829,658	1,183,219
		<u>23,807,624</u>	<u>27,579,075</u>
<b>Current liabilities</b>			
Current portion of long term borrowings	11	3,798,223	1,836,333
Current portion of lease liabilities	12	1,210,605	1,080,561
Provisions	13	3,600,362	2,456,263
Service benefit obligations		82,843	79,539
Short-term borrowings		474,360	-
Trade and other payables	15	12,775,766	9,482,498
Income taxes payable		1,607,143	-
Unclaimed dividend	16	3,723,765	28,149
Dividend payable	17	630,337	-
Accrued interest / mark-up		291,781	425,112
		<u>28,195,185</u>	<u>15,388,455</u>
		<u>52,002,809</u>	<u>42,967,530</u>
<b>Contingencies and commitments</b>	18		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>80,102,940</u></u>	<u><u>69,093,661</u></u>

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**

**ENGRO POLYMER AND CHEMICALS LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

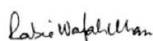
(Amounts in thousand except for earnings per share)

	Note	Quarter ended		Nine months ended	
		September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
-----Rupees-----					
Net revenue	19	18,826,715	10,057,226	49,322,813	22,931,520
Cost of sales		(13,585,132)	(6,839,987)	(32,627,466)	(17,808,687)
<b>Gross profit</b>		<b>5,241,583</b>	<b>3,217,239</b>	<b>16,695,347</b>	<b>5,122,833</b>
Distribution and marketing expenses		(89,918)	(87,886)	(258,458)	(201,089)
Administrative expenses		(126,290)	(122,159)	(462,748)	(369,142)
Other expenses		(788,830)	(102,537)	(1,499,946)	(742,725)
Other income		372,834	243,155	970,495	930,661
<b>Operating profit</b>		<b>4,609,379</b>	<b>3,147,812</b>	<b>15,444,690</b>	<b>4,740,538</b>
Finance costs		(487,202)	(453,724)	(1,401,748)	(1,820,605)
<b>Profit for the period before taxation</b>		<b>4,122,177</b>	<b>2,694,088</b>	<b>14,042,942</b>	<b>2,919,933</b>
Taxation		(1,015,672)	(813,400)	(3,671,093)	(816,624)
<b>Profit for the period after taxation</b>		<b>3,106,505</b>	<b>1,880,688</b>	<b>10,371,849</b>	<b>2,103,309</b>
<b>Earnings per share - basic</b>		<b>3.42</b>	<b>2.07</b>	<b>11.41</b>	<b>2.31</b>
<b>Earnings per share - diluted</b>		<b>2.57</b>	<b>2.07</b>	<b>8.58</b>	<b>2.31</b>

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.



**Chief Executive**  
**Jahangir Piracha**



**Chief Financial Officer**  
**Rabia Wafah Khan**



**Director**  
**Feroz Rizvi**

**ENGRO POLYMER AND CHEMICALS LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND**  
**OTHER COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand)

	Quarter ended		Nine months ended	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	-----Rupees-----			
<b>Profit for the period after taxation</b>	3,106,505	1,880,688	10,371,849	2,103,309
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>3,106,505</u>	<u>1,880,688</u>	<u>10,371,849</u>	<u>2,103,309</u>

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**


  
**Director**  
**Feroz Rizvi**

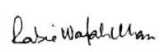
**ENGRO POLYMER AND CHEMICALS LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand)

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		RESERVES		Total
	Ordinary share capital	Preference shares	CAPITAL Share premium	REVENUE Unappropriated profit	
	-----Rupees-----				
<b>Balance as at January 1, 2020 (Audited)</b>	9,089,233	-	3,874,953	4,811,970	17,776,156
<b>Transaction with owners</b>					
Final dividend for the year ended December 31, 2019 - Rs. 0.20 per share	-	-	-	(181,785)	(181,785)
<b>Total comprehensive income for the period ended September 30, 2020</b>					
Profit for the period ended September 30, 2020	-	-	-	2,103,309	2,103,309
Other comprehensive income for the period ended September 30, 2020	-	-	-	-	-
	-	-	-	2,103,309	2,103,309
<b>Balance as at September 30, 2020 (Unaudited)</b>	9,089,233	-	3,874,953	6,733,494	19,697,680
<b>Transaction with owners</b>					
Preference shares issuance	-	3,000,000	-	-	3,000,000
Shares issuance cost	-	-	-	(198,476)	(198,476)
	-	3,000,000	-	(198,476)	2,801,524
<b>Total comprehensive income for the period ended December 31, 2020</b>					
Profit for the period ended December 31, 2020	-	-	-	3,626,927	3,626,927
Other comprehensive income for the period ended December 31, 2020	-	-	-	-	-
	-	-	-	3,626,927	3,626,927
<b>Balance as at December 31, 2020 (Audited)</b>	9,089,233	3,000,000	3,874,953	10,161,945	26,126,131
<b>Transaction with owners</b>					
Final ordinary dividend for the year ended December 31, 2020 - Rs. 1.247 per share	-	-	-	(1,133,562)	(1,133,562)
Final preference dividend for the year ended December 31, 2020 - Rs. 0.042 per share	-	-	-	(12,485)	(12,485)
First interim ordinary dividend for the year ending December 31, 2021 - Rs. 0.80 per share	-	-	-	(727,139)	(727,139)
First interim preference dividend for the year ending December 31, 2021 - Rs. 0.27 per share	-	-	-	(81,000)	(81,000)
Second interim ordinary dividend for the year ending December 31, 2021 - Rs. 7.00 per share	-	-	-	(6,362,463)	(6,362,463)
Second interim preference dividend for the year ending December 31, 2021 - Rs. 0.27 per share	-	-	-	(81,000)	(81,000)
	-	-	-	(8,397,649)	(8,397,649)
<b>Total comprehensive income for the period ended September 30, 2021</b>					
Profit for the period ended September 30, 2021	-	-	-	10,371,849	10,371,849
Other comprehensive income for the period ended September 30, 2021	-	-	-	-	-
Shares issuance cost	-	-	-	(200)	(200)
	-	-	-	10,371,649	10,371,649
<b>Balance as at September 30, 2021 (Unaudited)</b>	9,089,233	3,000,000	3,874,953	12,135,945	28,100,131

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**

ENGRO POLYMER AND CHEMICALS LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)  
FOR THE PERIOD ENDED SEPTEMBER 30, 2021

(Amounts in thousand)

	Note	Nine months ended	
		September 30, 2021	September 30, 2020
		-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	20	17,502,712	6,983,624
Long-term loans and advances		28,287	38,482
Retirement benefits paid		(35,162)	(37,655)
Income tax paid		(1,257,928)	(611,867)
<b>Net cash generated from operating activities</b>		<b>16,237,909</b>	<b>6,372,584</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of property, plant and equipment		(2,766,866)	(5,735,481)
Proceeds from disposal of property, plant and equipment		2,697	-
Investment in Term Deposit Receipt		6,000	-
Redemption of Term Deposit Receipt		927,795	-
Income on short-term investment and bank deposits		960,189	860,075
<b>Net cash utilized in investing activities</b>		<b>(870,185)</b>	<b>(4,875,406)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from Islamic Temporary Economic Finance Facility (ITERF) - net of transaction cost		570,151	-
Proceeds from loan under Diminishing Musharaka Agreement		36,367	-
Prepaid transaction cost		(34,944)	-
Payment of IFC		(928,667)	-
Payment of DIBPL		(903,583)	-
Proceeds from Long term financing facility - net of transaction cost		-	1,936,270
Advance against preference shares		-	2,625,000
Finance costs paid		(1,236,093)	(1,667,415)
Rentals paid during the period		(1,015,288)	(1,007,316)
Dividend payment		(4,071,696)	(184,652)
<b>Net cash utilized in financing activities</b>		<b>(7,583,753)</b>	<b>1,701,887</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>7,783,971</b>	<b>3,199,065</b>
Cash and cash equivalents at the beginning of the period		14,371,251	8,029,074
<b>Cash and cash equivalents at the end of the period</b>	21	<b>22,155,222</b>	<b>11,228,139</b>

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.

  
Chief Executive  
Jahangir Piracha

  
Chief Financial Officer  
Rabia Wafah Khan

  
Director  
Feroz Rizvi

**ENGRO POLYMER AND CHEMICALS LIMITED**  
**NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM**  
**FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand)

**1. LEGAL STATUS AND OPERATIONS**

- 1.1 The "Group" consists of Engro Polymer and Chemicals Limited and its wholly owned subsidiary companies, Think PVC (Private) Limited, Engro Peroxide (Private) Limited and Engro Plasticizer (Private) Limited.

Engro Polymer and Chemicals Limited (the Company) was incorporated in Pakistan in 1997 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited.

- 1.2 The Company is a subsidiary of Engro Corporation Limited (the Holding Company) which is a subsidiary of Dawood Hercules Corporation Limited (the Ultimate Parent Company). The Company's principal activity is to manufacture, market and sell Poly Vinyl Chloride (PVC), Vinyl Chloride Monomer (VCM), Caustic soda and other related chemicals. The Company is also engaged in the supply of surplus power generated from its power plants to Engro Fertilizers Limited, a related party.
- 1.3 The registered office of the Company is situated at 12th Floor, Ocean Tower, G-3, Block 9, Clifton, Khayaban-e-Iqbal, Karachi. The plant is located at EZ//P-II-I Eastern Zone, Bin Qasim, Karachi, Pakistan, whereas, the Chlor-Vinyl facility is at Port Bin Qasim Industrial Area. The regional sales office of the Company is on the 6th Floor, Haly Tower Office, Lalik Chowk, Phase II, DHA, Lahore.
- 1.4 During the period ended September 30, 2021, the PVC-III expansion project was completed which has increased the capacity by 100,000 MT per annum i.e from 195,000 MT per annum to 295,000 MT per annum. The commercial operation of PVC-III plant commenced from March 01, 2021.
- 1.5 During the period ended September 30, 2021, the VCM Plant Debottlenecking project was completed which has increased the capacity by 50,000 MT per annum i.e from 204,000 MT per annum to 254,000 MT per annum. The commercial operation of this plant commenced from June 25, 2021.

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

These consolidated 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:

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

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

**(Amounts in thousand)**

- 2.2 These consolidated condensed interim financial statements for the period ended September 30, 2021 are unaudited. However, these are being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Limited and section 237 of the Act.

These consolidated 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 annual audited consolidated financial statements of the Group for the year ended December 31, 2020.

- 2.3 These condensed interim financial statements denote the consolidated condensed interim financial statements of the Group. The unconsolidated condensed interim financial statements of the Company and its subsidiary companies have been presented separately.

**3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES AND CHANGES THEREIN**

- 3.1 The significant accounting policies and the methods of computation applied in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the annual audited consolidated financial statements of the Group for the year ended December 31, 2020 except for the early adoption of an amendment as set out below:

- 3.2 In 2020, the International Accounting Standard Board (IASB) made an amendment - Proceeds before the intended use in IAS 16 - "Property, Plant and Equipment". As a result, the net proceeds received from selling the inventory produced during the testing phase, shall be recognized in the statement of profit or loss. Previously, such proceeds were deducted from the cost of the asset. This amendment shall be applied retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after January 2022 with an option of early adoption.

The Group has assessed its implication and decided to adopt the amendment early as permitted under the amendment and aligned with the accounting and reporting standards as applicable in Pakistan. The change in accounting policy has been made in accordance with the transitional provisions of the amendment. The net revenue is part of gross profit in the consolidated condensed interim statement of profit or loss and has a post tax impact of Rs. 278,700.

In addition to above, there are certain amendments to published International Financial Reporting Standards that are mandatory for the financial year beginning on January 1, 2021. These are considered not to have any significant effect on the Group's financial reporting and operations and are, therefore, not disclosed in these consolidated condensed interim financial statements.

- 3.3 The financial risk management objectives and policies of the Group are also consistent with those disclosed in the annual audited consolidated financial statements of the Group for the year ended December 31, 2020.
- 3.4 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

**4. ACCOUNTING ESTIMATES**

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgments in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.



**(Amounts in thousand)**

The significant estimates, judgments and assumptions made by the management in the preparation of the consolidated condensed interim financial statements are the same as those that were applied in the annual audited consolidated financial statements of the Group as at and for the year ended December 31, 2020 except for the change in accounting estimate in relation to depreciation and useful life of property, plant and equipment as explained in note 5.3.

	<b>Unaudited September 30, 2021</b>	<b>Audited December 31, 2020</b>
	----- Rupees -----	
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>		
Operating assets, at net book value - notes 5.1 and 5.2	31,397,827	19,286,318
Capital work-in-progress - note 5.4	7,273,167	18,264,204
Capital spares	218,835	63,792
	<u>38,889,829</u>	<u>37,614,314</u>
<b>5.1 Additions to operating assets during the period / year were as follows:</b>		
Leasehold land	-	18,524
Building on leasehold land	644,260	56,538
Plant and machinery	12,715,790	2,050,956
Pipeline - Ethylene Di Chloride (EDC)	-	1,999
Furniture, fixtures and equipment	48,624	145,885
Vehicles	62,965	4,989
	<u>13,471,639</u>	<u>2,278,891</u>
<b>5.2 Disposals and write-offs of operating assets during the period / year were as follows:</b>		
<b>Cost</b>		
- Furniture, fixtures and equipment	29,135	107,291
- Plant and machinery	200,054	-
- Pipelines - Ethylene	292	-
- Pipelines - water	993	-
- Vehicles	-	136
	<u>230,474</u>	<u>107,427</u>
<b>Accumulated Depreciation</b>		
- Furniture, fixtures and equipment	25,922	101,532
- Plant and machinery	127,089	-
- Pipelines - Ethylene	157	-
- Pipelines - water	802	-
- Vehicles	-	133
	<u>153,970</u>	<u>101,665</u>
<b>5.3</b>		
In order to align practice with the Holding Company, under the ONE SAP project, the Group is charging depreciation from the month following the month in which the asset is made available for use. The said change has resulted in the reduction in depreciation expense by Rs. 51,895.		

**(Amounts in thousand)**

5.4 Movement in capital work-in-progress during the period / year is as follows:

	<b>Unaudited September 30, 2021</b>	<b>Audited December 31, 2020</b>
	----- Rupees -----	
Balance as at the beginning of the period / year	18,264,204	13,064,300
Add: Additions during the period / year	2,766,866	7,318,314
Add: Borrowing cost capitalized during the period / year	27,645	214,679
Less: Write-off of plant and machinery items	-	(6,000)
Less: Transferred to:		
- Operating assets - note 5.1	(13,471,639)	(2,278,891)
- Intangible assets	(15,792)	(48,198)
- Transfers to capital spares	(149,043)	-
- Right-of-use of asset	(149,074)	-
	<u>7,273,167</u>	<u>18,264,204</u>

**6. FINANCIAL ASSETS AT AMORTIZED COST**

Investment in Term Deposit Receipts - note 6.1	4,985,602	5,624,953
Less: current maturity shown under current assets	(2,000,824)	(964,120)
	<u>2,984,778</u>	<u>4,660,833</u>

6.1 This includes Term Deposits Receipts aggregating to USD 29,167 maintained with Dubai Islamic Bank Pakistan Limited (DIBPL). These carry profit at the rate of six months LIBOR plus 0.89% per annum and are due in six equal semi-annual installments of USD 5,833 which have started from July 15, 2021 and are ending on January 15, 2024.

**7. STORES, SPARES AND LOOSE TOOLS**

7.1 During the period, the Company has written off stores and spares amounting to Rs. 414 (December 31, 2020: Rs. 57,302).

7.2 During the period, the Company has written off provision for slow moving stores and spares amounting to Rs. 26 (December 31, 2020: Rs. 8,701).

**8. STOCK-IN-TRADE**

8.1 This includes stock held at Engro Vopak Terminal Limited, a related party as at September 30, 2021 amounting to Rs. 1,638,541 (December 31, 2020: Rs. 659,703).

**(Amounts in thousand)**

- 8.2 During the period, the Company has written off stock-in-trade amounting to Rs. 1,665 (December 31, 2020: Rs. 99,704).

<b>Unaudited September 30, 2021</b>	<b>Audited December 31, 2020</b>
----- Rupees -----	

**9. TRADE DEBTS - CONSIDERED GOOD**

These include unsecured receivables from the following related parties:

- Engro Fertilizers Limited	15,828	15,273
- Engro Energy Services Limited	197	-
	<u>16,025</u>	<u>15,273</u>

**10. LOANS, ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES**

These include unsecured receivables from the following related parties:

- Engro Eximp FZE	-	-
- Sindh Engro Coal Mining Company Limited	-	-
- Engro Energy Limited	-	505
	<u>-</u>	<u>505</u>

**11. LONG-TERM BORROWINGS**

- Sukuk certificates - note 11.1	8,662,182	8,645,597
- Loan from International Finance Corporation (IFC) - note 11.2	4,934,431	5,539,605
- Bilateral Loan - note 11.3	4,517,917	5,421,500
- Islamic Long Term Financing Facility (ILTFF) - note 11.4	1,926,919	1,925,517
- Loan under diminishing musharaka agreement - note 11.5	-	94,266
- Islamic Temporary Economic Refinance Facility (ITERF) - notes 11.6 and 11.7	570,151	-

Less: Prepaid transaction cost	(34,944)	
	<u>20,576,656</u>	<u>21,626,485</u>

Less: Current portion shown under current liabilities

- Loan from International Finance Corporation (IFC) - note 11.2	1,991,056	932,750
- Bilateral Loan - note 11.3	1,807,167	903,583
	<u>3,798,223</u>	<u>1,836,333</u>
	<u>16,778,433</u>	<u>19,790,152</u>

- 11.1 In 2019, the Company issued sukuk bonds of Rs. 8,750,000 to eligible institutional and other investors by way of private placement. These are repayable over a period of 7.5 years in five equal annual installments of Rs. 1,750,000 each with the first repayment commencing in July 2024. These are secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of the existing creditors.

**(Amounts in thousand)**

- 11.2 In 2018, the Company had entered into a financing agreement with IFC for a total of US Dollars 35,000 the draw down of which was made in December 2019. The principal is repayable in six equal semi-annual installments which have commenced from July 2021 and carries markup at the rate of six months LIBOR plus 3.25% per annum, payable semi annually.

The borrowing is secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of the existing creditors. Further, prior to Project Financial Completion Date, dividends shall not exceed 80% of annual net income of the year to which the annual dividend relates.

On June 29, 2021, the Company had entered into a financing agreement with IFC for a total of US Dollars 15,000 the draw down of which has not been made till reporting date. The loan carries markup at the rate of six months LIBOR plus 3.25% per annum, payable semi annually.

- 11.3 In 2019, the Company entered into a musharaka agreement with DIBPL. The principal is repayable in six equal semi-annual installments which have commenced from July 2021 and carries a markup at a rate of six months KIBOR plus 0% per annum, payable semi annually.

The borrowing is secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), ranking subordinate and subservient to the charges created in favour of the existing creditors, and a lien and a right of set-off over the Term Deposit Receipt maintained with DIBPL as referred to in note 6.

- 11.4 In 2020, the Company obtained Islamic Long Term Financing Facility (ILTFF) of the State Bank of Pakistan (SBP) through Musharaka agreement entered with financial institutions to finance its PVC-III expansion project. The amount is repayable over 10 years in equal quarterly installments of Rs. 60,938 each with the first payment commencing from December 2022 and carries markup at SBP LTFF rate plus 1.2% per annum, payable quarterly. The borrowing is secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of the existing creditors.

- 11.5 In 2020, the Company entered into a Diminishing Musharaka Agreement for procurement of locally assembled / imported private vehicles under car monetization policy. The facility amounted to Rs. 200,000. The rental payments are to be made in monthly installments for five years and are calculated at the rate of six months KIBOR plus 0.8% per annum. The entire amount of drawdown under this agreement i.e. Rs. 130,633 has been transferred to lease liabilities during the period.

- 11.6 During the period, the Company obtained Islamic Temporary Economic Refinance Facility (ITERF) of SBP through Musharaka agreement entered with financial institutions amounting to Rs. 500,000 to finance its capital expenditure.

The amount is repayable over 10 years including 2 years grace period, in 32 quarterly installments of Rs. 11,519 each with the first payment commencing from December 2022 and carries markup at SBP Refinance Rate plus 0.75% to 1% per annum, payable quarterly. The borrowing is secured by the way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of existing creditors.

- 11.7 During the period, Engro Peroxide (Private) Limited has entered into a Musharaka Agreement with financial institutions for Rs. 650,000 under ITERF of SBP.

The amount is repayable over 10 years including 2 years grace period, in 32 quarterly installments of Rs. 3,847 each with the first payment commencing from June 2023 and carries markup at SBP Refinance Rate plus 1.25% per annum, (subject to approval by SBP) payable quarterly. The borrowing is secured by the way of hypothecation charge of present and future fixed assets of Engro Peroxide (Private) Limited (excluding land and building), which shall rank pari passu with the charges created in favor of its existing creditors.

(Amounts in thousand)

**12. LEASE LIABILITIES**

These include lease liability outstanding under the storage arrangements with Engro Vopak Terminal Limited, a related party amounted to Rs. 4,118,856 (December 31, 2020: Rs. 4,644,821).

	<b>Unaudited September 30, 2021</b>	<b>Audited December 31, 2020</b>
	----- Rupees -----	
<b>13. PROVISIONS</b>		
Provision for Gas Infrastructure Development Cess (GIDC)	5,225,545	4,930,263
Provision for gas price revision	517,392	517,392
	<u>5,742,937</u>	<u>5,447,655</u>
Less: current portion of provision of GIDC and gas price revision	<u>(3,600,362)</u>	<u>(2,456,263)</u>
	<u><u>2,142,575</u></u>	<u><u>2,991,392</u></u>

**14. DEFERRED TAXATION - NET**

Credit balances arising due to:

- accumulated depreciation 4,165,100 3,508,219

Debit balances arising due to:

- recoupable alternate corporate tax	-	45
- recoupable carried forward tax losses	37,300	16,408
- unpaid liabilities	161,667	145,728
- leases recognized	618,581	685,820
- provision for GIDC and Special Excise Duty	1,460,064	1,419,169
- shares issuance cost, net to equity	57,830	57,830
	<u>2,335,442</u>	<u>2,325,000</u>

	<u><u>1,829,658</u></u>	<u><u>1,183,219</u></u>
--	-------------------------	-------------------------

**15. TRADE AND OTHER PAYABLES**

Include amounts due to the following related parties:

- Engro Corporation Limited	139,127	43,866
- Engro Fertilizers Limited	31,630	32,151
- Engro Powergen Thar (Private) Limited	65	613
- Engro Powergen Qadirpur Limited	613	-
- Engro Vopak Terminal Limited	154,274	139,179
	<u>325,709</u>	<u>215,809</u>

- 15.1 On June 4, 2021, the Sindh High Court (SHC) through its judgment upheld the Sindh Development and Maintenance of Infrastructure Cess Act, 2017 (the Cess) promulgated retrospectively with effect from July 1, 1994 as valid and declaring it within the competence of provincial legislature. The Group maintains adequate provision in these consolidated condensed interim financial statements and is in the process of filing petition against the judgment before the Honorable Supreme Court of Pakistan challenging the SHC judgement. As at June 30, 2021, the Group is carrying a provision is Rs. 982,640 (December 31, 2020: Rs. 855,861) in respect of the Cess.

**(Amounts in thousand)****16. UNCLAIMED DIVIDEND**

This includes dividend to the Holding Company amounting to Rs. 3,575,134 (December 31, 2020: Nil)

**17. DIVIDEND PAYABLE**

This represents dividend payable to Mitsubishi Corporation, a related party.

**18. CONTINGENCIES AND COMMITMENTS**

- 18.1 There has been no material change in the contingencies from those disclosed in the annual audited consolidated financial statements for the year ended December 31, 2020.
- 18.2 The aggregate facilities for issuance of performance guarantees by the banks on behalf of the Company as at September 30, 2021 amount to Rs. 3,848,000 (December 31, 2020: Rs. 3,248,000). The amount utilized there against as at September 30, 2021 is Rs. 3,515,984 (December 31, 2020: Rs. 3,017,021).
- 18.3 The facility for opening letters of credit as at September 30, 2021 aggregates to Rs. 21,297,495 (December 31, 2020: Rs. 28,463,787). The amount utilized thereagainst as at June 30, 2021 was Rs. 8,080,356 (December 31, 2020: Rs. 3,547,197).
- 18.4 The Company has entered into operating lease arrangements with Al-Rahim Trading Company (Private) Limited for the storage and handling of EDC and Caustic Soda in respect of which future lease commitments aggregate to Rs. 4,955 (December 31, 2020: Rs 5,710) and Rs. 16,500 (December 31, 2020: Rs. 6,000) respectively.
- 18.5 Commitments in respect of rentals of storage tanks at EVTL for the handling of Ethylene aggregate to USD 24,624 valid till 31 March 2026 and Ethylene Di Chloride (EDC) aggregate to USD 2,175 and are valid till 31 December 2028.
- 18.6 In 2019, Engro Peroxide (Private) Limited entered into a contract with Chematur Engineering AB to establish a plant of Hydrogen Peroxide at a consideration of EUR 6,993. As at September 30, 2021, outstanding commitment for civil works and equipment procurement under this contract amounts to EUR 439 (December 31, 2020: EUR 1,090).
- 18.7 During period, Engro Peroxide (Private) Limited entered into a contract with China National Air Separation Engineering Company Limited for design, procurement and engineering services for Hydrogen Peroxide Plant at a consideration of CNY 104,400. As at September 30, 2021, outstanding commitment for civil works and equipment procurement under this contract amounts to CNY 104,400 (December 31, 2020: Nil).
- 18.8 As at September 30, 2021, the outstanding bank guarantees of Engro Peroxide (Private) Limited amounted to Rs. 308,128 (December 31, 2020: Rs. 3,500). The aggregate facilities amounting to Rs. 500,000 (December 31, 2020: Rs. 50,000) have been extended in favor of the Company, Engro Peroxide (Private) Limited and Engro Plasticizer (Private) Limited collectively.

	<b>Unaudited September 30, 2021</b>	<b>Audited December 31, 2020</b>
	----- Rupees -----	
18.9 Commitments in respect of capital and other operational items - note 18.9.1	<u>2,160,538</u>	<u>888,048</u>
18.9.1 This includes Rs. 250,855 (December 31, 2020: Rs. 16,388) in respect of commitments against intangible assets to Engro Corporation Limited.		

(Amounts in thousand)

	Unaudited	
	Nine months ended	
	September 30, 2021	September 30, 2020
----- Rupees -----		
<b>19. NET REVENUE</b>		
Gross local sales - note 19.1	50,827,410	27,259,513
Less:		
- Sales tax	7,674,548	3,918,525
- Discounts	663,936	492,008
	8,338,484	4,410,533
	42,488,926	22,848,980
Export sales	3,961,076	21,801
Supply of electricity - note 19.2	62,491	60,740
	46,512,493	22,931,521

19.1 Include sales of trading goods Rs. 89,861 (September 30, 2020: Rs. 132,160).

19.2 This represents revenue against supply of surplus power to Engro Fertilizers Limited, a related party.

	Unaudited	
	Nine months ended	
	September 30, 2021	September 30, 2020
----- Rupees -----		
<b>20. CASH GENERATED FROM OPERATIONS</b>		
20.1 Profit for the period before taxation	14,042,942	2,919,933
<b>Adjustments for non-cash charges and other items:</b>		
Provision for staff retirement and other service benefits	38,466	41,001
Depreciation on operating assets	1,284,000	939,520
Write-off of operating assets	76,460	11,440
Depreciation on right-of-use asset	338,967	311,972
Amortization on intangible asset	10,713	19,512
Provision against GIDC	-	617,819
Unwinding of remeasurement gain on provision against GIDC	197,028	-
Write-off of trade debts	-	331
Provision for net realizable value of stock-in-trade, net	-	9,078
Write-off of stores and spares	414	4,330
Write-off of stock-in-trade	1,665	-
Income on bank deposits and short-term investments	(939,171)	(860,075)
Gain on derivative financial instrument	-	(154)
Exchange (gain) / loss on revaluation of financial asset and liabilities	260,985	373,950
Amortization of transaction cost on sukuks, ILTFF and IFC loan	32,018	31,874
Interest expense on lease liabilities	196,360	233,246
Default surcharge on GIDC	98,254	-
Finance costs	1,075,117	1,479,916
(Gain) / loss on disposal of operating assets	(109)	322
Working capital changes - note 20.2	788,603	849,609
	17,502,712	6,983,624

(Amounts in thousand)

	<b>Unaudited</b>	
	<b>Nine months ended</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>
	----- Rupees -----	
<b>20.2 Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores, spares and loose tools	(174,705)	(161,742)
Stock-in-trade	(947,602)	(309,581)
Trade debts - considered good	(211,582)	36,458
Loans, advances, deposits, prepayments and other receivables - net	(1,170,776)	(42,520)
	<u>(2,504,665)</u>	<u>(477,385)</u>
<b>Increase in current liabilities</b>		
Trade and other payables	3,293,268	1,326,994
	<u>788,603</u>	<u>849,609</u>
<b>21. CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	5,205,933	694,244
Financial assets at fair value through profit and loss	17,423,449	10,533,895
Short-term borrowings	(474,360)	-
	<u>22,155,022</u>	<u>11,228,139</u>



(Amounts in thousand)

**22. SEGMENT INFORMATION**

22.1 The basis of segmentation and reportable segments presented in these consolidated condensed interim financial statements are same as disclosed in the annual audited consolidated financial statements of the Group for the year ended December 31, 2020.

	September 30, 2021				September 30, 2020			
	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Total	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Total
	Rupees							
Revenue								
At a point in time	44,751,896	4,418,565	-	49,170,461	19,648,504	3,093,909	-	22,742,413
Over time	-	-	62,491	62,491	-	-	60,740	60,740
	44,751,896	4,418,565	62,491	49,232,952	19,648,504	3,093,909	60,740	22,803,153
Cost of sales	(29,549,801)	(3,594,888)	(58,656)	(33,203,345)	(15,519,107)	(2,771,753)	(58,634)	(18,349,494)
Distribution and marketing expenses	(191,423)	(66,164)	(56)	(257,643)	(156,424)	(43,284)	-	(199,708)
Administrative expenses	(445,359)	(17,054)	-	(462,413)	(331,395)	(37,747)	-	(369,142)
Other operating expenses	(1,108,414)	(114,446)	(493)	(1,223,353)	(323,711)	(41,791)	(704)	(366,206)
Other operating income	503,869	465,512	1,114	970,495	513,789	414,859	2,013	930,661
Finance costs	(1,157,003)	(45,523)	(753)	(1,203,279)	(1,576,890)	(10,268)	(201)	(1,587,359)
Taxation	(3,415,751)	(194,751)	(738)	(3,611,240)	(675,561)	(114,559)	(802)	(790,922)
<b>Profit after tax</b>	<b>9,388,014</b>	<b>851,251</b>	<b>2,909</b>	<b>10,242,174</b>	<b>1,579,205</b>	<b>489,366</b>	<b>2,412</b>	<b>2,070,983</b>
Others, net of tax				(210)				(27,458)
Impact of IFRS 16 (post tax)				129,885				59,784
<b>Profit after tax</b>	<b>9,388,014</b>	<b>851,251</b>	<b>2,909</b>	<b>10,371,849</b>	<b>1,579,205</b>	<b>489,366</b>	<b>2,412</b>	<b>2,103,309</b>

	September 30, 2021 (Unaudited)				December 31, 2020 (Audited)			
	Poly Vinyl Chloride and Allied Chemicals	Caustic soda and Allied Chemicals	Power supply	Total	Poly Vinyl Chloride and Allied Chemicals	Caustic soda and Allied Chemicals	Power supply	Total
Total segment assets - note 22.2	40,881,113	9,451,357	16,043	50,348,513	38,320,683	9,059,981	26,766	47,407,430
Unallocated assets	-	-	-	29,754,427	-	-	-	21,686,231
<b>Total assets</b>				<b>80,102,940</b>				<b>69,093,661</b>
Total segment liabilities	22,154,989	2,546,381	45,950	24,747,320	19,939,452	3,212,463	9,209	23,161,124
Unallocated liabilities	-	-	-	27,255,489	-	-	-	19,806,406
<b>Total liabilities</b>				<b>52,002,809</b>				<b>42,967,530</b>

22.2 Segment assets consist primarily of property, plant and equipment, right-of-use assets, stores, spares and loose tools, stock-in-trade and trade debts.

22.3 The segment results for the period are prepared in line with basis of allocation adopted in the annual audited consolidated financial statements for the year ended December 31, 2020.

(Amounts in thousand)

**23. TRANSACTIONS WITH RELATED PARTIES**

23.1 Transactions with related parties, other than those which have been disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

		Unaudited	
		Nine months ended	
		September 30, 2021	September 30, 2020
		----- Rupees -----	
<b>Nature of relationship</b>	<b>Nature of transactions</b>		
<b>Holding Company</b>			
- Engro Corporation Limited	Reimbursements made	411,360	264,877
	Reimbursements received	7,799	24,341
	Intangible asset - software	105,518	200,141
<b>Associated Companies</b>			
- Mitsubishi Corporation	Purchase of goods	-	84,519
<b>Members of the Group</b>			
- Engro Fertilizers Limited	Sale of steam and electricity	98,611	93,903
	Sale of goods	24,497	3,850
	Reimbursement received	2,524	2,016
	Reimbursement made	1,905	13,448
	Purchase of services	40,496	43,272
- Engro Vopak Terminal Limited	Purchase of services	1,239,763	1,238,168
	Reimbursement made	19,849	8,796
- Engro Energy Limited	Reimbursement received	-	1,596
	Reimbursement made	313	
- Engro Digital Limited	Purchase of services	-	6,428
- Engro Energy Services Limited	Reimbursement received	571	-
	Reimbursement made	336	
	Sale of goods	2,225	-
- Engro Foundation	Donation	35,018	-
- Engro Eximp	Reimbursement received	597	
- Engro Powergen Thar (Private) Limited	Sale of goods	-	1,277
- Engro Powergen Qadirpur Limited	Reimbursement received	524	
- Sindh Engro Coal Mining Company Limited	Reimbursements received	490	549
<b>Directors</b>	Fee	4,853	950
<b>Contribution to staff retirement benefits</b>	Managed and operated by the Holding Company		
	- Provident fund	64,676	35,475
	- Gratuity fund	49,909	37,186
	- Pension fund	2,462	1,524
<b>Key management personnel</b>	Managerial remuneration	108,466	170,711
	Retirement benefit funds	15,300	8,885
	Bonus	41,592	23,504
	Other benefits	18,352	12,184

(Amounts in thousand)

**24. FAIR VALUE MEASUREMENT**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying values of all financial assets and liabilities reflected in the consolidated condensed interim financial statements approximate their fair values.

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within the level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2); and
- Inputs for the asset or liability that are not based on observable market data (level 3).

<b>As at September 30, 2021</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	-----Rupees-----			
<b>Financial assets at fair value through profit or loss</b>				
- Pakistan investment bonds	-	17,423,449	-	17,423,449
	-	17,423,449	-	17,423,449
	-----	-----	-----	-----

<b>As at December 31, 2020</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	-----Rupees-----			
<b>Financial assets at fair value through profit or loss</b>				
- Treasury bills	-	2,024,761	-	2,024,761
- Pakistan investment bonds	-	11,400,762	-	11,400,762
- Term deposit	-	6,000	-	6,000
	-	13,431,523	-	13,431,523
	-----	-----	-----	-----

For the remaining assets and liabilities, the fair values are considered not to be materially different from their respective carrying amounts since the instruments are either short-term in nature or are periodically re-priced.

(Amounts in thousand)

**25. NON-ADJUSTING EVENT AFTER THE REPORTING PERIOD**

- 25.1 The Board of Directors of the Company in its meeting held on October 15, 2021 has approved an interim cash dividend of Rs. 3.00 per share for the period ended September 30, 2021 amounting to Rs. 2,726,770. These consolidated condensed interim financial statements do not include the effect of the said interim dividend.
- 25.2 The Board of Directors of the Company in its meeting held on October 15, 2021 has approved an interim cash dividend for preference shareholders of Rs. 0.30 per share for the period ended September 30, 2021 amounting to Rs. 90,000. These consolidated condensed interim financial statements do not include the effect of the said interim dividend.

**26. DATE OF AUTHORIZATION FOR ISSUE**

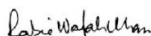
These consolidated condensed interim financial statements were authorized for issue on October 15, 2021 by the Board of Directors of the Company.

**27. GENERAL**

Figures have been rounded off to the nearest thousand Rupees unless otherwise stated.



**Chief Executive**  
**Jahangir Piracha**



**Chief Financial Officer**  
**Rabia Wafah Khan**



**Director**  
**Feroz Rizvi**

**ENGRO POLYMER AND CHEMICALS LIMITED  
UNCONSOLIDATED CONDENSED INTERIM  
FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

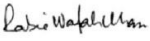
**ENGRO POLYMER AND CHEMICALS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT SEPTEMBER 30, 2021**

(Amounts in thousand)

	Note	(Unaudited) September 30, 2021	(Audited) December 31, 2020
-----Rupees-----			
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	37,202,149	36,186,640
Right-of-use asset		2,106,793	2,305,604
Intangible assets		107,050	101,971
Long-term investments		2,465,000	1,625,000
Financial assets at amortized cost	6	2,984,778	4,660,833
Long-term loans and advances		999	29,286
		<u>44,866,769</u>	<u>44,909,334</u>
<b>Current assets</b>			
Stores, spares and loose tools	7	1,959,025	1,784,734
Stock-in-trade	8	7,140,446	6,194,509
Trade debts - considered good	9	797,794	586,212
Loans, advances, deposits, prepayments and other receivables	10	1,168,149	310,892
Subordinated loan to subsidiary company	11	301,913	-
Income tax payments less provision		-	159,818
Financial assets at fair value through profit and loss		16,558,670	13,180,573
Current maturity of financial assets at amortized cost		2,000,824	964,120
Cash and bank balances		5,194,788	940,920
		<u>35,121,609</u>	<u>24,121,778</u>
<b>TOTAL ASSETS</b>		<u><u>79,988,378</u></u>	<u><u>69,031,112</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Ordinary share capital		9,089,233	9,089,233
Preference shares		3,000,000	3,000,000
Share premium		3,874,953	3,874,953
Unappropriated profit		12,117,673	10,106,711
		<u>28,081,859</u>	<u>26,070,897</u>
<b>Non-current liabilities</b>			
Long-term borrowings	12	16,659,979	19,790,152
Lease liabilities	13	3,056,958	3,614,312
Provisions	14	2,142,575	2,991,392
Deferred taxation - net	15	1,866,937	1,199,672
		<u>23,726,449</u>	<u>27,595,528</u>
<b>Current liabilities</b>			
Current portion of long term borrowings	12	3,798,223	1,836,333
Current portion of lease liabilities	13	1,210,605	1,080,561
Provisions	14	3,600,362	2,456,263
Service benefit obligations		82,843	79,539
Short-term borrowings		474,360	-
Trade and other payables	16	12,762,453	9,458,730
Income taxes payable		1,605,341	-
Unclaimed dividend	17	3,723,765	28,149
Dividend payable	18	630,337	-
Accrued interest / mark-up		291,781	425,112
		<u>28,180,070</u>	<u>15,364,687</u>
		51,906,519	42,960,215
<b>Contingencies and commitments</b>	19		
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>79,988,378</u></u>	<u><u>69,031,112</u></u>

The annexed notes 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**

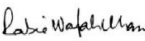
**ENGRO POLYMER AND CHEMICALS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand except for earnings per share)

	Note	Quarter ended		Nine months ended	
		September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
		-----Rupees-----			
Net revenue	20	18,826,239	10,057,226	49,320,561	22,931,520
Cost of sales		(13,585,047)	(6,839,987)	(32,625,917)	(17,808,687)
<b>Gross profit</b>		<b>5,241,192</b>	<b>3,217,239</b>	<b>16,694,644</b>	<b>5,122,833</b>
Distribution and marketing expenses		(79,398)	(84,907)	(227,019)	(175,817)
Administrative expenses		(125,958)	(122,037)	(462,172)	(368,811)
Other expenses		(787,650)	(100,786)	(1,470,135)	(739,754)
Other income		376,258	223,382	964,314	840,389
<b>Operating profit</b>		<b>4,624,444</b>	<b>3,132,891</b>	<b>15,499,632</b>	<b>4,678,840</b>
Finance costs		(486,598)	(453,723)	(1,401,129)	(1,820,599)
<b>Profit for the period before taxation</b>		<b>4,137,846</b>	<b>2,679,168</b>	<b>14,098,503</b>	<b>2,858,241</b>
Taxation		(1,018,444)	(811,298)	(3,689,892)	(810,424)
<b>Profit for the period after taxation</b>		<b>3,119,402</b>	<b>1,867,870</b>	<b>10,408,611</b>	<b>2,047,817</b>
<b>Earnings per share - basic</b>		<b>3.43</b>	<b>2.06</b>	<b>11.45</b>	<b>2.25</b>
<b>Earnings per share - diluted</b>		<b>2.58</b>	<b>2.06</b>	<b>8.61</b>	<b>2.25</b>

The annexed notes 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**

**ENGRO POLYMER AND CHEMICALS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND**  
**OTHER COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand)

	Quarter ended		Nine months ended	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
	-----Rupees-----			
<b>Profit for the period after taxation</b>	3,119,402	1,867,870	10,408,611	2,047,817
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>3,119,402</u>	<u>1,867,870</u>	<u>10,408,611</u>	<u>2,047,817</u>

The annexed notes 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**




**ENGRO POLYMER AND CHEMICALS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand)

	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		RESERVES		Total
	Ordinary share capital	Preference shares	Share premium	Unappropriated profit	
	-----Rupees-----				
<b>Balance as at January 1, 2020 (Audited)</b>	9,089,233	-	3,874,953	4,766,837	17,731,023
<b>Transaction with owners</b>					
Final dividend for the year ended December 31, 2019 - Rs. 0.20 per share	-	-	-	(181,785)	(181,785)
<b>Total comprehensive income for the period ended September 30, 2020</b>					
Profit for the period ended September 30, 2020	-	-	-	2,047,817	2,047,817
Other comprehensive income for the period ended September 30, 2020	-	-	-	-	-
	-	-	-	2,047,817	2,047,817
<b>Balance as at September 30, 2020 (Unaudited)</b>	9,089,233	-	3,874,953	6,632,869	19,597,055
<b>Transaction with owners</b>					
Preference shares issuance	-	3,000,000	-	-	3,000,000
Shares issuance cost	-	-	-	(190,586)	(190,586)
	-	3,000,000	-	(190,586)	2,809,414
<b>Total comprehensive income for the period ended December 31, 2020</b>					
Profit for the period ended December 31, 2020	-	-	-	3,664,428	3,664,428
Other comprehensive income for the period ended December 31, 2020	-	-	-	-	-
	-	-	-	3,664,428	3,664,428
<b>Balance as at December 31, 2020 (Audited)</b>	9,089,233	3,000,000	3,874,953	10,106,711	26,070,897
<b>Transaction with owners</b>					
Final ordinary dividend for the year ended December 31, 2020 - Rs. 1.247 per share	-	-	-	(1,133,562)	(1,133,562)
Final preference dividend for the year ended December 31, 2020 - Rs. 0.042 per share	-	-	-	(12,485)	(12,485)
First interim ordinary dividend for the year ending December 31, 2021 - Rs. 0.80 per share	-	-	-	(727,139)	(727,139)
First interim preference dividend for the year ending December 31, 2021 - Rs. 0.27 per share	-	-	-	(81,000)	(81,000)
Second interim ordinary dividend for the year ending December 31, 2021 - Rs. 7.00 per share	-	-	-	(6,362,463)	(6,362,463)
Second interim preference dividend for the year ending December 31, 2021 - Rs. 0.27 per share	-	-	-	(81,000)	(81,000)
	-	-	-	(8,397,649)	(8,397,649)
<b>Total comprehensive income for the period ended September 30, 2021</b>					
Profit for the period ended September 30, 2021	-	-	-	10,408,611	10,408,611
Other comprehensive income for the period ended September 30, 2021	-	-	-	-	-
	-	-	-	10,408,611	10,408,611
<b>Balance as at September 30, 2021 (Unaudited)</b>	9,089,233	3,000,000	3,874,953	12,117,673	28,081,859

The annexed notes 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**

**ENGRO POLYMER AND CHEMICALS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand)

	Note	Nine months ended	
		September 30, 2021	September 30, 2020
		-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	21	17,887,443	7,059,010
Long-term loans and advances		28,287	38,482
Retirement benefits paid		(35,162)	(37,655)
Income tax paid		(1,257,468)	(597,578)
<b>Net cash generated from operating activities</b>		<b>16,623,100</b>	<b>6,462,259</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchases of property, plant and equipment		(2,506,495)	(5,003,135)
Proceeds from disposal of property, plant and equipment		2,697	-
Disbursement of subordinated loan to subsidiary company		(300,000)	-
Purchase of right shares		(840,000)	-
Proceeds from sale of Term Deposit Receipt		6,000	-
Redemption of Term Deposit Receipt		927,795	-
Income on short-term investment and bank deposits		952,095	769,803
<b>Net cash utilized in investing activities</b>		<b>(1,757,908)</b>	<b>(4,233,332)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from Islamic Temporary Economic Finance Facility (ITERF) - net of transaction cost		451,697	-
Proceeds from loan under Diminishing Musharaka Agreement		36,367	-
Proceeds from Long term financing facility - net of transaction cost		-	1,936,270
Prepaid transaction cost		(34,944)	-
Payment of IFC		(928,667)	-
Payment of DIBPL		(903,583)	-
Advance against preference shares		-	2,625,000
Finance costs paid		(1,235,473)	(1,667,415)
Rentals paid during the period		(1,015,288)	(1,007,316)
Dividend payment		(4,071,696)	(184,652)
<b>Net cash utilized in financing activities</b>		<b>(7,701,587)</b>	<b>1,701,887</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>7,163,605</b>	<b>3,930,814</b>
Cash and cash equivalents at the beginning of the period		14,115,493	6,661,300
<b>Cash and cash equivalents at the end of the period</b>	22	<b>21,279,098</b>	<b>10,592,114</b>

The annexed notes 1 to 28 form an integral part of these unconsolidated condensed interim financial statements.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**

**ENGRO POLYMER AND CHEMICALS LIMITED**  
**NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM**  
**FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

(Amounts in thousand)

**1. LEGAL STATUS AND OPERATIONS**

- 1.1 Engro Polymer and Chemicals Limited (the Company) was incorporated in Pakistan in 1997 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited.
- 1.2 The Company is a subsidiary of Engro Corporation Limited (the Holding Company) which is a subsidiary of Dawood Hercules Corporation Limited (the Ultimate Parent Company). The Company's principal activity is to manufacture, market and sell Poly Vinyl Chloride (PVC), Vinyl Chloride Monomer (VCM), Caustic soda and other related chemicals. The Company is also engaged in the supply of surplus power generated from its power plants to Engro Fertilizers Limited, a related party.
- 1.3 The registered office of the Company is situated at 12th Floor, Ocean Tower, G-3, Block 9, Clifton, Khayaban-e-Iqbal, Karachi. The plant is located at EZ/II/P-II-I Eastern Zone, Bin Qasim, Karachi, Pakistan, whereas, the Chlor-Vinyl facility is at Port Bin Qasim Industrial Area. The regional sales office of the Company is on the 6th Floor, Haly Tower Office, Lalik Chowk, Phase II, DHA, Lahore.
- 1.4 During the period ended September 30, 2021, the PVC-III expansion project was completed which has increased the capacity by 100,000 MT per annum i.e from 195,000 MT per annum to 295,000 MT per annum. The commercial operation of PVC-III plant commenced from March 01, 2021.
- 1.5 During the period ended September 30, 2021, the VCM Plant Debottlenecking project was completed which has increased the capacity by 50,000 MT per annum i.e from 204,000 MT per annum to 254,000 MT per annum. The commercial operation of this plant commenced from June 25, 2021.

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

These unconsolidated 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:

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

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

- 2.2 These unconsolidated condensed interim financial statements for the period ended September 30, 2021 are unaudited. However, these are being submitted to the shareholders as required by the listing regulations of Pakistan Stock Exchange Limited and section 237 of the Act.

These unconsolidated 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 annual audited financial statements of the Company for the year ended December 31, 2020.

**(Amounts in thousand)**

- 2.3 These unconsolidated condensed interim financial statements are the separate condensed interim financial statements of the Company in which investment in subsidiary companies namely Think PVC (Private) Limited, Engro Peroxide (Private) Limited and Engro Plasticizer (Private) Limited have been accounted for at cost less accumulated impairment losses, if any. The consolidated condensed interim financial statements of the Company and its subsidiary companies have been presented separately.

**3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES AND CHANGES THEREIN**

- 3.1 The significant accounting policies and the methods of computation applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2020 except for the early adoption of an amendment as set out below:

- 3.2 In 2020, the International Accounting Standard Board (IASB) made an amendment - Proceeds before the intended use in IAS 16 - "Property, Plant and Equipment". As a result, the net proceeds received from selling the inventory produced during the testing phase, shall be recognized in the statement of profit or loss. Previously, such proceeds were deducted from the cost of the asset. This amendment shall be applied retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after January 2022 with an option of early adoption.

The Company has assessed its implication and decided to adopt the amendment early as permitted under the amendment and aligned with the accounting and reporting standards as applicable in Pakistan. The change in Accounting Policy has been made in accordance with the transitional provisions of the amendment. The net revenue is part of Gross profit in the unconsolidated condensed interim statement of profit or loss and having post tax impact of Rs. 278,700.

In addition to above, there are certain amendments to published International Financial Reporting Standards that are mandatory for the financial year beginning on January 1, 2021. These are considered not to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in these unconsolidated condensed interim financial statements.

- 3.3 The financial risk management objectives and policies of the Company are also consistent with those disclosed in the annual audited financial statements of the Company for the year ended December 31, 2020.
- 3.4 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

**4. ACCOUNTING ESTIMATES**

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgments in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The significant estimates, judgments and assumptions made by the management in the preparation of the unconsolidated condensed interim financial statements are the same as those that were applied in the annual audited financial statements of the Company as at and for the year ended December 31, 2020.

(Amounts in thousand)

	Unaudited September 30, 2021	Audited December 31, 2020
	----- Rupees -----	
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>		
Operating assets, at net book value - notes 5.1 and 5.2	31,397,131	19,285,257
Capital work-in-progress - note 5.4	5,586,183	16,837,591
Capital spares	218,835	63,792
	<u>37,202,149</u>	<u>36,186,640</u>
<b>5.1 Additions to operating assets during the period / year were as follows:</b>		
Leasehold land	-	18,524
Building on leasehold land	644,260	56,538
Plant and machinery	12,715,790	2,050,956
Pipeline - Ethylene Di Chloride (EDC)	-	1,999
Furniture, fixtures and equipment	48,624	145,239
Vehicles	62,965	4,989
	<u>13,471,639</u>	<u>2,278,245</u>
<b>5.2 Disposals and write-offs of operating assets during the period / year were as follows:</b>		
Cost		
- Furniture, fixtures and equipment	29,135	107,291
- Plant and machinery	200,054	-
- Pipelines - Ethylene	292	-
- Pipelines - water	993	-
- Vehicles	-	136
	<u>230,474</u>	<u>107,427</u>
Accumulated Depreciation		
- Furniture, fixtures and equipment	25,922	101,532
- Plant and machinery	127,089	-
- Pipelines - Ethylene	157	-
- Pipelines - water	802	-
- Vehicles	-	133
	<u>153,970</u>	<u>101,665</u>
<b>5.3</b>		
In order to align practice with the Holding Company, under the ONE SAP project, the Company is charging depreciation from the month following the month in which the asset is made available for use. The said change has resulted in the reduction in depreciation expense by Rs. 51,895 in the current period.		

(Amounts in thousand)

	Unaudited September 30, 2021	Audited December 31, 2020
	----- Rupees -----	
5.4	Movement in capital work-in-progress during the period / year is as follows:	
	Balance as at the beginning of the period / year	16,837,591
	Add: Additions during the period / year	12,695,993
	Add: Borrowing cost capitalized during the period / year	6,259,362
	Less: Write-off of plant and machinery items	27,645
	Less: Transferred to:	214,679
	- Operating assets - note 5.1	(6,000)
	- Intangible assets	(13,471,639)
	- Transfers to capital spare:	(2,278,245)
	- Right of use of asset	(15,792)
		(149,043)
		(149,074)
	5,586,183	16,837,591
<b>6.</b>	<b>FINANCIAL ASSETS AT AMORTIZED COST</b>	
	Investment in Term Deposit Receipts - note 6.1	4,985,602
	Less: current maturity shown under current assets	5,624,953
	2,984,778	(964,120)
		4,660,833
6.1	This includes Term Deposits Receipts aggregating to USD 29,167 maintained with Dubai Islamic Bank Pakistan Limited (DIBPL). These carry profit at the rate of six months LIBOR plus 0.89% per annum and are due in six equal semi-annual installments of USD 5,833 which have started from July 15, 2021 and are ending on January 15, 2024.	
<b>7.</b>	<b>STORES, SPARES AND LOOSE TOOLS</b>	
7.1	During the period, the Company has written off stores and spares amounting to Rs. 414 (December 31, 2020: Rs. 57,302).	
7.2	During the period, the Company has written off provision for slow moving stores and spares amounting to Rs. 26 (December 31, 2020: Rs. 8,701).	
<b>8.</b>	<b>STOCK-IN-TRADE</b>	
8.1	This includes stock held at Engro Vopak Terminal Limited, a related party as at September 30, 2021 amounting to Rs. 1,638,541 (December 31, 2020: Rs. 659,703).	
8.2	During the period, the Company has written off stock-in-trade amounting to Rs. 1,665 (December 31, 2020: Rs. 99,704)	

(Amounts in thousand)

	Unaudited September 30, 2021	Audited December 31, 2020
----- Rupees -----		
<b>9. TRADE DEBTS - CONSIDERED GOOD</b>		
These include unsecured receivables from the following related parties:		
- Engro Fertilizers Limited	15,828	15,273
- Engro Energy Services Limited	197	-
	16,025	15,273
<b>10. LOANS, ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>		
These include unsecured receivables from the following related parties:		
- Think PVC (Private) Limited	-	374
- Engro Plasticizer (Private) Limited	-	65
- Engro Peroxide (Private) Limited	-	10,995
- Engro Energy Limited	-	505
	-	11,939

**11. SUBORDINATED LOAN TO SUBSIDIARY COMPANY**

On May 6, 2021, the Company has provided a short term loan to Engro Peroxide (Private) Limited, a wholly-owned subsidiary company for the purpose of issuing bank guarantees. The principal is recoverable in six months from the date of agreement and carries markup at a rate of six months KIBOR plus 0.1% recoverable on quarterly basis. The repayment of interest and principal under this agreement by Engro Peroxide (Private) Limited shall be subordinated to the finances provided by its existing lenders.

	Unaudited September 30, 2021	Audited December 31, 2020
----- Rupees -----		
<b>12. LONG-TERM BORROWINGS</b>		
- Sukuk certificates - note 12.1	8,662,182	8,645,597
- Loan from International Finance Corporation (IFC) - note 12.2	4,934,431	5,539,605
- Bilateral Loan - note 12.3	4,517,917	5,421,500
- Islamic Long Term Financing Facility (ILTFF) - note 12.4	1,926,919	1,925,517
- Loan under diminishing musharaka agreement - note 12.5	-	94,266
- Islamic Temporary Economic Refinance Facility (ITERF) - note 12.6	451,697	-
Less: Prepaid transaction cost	(34,944)	-
	20,458,202	21,626,485
Less: Current portion shown under current liabilities		
- Loan from International Finance Corporation (IFC) - note 12.2	1,991,056	932,750
- Bilateral Loan - note 12.3	1,807,167	903,583
	3,798,223	1,836,333
	16,659,979	19,790,152

**(Amounts in thousand)**

12.1 In 2019, the Company issued sukuk bonds of Rs. 8,750,000 to eligible institutional and other investors by way of private placement. These are repayable over a period of 7.5 years in five equal annual installments of Rs. 1,750,000 each with the first repayment commencing in July 2024. These are secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of the existing creditors.

12.2 In 2018, the Company had entered into a financing agreement with IFC for a total of US Dollars 35,000 the draw down of which was made in December 2019. The principal is repayable in six equal semi-annual installments which have commenced from July 2021 and carries markup at the rate of six months LIBOR plus 3.25% per annum, payable semi annually.

The borrowing is secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of the existing creditors. Further, prior to Project Financial Completion Date, dividends shall not exceed 80% of annual net income of the year to which the annual dividend relates.

On June 29, 2021, the Company had entered into a financing agreement with IFC for a total of US Dollars 15,000 the draw down of which has not been made till reporting date. The loan carries markup at the rate of six months LIBOR plus 3.25% per annum payable semi annually.

12.3 In 2019, the Company entered into a musharaka agreement with DIBPL. The principal is repayable in six equal semi-annual installments which have commenced from July 2021 and carries a markup at a rate of six months KIBOR plus 0% per annum, payable semi annually.

The borrowing is secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), ranking subordinate and subservient to the charges created in favour of the existing creditors, and a lien and a right of set-off over the Term Deposit Receipt maintained with DIBPL as referred to in note 6.

12.4 In 2020, the Company obtained Islamic Long Term Financing Facility (ILTFF) of the State Bank of Pakistan (SBP) through Musharaka agreement entered with financial institutions to finance its PVC-III expansion project. The amount is repayable over 10 years in equal quarterly installments of Rs. 60,938 each with the first payment commencing from December 2022 and carries markup at SBP LTFF rate plus 1.2% payable quarterly. The borrowing is secured by way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of the existing creditors.

12.5 In 2020, the Company entered into a Diminishing Musharaka Agreement for procurement of locally assembled / imported private vehicles under car monetization policy. The facility amounted to Rs. 200,000. The rental payments are to be made in monthly installments for five years and are calculated at the rate of six months KIBOR plus 0.8% per annum. The entire amount of drawdown under this agreement i.e. Rs. 130,633 has been transferred to lease liabilities during the period.

12.6 During the period, the Company obtained Islamic Temporary Economic Refinance Facility (ITERF) of SBP through Musharaka agreement entered with financial institutions amounting to Rs. 500,000 to finance its capital expenditure.

The amount is repayable over 10 years including 2 years grace period, in 32 quarterly installments of Rs. 9,264 each with the first payment commencing from December 2022 and carries markup at SBP Refinance Rate plus 0.75% to 1% payable quarterly. The borrowing is secured by the way of hypothecation charge of present and future fixed assets of the Company (excluding land and building), which shall rank pari passu with the charges created in favor of existing creditors.

12.7 During the period, the Company has paid transaction cost in respect of loan to be obtained from IFC during the year.



(Amounts in thousand)

**13. LEASE LIABILITIES**

These include lease liability outstanding under the storage arrangements with Engro Vopak Terminal Limited, a related party amounted to Rs. 4,118,856 (December 31, 2020: Rs. 4,644,821).

	Unaudited September 30, 2021	Audited December 31, 2020
----- Rupees -----		
<b>14. PROVISIONS</b>		
Provision for Gas Infrastructure Development Cess (GIDC)	5,225,545	4,930,263
Provision for gas price revision	517,392	517,392
	<u>5,742,937</u>	<u>5,447,655</u>
Less: current portion of provision of GIDC and gas price revision	<u>(3,600,362)</u>	<u>(2,456,263)</u>
	<u>2,142,575</u>	<u>2,991,392</u>

**15. DEFERRED TAXATION - NET**

Credit balances arising due to:

- accumulated depreciation

	4,165,079	3,508,219
--	-----------	-----------

Debit balances arising due to:

- unpaid liabilities	161,667	145,728
- leases recognized	618,581	685,820
- provision for GIDC and Special Excise Duty	1,460,064	1,419,169
- shares issuance cost, net to equity	57,830	57,830
	<u>2,298,142</u>	<u>2,308,547</u>

	<u>1,866,937</u>	<u>1,199,672</u>
--	------------------	------------------

**16. TRADE AND OTHER PAYABLES**

Include amounts due to the following related parties:

- Engro Corporation Limited	139,127	42,733
- Engro Fertilizers Limited	31,630	32,151
- Engro Powergen Thar (Private) Limited	65	613
- Engro Powergen Qadirpur Limited	613	-
- Engro Vopak Terminal Limited	154,274	139,179
	<u>325,709</u>	<u>214,676</u>

- 16.1 On June 4, 2021, the Sindh High Court (SHC) through its judgment upheld the Sindh Development and Maintenance of Infrastructure Cess Act, 2017 (the Cess) promulgated retrospectively with effect from July 1, 1994 as valid and declaring it within the competence of provincial legislature. The Company maintains adequate provision in these unconsolidated condensed interim financial statements and is in the process of filing petition against the judgment before the Honorable Supreme Court of Pakistan challenging the SHC judgement. As at September 30, 2021, the Company is carrying a provision is Rs. 980,725 (December 31, 2020: Rs. 854,698) in respect of the Cess.

(Amounts in thousand)

**17. UNCLAIMED DIVIDEND**

This includes dividend to the Holding Company amounting to Rs. 3,575,134 (December 31, 2020: Nil)

**18. DIVIDEND PAYABLE**

This represents dividend payable to Mitsubishi Corporation, a related party.

**19. CONTINGENCIES AND COMMITMENTS**

19.1 There has been no material change in the contingencies from those disclosed in the annual audited financial statements for the year ended December 31, 2020.

19.2 The aggregate facilities for issuance of performance guarantees by the banks on behalf of the Company as at September 30, 2021 amount to Rs. 3,848,000 (December 31, 2020: Rs. 3,248,000). The amount utilized there against as at September 30, 2021 is Rs. 3,515,984 (December 31, 2020: Rs. 3,017,021).

19.3 The facility for opening letters of credit as at June 30, 2021 aggregates to Rs. 17,400,000 (December 31, 2020: Rs. 23,943,186). The amount utilized thereagainst as at September 30, 2021 was Rs. 5,142,711 (December 31, 2020: Rs. 3,247,361).

19.4 The Company has entered into operating lease arrangements with Al-Rahim Trading Company (Private) Limited for the storage and handling of EDC and Caustic Soda in respect of which future lease commitments aggregate to Rs. 4,955 (December 31, 2020: Rs 5,710) and Rs. 16,500 (December 31, 2020: Rs. 6,000) respectively.

19.5 Commitments in respect of rentals of storage tanks at EVTL for the handling of Ethylene aggregate to USD 24,624 valid till 31 March 2026 and Ethylene Di Chloride (EDC) aggregate to USD 2,175 and are valid till 31 December 2028.

	Unaudited September 30, 2021	Audited December 31, 2020
	----- Rupees -----	
19.6 Commitments in respect of capital and other operational items - note 19.6.1	2,160,538	888,048

19.6.1 This includes Rs. 250,855 (December 31, 2020: Rs. 16,388) in respect of commitments against intangible assets to Engro Corporation Limited.

	Unaudited Nine months ended	
	September 30, 2021	September 30, 2020
	----- Rupees -----	
<b>20. NET REVENUE</b>		

Gross local sales - note 20.1

53,635,478

27,259,513

Less:

- Sales tax

7,674,548

3,918,525

- Discounts

663,936

492,008

8,338,484

4,410,533

(Amounts in thousand)

	45,296,994	22,848,980
Export sales	3,961,076	21,801
Supply of electricity - note 20.2	62,491	60,740
	<u>49,320,561</u>	<u>22,931,521</u>

20.1 Include sales of trading goods Rs. 89,861 (September 30, 2020: Rs. 132,160).

20.2 This represents revenue against supply of surplus power to Engro Fertilizers Limited, a related party.

<b>Unaudited</b>	
<b>Nine months ended</b>	
<b>September 30,</b>	<b>September 30,</b>
<b>2021</b>	<b>2020</b>
----- Rupees -----	

## 21. CASH GENERATED FROM OPERATIONS

21.1 Profit for the period before taxation	14,098,503	2,858,241
--	------------	-----------

### Adjustments for non-cash charges and other items:

Provision for staff retirement and other service benefits	38,466	41,001
Depreciation on operating assets	1,283,635	939,190
Write-off of operating assets	76,460	11,440
Depreciation on Right-of-use asset	338,967	311,972
Amortization on intangible asset	10,713	19,512
Provision against GIDC	-	617,819
Unwinding of remeasurement gain on provision against GIDC	197,028	-
Write-off of trade debts	-	331
Provision for net realizable value of stock-in-trade, net	-	9,078
Write-off of stores and spares	441	4,330
Write-off of stock in trade	1,665	-
Income on bank deposits and short-term investments	(923,551)	(769,803)
Interest income on subordinated loan to subsidiary company	(9,439)	-
Gain on derivative financial instrument	-	(154)
Exchange (gain)/loss on revaluation of financial asset and liabilities	260,985	373,951
Amortization of transaction cost on sukuks, ILTFF and IFC loan	32,018	31,874
Interest expense on lease liabilities	196,360	233,246
Default surcharge on GIDC	98,254	-
Finance costs	1,074,497	1,479,916
(Gain) / loss on disposal of operating assets	(109)	322
Working capital changes - note 21.2	<u>1,112,550</u>	<u>896,744</u>
	<u>17,887,443</u>	<u>7,059,010</u>

## 21.2 Working capital changes

### (Increase) / decrease in current assets

Stores, spares and loose tools	(174,732)	(161,742)
Stock-in-trade	(947,602)	(309,581)
Trade debts - considered good	(211,582)	36,458
Loans, advances, deposits, prepayments and other receivables - net	(857,257)	3,421
	<u>(2,191,173)</u>	<u>(431,444)</u>

### Increase in current liabilities

Trade and other payables	3,303,723	1,328,188
	<u>1,112,550</u>	<u>896,744</u>

(Amounts in thousand)

Unaudited	
Nine months ended	
September 30, 2021	September 30, 2020
----- Rupees -----	

**22. CASH AND CASH EQUIVALENTS**

Cash and bank balances	5,194,788	689,233
Financial assets at fair value through profit and loss	16,558,670	9,902,881
Short-term borrowings	(474,360)	-
	<u>21,279,098</u>	<u>10,592,114</u>

**23. SEGMENT INFORMATION**

23.1 The basis of segmentation and reportable segments presented in these unconsolidated condensed interim financial statements are same as disclosed in the annual audited financial statements of the Company for the year ended December 31, 2020.

	September 30, 2021				September 30, 2020			
	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Total	Poly Vinyl Chloride (PVC) and allied chemicals	Caustic soda and allied chemicals	Power Supply	Total
----- Rupees -----								
Revenue								
At a point in time	44,749,644	4,418,565		49,168,209	19,648,504	3,093,909	-	22,742,413
Over time	-	-	62,491	62,491	-	-	60,740	60,740
	44,749,644	4,418,565	62,491	49,230,700	19,648,504	3,093,909	60,740	22,803,153
Cost of sales	(29,548,252)	(3,594,888)	(58,656)	(33,201,796)	(15,519,107)	(2,771,753)	(58,634)	(18,349,494)
Distribution and marketing expenses	(159,984)	(66,164)	(56)	(226,204)	(131,152)	(43,284)	-	(174,436)
Administrative expenses	(445,359)	(16,478)	-	(461,837)	(331,395)	(37,416)	-	(368,811)
Other operating expenses	(1,107,869)	(85,180)	(493)	(1,193,542)	(323,539)	(38,992)	(704)	(363,235)
Other operating income	511,536	451,664	1,114	964,314	506,076	332,300	2,013	840,389
Finance costs	(1,157,003)	(44,904)	(753)	(1,202,660)	(1,576,888)	(10,264)	(201)	(1,587,353)
Taxation	(3,424,415)	(204,886)	(738)	(3,630,039)	(681,745)	(102,175)	(802)	(784,722)
<b>Profit after tax</b>	<u>9,418,298</u>	<u>857,729</u>	<u>2,909</u>	<u>10,278,936</u>	<u>1,590,754</u>	<u>422,325</u>	<u>2,412</u>	<u>2,015,491</u>
Others, net of tax				(210)				(27,458)
Impact of IFRS 16 (post tax)				129,885				59,784
<b>Profit after tax</b>	<u>9,418,298</u>	<u>857,729</u>	<u>2,909</u>	<u>10,408,611</u>	<u>1,590,754</u>	<u>422,325</u>	<u>2,412</u>	<u>2,047,817</u>

	September 30, 2021 (Unaudited)				December 31, 2020 (Audited)			
	Poly Vinyl Chloride and Allied Chemicals	Caustic soda and Allied Chemicals	Power supply	Total	Poly Vinyl Chloride and Allied Chemicals	Caustic soda and Allied Chemicals	Power supply	Total
Total segment assets - note 23.2	40,936,113	10,475,590	16,043	51,427,746	38,375,683	9,202,307	26,766	47,604,756
Unallocated assets	-	-	-	28,560,632	-	-	-	21,426,356
<b>Total assets</b>				<u>79,988,378</u>				<u>69,031,112</u>
Total segment liabilities	22,153,201	2,416,403	45,950	24,615,554	19,939,452	3,212,462	9,209	23,161,123
Unallocated liabilities	-	-	-	27,290,965	-	-	-	19,799,092
<b>Total liabilities</b>				<u>51,906,519</u>				<u>42,960,215</u>

23.2 Segment assets consist primarily of property, plant and equipment, right-of-use assets, stores and spares, stock-in-trade and trade debts.

23.3 The segment results for the period are prepared in line with basis of allocation adopted in the annual audited financial statements for the year ended December 31, 2020.

**24. TRANSACTIONS WITH RELATED PARTIES**

**(Amounts in thousand)**

24.1 Transactions with related parties, other than those which have been disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

		Unaudited	
		Nine months ended	
		September 30, 2021	September 30, 2020
----- Rupees -----			
<b>Nature of relationship</b>	<b>Nature of transactions</b>		
<b>Holding Company</b>			
- Engro Corporation Limited	Reimbursements made	409,254	264,877
	Reimbursements received	7,799	24,341
	Intangible asset - software	105,518	200,141
<b>Subsidiary Company</b>			
- Think PVC (Private) Limited	Expenses incurred on behalf of subsidiary company	20,735	14,797
- Engro Plasticizer (Private) Limited	Expenses incurred on behalf of subsidiary company	254	190
- Engro Peroxide (Private) Limited	Expenses incurred on behalf of subsidiary company	85,883	270,073
<b>Associated Companies</b>			
- Mitsubishi Corporation	Purchase of goods	-	84,519
<b>Members of the Group</b>			
- Engro Fertilizers Limited	Sale of steam and electricity	98,611	93,903
	Sale of goods	24,497	3,850
	Reimbursement received	2,524	2,016
	Reimbursement made	1,905	13,448
	Purchase of services	40,496	43,272
- Engro Vopak Terminal Limited	Purchase of services	1,239,763	1,238,168
	Reimbursement made	19,849	8,796
- Engro Energy Limited	Reimbursement received	-	1,596
	Reimbursement made	313	-
- Engro Digital Limited	Purchase of services	-	6,428
- Engro Energy Services Limited	Reimbursement received	571	-
	Reimbursement made	336	-
	Sale of goods	2,225	-
- Engro Foundation	Donation	35,018	-
- Engro Eximp	Reimbursement received	597	-
- Engro Powergen Qadirpur Limited	Reimbursement received	524	-
- Engro Powergen Thar (Private) Limited	Sale of goods	-	1,277
- Sindh Engro Coal Mining Company Limited	Reimbursements received	490	549

(Amounts in thousand)

Nature of relationship	Nature of transactions	Unaudited	
		Nine months ended	
		September 30, 2021	September 30, 2020
----- Rupees -----			
Directors	Fee	4,853	950
Contribution to staff retirement benefits	Managed and operated by the Holding Company		
	- Provident fund	64,676	52,719
	- Gratuity fund	49,909	50,850
	- Pension fund	2,462	2,270
Key management personnel	Managerial remuneration	108,466	205,997
	Retirement benefit funds	15,300	13,805
	Bonus	41,592	36,990
	Other benefits	18,352	19,238

## 25. FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying values of all financial assets and liabilities reflected in the unconsolidated condensed interim financial statements approximate their fair values.

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within the level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2); and
- Inputs for the asset or liability that are not based on observable market data (level 3).

As at September 30, 2021	Level 1	Level 2	Level 3	Total
----- Rupees -----				
<b>Financial assets at fair value through profit or loss</b>				
- Pakistan investment bonds	-	16,558,670	-	16,558,670
	-	16,558,670	-	16,558,670
<b>As at December 31, 2020</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
----- Rupees -----				
<b>Financial assets at fair value through profit or loss</b>				
- Treasury bills	-	1,972,636	-	1,972,636
- Pakistan investment bonds	-	11,201,937	-	11,201,937
- Term deposit	-	6,000	-	6,000
	-	13,180,573	-	13,180,573

For the remaining assets and liabilities, the fair values are considered not to be materially different from their respective carrying amounts since the instruments are either short-term in nature or are periodically re-priced.

(Amounts in thousand)

**26. NON-ADJUSTING EVENT AFTER THE REPORTING PERIOD**

- 26.1 The Board of Directors of the Company in its meeting held on October 15, 2021 has approved an interim cash dividend of Rs. 3.00 per share for the period ended September 30, 2021 amounting to Rs. 2,726,770. These unconsolidated condensed interim financial statements do not include the effect of the said interim dividend.
- 26.2 The Board of Directors of the Company in its meeting held on October 15, 2021 has approved an interim cash dividend for preference shareholders of Rs. 0.30 per share for the period ended September 30, 2021 amounting to Rs. 90,000. These unconsolidated condensed interim financial statements do not include the effect of the said interim dividend.

**27. DATE OF AUTHORIZATION FOR ISSUE**

These unconsolidated condensed interim financial statements were authorized for issue on October 15, 2021 by the Board of Directors of the Company.

**28. GENERAL**

Figures have been rounded off to the nearest thousand Rupees unless otherwise stated.

  
**Chief Executive**  
**Jahangir Piracha**

  
**Chief Financial Officer**  
**Rabia Wafah Khan**

  
**Director**  
**Feroz Rizvi**



2021 کی تیسری سہ ماہی کے دوران، ایشیائی پی وی سی مارکیٹ میں ریکوری کے آثار دکھائی دیے اور پی وی سی کی بین الاقوامی قیمتوں میں اضافہ جاری رہا، جہاں قیمتیں ستمبر کے اواخر میں تاریخی بلندی تقریباً 1850/MT ڈالر رہیں۔ قیمتوں میں تیزی کی وجہ سپلائی میں کمی کے ساتھ ساتھ، طلب میں اضافے سے منسوب کیا جاسکتا ہے۔ نومبر کی کمی، لاک ڈاؤن کی صورتحال میں نرمی، گزشتہ مہینوں کے دوران کم درآمدات کے بعد بھارت میں طلب میں اضافہ ہوا، چائینہ میں قومی تعطیلات کے باوجود طلب حوصلہ افزاء رہی۔ جبکہ دوسری طرف، سمندری طوفان کی بدولت، یو ایس، گلف کوسٹ میں پی وی سی کی رسد میں 60 فیصد کمی واقع ہوئی، اس کے ساتھ ساتھ چائینہ کی حکومت کی طرف سے جاری کردہ پاور کنٹرول پالیسی کی بناء پر چائینہ میں پروڈکشن ریٹ کم رہے۔

2021 کی تیسری سہ ماہی کے اواخر میں اجماعی قیمتوں میں بھی اضافہ دیکھنے میں آیا۔ اس اضافے کی بنیادی وجہ خام تیل کی بڑھتی ہوئی قیمتیں تھیں، جو 80/bbl ڈالر تک پہنچیں۔ EDC میں اسی طرح طرح اضافہ دیکھے میں آیا جو یو ایس گلف کوسٹ سے نکرانے والے سمندری طوفان کی وجہ سے کاسٹنگ اور EDC کے بند ہوجانے والے پلانٹس کی بناء پر تاریخ کی بلند ترین سطح 870/MT ڈالر تک پہنچیں۔ اس کے باعث ہمارے خام مال کی قیمت میں بڑا اضافہ ہوا اور ہمارے منافع میں کمی واقع ہوئی۔

خریداری کے رجحان کی میں بہتری کی بدولت 2021 کی تیسری سہ ماہی کے دوران، سہ ماہی در سہ ماہی کی بنیاد پر، مکی پی وی سی مارکیٹ میں بلحاظ حجم، 30 فیصد اضافہ ریکارڈ کیا گیا۔ مکی انڈسٹری کو سپورٹ کرنے کے لیے، ہم نے مسابقتی قیمتوں کو برقرار رکھا، جس کے باعث ہم 2021 کی تیسری سہ ماہی میں 94 فیصد مارکیٹ شیئر حاصل کرنے میں کامیاب رہے۔

پروجیکٹ کے محاذ پر، کمپنی نے پہلے ہی 50 KT کے نئے DBN-VCM کپکسٹی اور 100KT پی وی سی کپکسٹی کے کمرشل آپریشن کا اعلان کر دیا تھا۔ دیگر پراجیکٹس کے حوالے سے تاہم تین صورتحال درج ذیل ہے۔

- کارکردگی کے حامل پراجیکٹس بشمول IOVR اور HTDC، پر کام جاری ہے، اور ہالتر تیب 2021 اور 2023 کے اواخر میں ان کا آن لائن ہونا متوقع ہے
- ہائیڈروجن پراجیکٹس کیلئے 2023 کی پہلی ششماہی میں COD کا حصول متوقع ہے۔

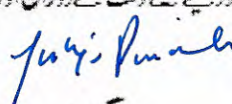
کمپنی نے 2020 کی تیسری سہ ماہی کے مقابلے میں منافع میں 26392 ملین روپے کا اضافہ ریکارڈ کیا۔ جو گزشتہ سال کے اسی عرصے کے دوران حاصل کردہ منافع سے 115 فیصد زیادہ ہے۔ سیکلز اور درآمدات میں اضافے کے ساتھ ساتھ، گزشتہ سال اسی عرصے کے دوران قیمتوں کے مقابلے میں، ہائی پی وی سی کی بین الاقوامی قیمتیں 2021 کی تیسری سہ ماہی کے دوران حوصلہ افزا شوڈنا، اہم وجوہات رہیں۔ گزشتہ سال اسی عرصے کے دوران کے 2103 ملین روپے کا بعد از ٹیکس منافع، بحساب 2.31 روپے فی شیئر کے مقابلے میں 2021 کی تیسری سہ ماہی کے دوران کمپنی نے 10972 ملین روپے کا بعد از ٹیکس منافع ریکارڈ کیا، جو کہ 11.41 روپے فی شیئر بنتا ہے۔

مستقبل کا منظر نامہ

آگے بڑھتے ہوئے، ہماری توقع ہے کہ چائینہ کے زیادہ تر پی وی سی پلانٹس سے سپلائی میں خلل کی بناء پر، پی وی سی کی قیمتوں کا مؤہم برقرار رہے گا۔ عالمی خام تیل کی پروڈکشن کے لیے اوپیک کے فیصلے اور اس کے تیل کی قیمتوں پر اثرات کی بناء پر اجماعی قیمتوں کی قیمتیں بھی متاثر ہوں گی۔ رسد کی سست روی اور زیادہ طلب کی بناء پر EDC کی قیمتوں میں اضافہ جاری رہے گا۔ بہر حال اجناس کی مکی اور بین الاقوامی مارکیٹس پر COVID19 سے پیدا ہونے والی غیر یقینی صورتحال کے اثرات جاری رہیں گے۔

آئندہ سہ ماہی کے دوران ہماری خاص توجہ pandemic کی بدولت لاحق خطرات کی بناء پر حکومت کی طرف سے نافذ کردہ SOPs پر عمل کرتے ہوئے اپنے پلانٹس پر محفوظ آپریشن کو یقینی بنانے، جاری پراجیکٹس کو دینے گئے وقت کے دوران اور بہترین سیکلز کو یقینی بنانے کے لیے مارکیٹ شیئر کو برقرار رکھتے ہوئے محفوظ طریقے سے پائیہ تکمیل تک پہنچانے پر مرکوز رہے گی۔

  
فیروز زیدی  
ڈائریکٹر

  
جہانگیر پراچہ  
سی ای او