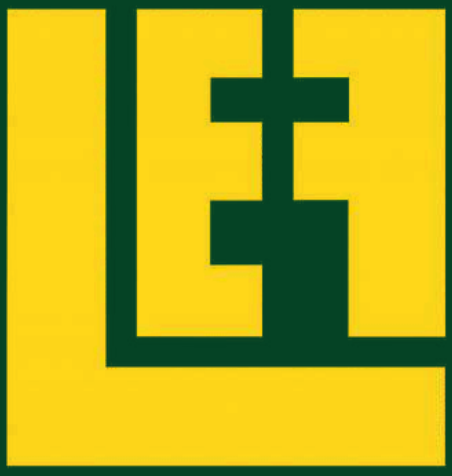

LVL ENERGY FUND PLC

Interim Financial Statements
31st December 2025

LVL ENERGY FUND PLC



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2. Statement of Financial Position
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Statement of Profit or Loss & Other Comprehensive Income

Period Ended 31st December 2025

	GROUP		COMPANY	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	LKR 000	LKR 000	LKR 000	LKR 000
Revenue	363,990	377,252	-	-
Direct expenses	(157,097)	(159,915)	-	-
Gross Profit	**206,893**	**217,337**	**-**	-
Interest income	7,912	19,637	1,577	10,201
Other income	847	74,975	2	34
Operating expenses				
Administrative expenses	-	-	-	-
Sales and establishment expenses	-	(166)	-	-
Other operating expenses	(54,529)	(55,663)	(36,546)	(37,849)
Results from operating activities	**161,123**	**256,120**	**(34,967)**	**(27,614)**
Share of earnings from equity accounted investees	693,055	717,694	751,906	841,899
Finance cost	(216,979)	(249,401)	(158,125)	(175,328)
Profit/(loss) before income tax	**637,199**	**724,413**	**558,814**	**638,957**
Tax (expense) / Reversal	(41,771)	(57,023)	(6,272)	(21,810)
Profit/(loss) for the period	**595,428**	**667,390**	**552,542**	**617,147**
Profit/(loss) attributable to:				
Equity holders of the company	552,542	617,147	552,542	617,147
Non-controlling interest	42,886	50,243	-	-
Profit/(loss) for the period	**595,428**	**667,390**	**552,542**	**617,147**
Other comprehensive income, net of income tax				
Foreign operations - foreign currency translation difference	218,445	(681,678)	218,445	(681,678)
Share of other comprehensive income from equity accounted investees	122,879	(250,186)	122,879	(250,186)
Defined benefit plan actuarial gains/(losses) net of Tax				
Total other comprehensive income for the period, net of tax	**341,324**	**(931,864)**	**341,324**	**(931,864)**
Total comprehensive income for the period	**936,752**	**(264,474)**	**893,866**	**(314,717)**
Total comprehensive income attributable to:				
Equity holders of the company	893,866	**(314,717)**	893,866	**(314,717)**
Non-controlling interest	42,886	50,243	-	-
Total comprehensive income for the period	**936,752**	**(264,474)**	**893,866**	**(314,717)**
Basic earnings per share (Rs.)	**0.79**	**0.92**	**0.79**	**0.92**

Statement of Profit or Loss & Other Comprehensive Income

Quarter Ended 31st December 2025

	GROUP		COMPANY	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	LKR 000	LKR 000	LKR 000	LKR 000
Revenue	106,918	132,701	-	-
Direct expenses	(46,969)	(53,009)	-	-
Gross Profit	**59,949**	**79,692**	-	-
Interest income	3,178	7,287	682	4,302
Other income	399	1,244	0	1
Operating expenses				
Administrative expenses	-	-	-	-
Sales and establishment expenses	5	(120)	-	-
Other operating expenses	(18,024)	(19,010)	(12,558)	(12,632)
Results from operating activities	**45,507**	**69,093**	**(11,876)**	**(8,329)**
Share of earnings from equity accounted investees	47,980	195,489	63,939	220,897
Finance cost	(71,250)	(71,871)	(52,067)	(50,333)
Profit/(loss) before income tax	**22,237**	**192,711**	**(4)**	**162,235**
Tax (expense) / Reversal	(7,432)	(18,893)	0	-
Profit/(loss) for the period	**14,805**	**173,818**	**(4)**	**162,235**
Profit/(loss) attributable to:				
Equity holders of the company	(4)	162,235	(4)	162,235
Non-controlling interest	14,809	11,583	-	-
Profit/(loss) for the period	**14,805**	**173,818**	**(4)**	**162,235**
Other comprehensive income, net of income tax				
Foreign operations - foreign currency translation difference	144,416	(254,524)	144,416	(254,524)
Share of other comprehensive income from equity accounted investees	36,942	43,690	36,942	43,690
Defined benefit plan actuarial gains/(losses) net of Tax				
Total other comprehensive income for the period, net of tax	**181,358**	**(210,834)**	**181,358**	**(210,834)**
Total comprehensive income for the period	**196,163**	**(37,016)**	181,354	**(48,599)**
Total comprehensive income attributable to:				
Equity holders of the company	181,354	**(48,599)**	181,354	**(48,599)**
Non-controlling interest	14,809	11,583	-	-
Total comprehensive income for the period	**196,163**	**(37,016)**	**181,354**	**(48,599)**
Basic earnings per share (Rs.)	**0.00**	**0.23**	**0.00**	**0.23**

Statement of Financial Position

As At 31st December 2025

	GROUP		COMPANY	
	31.12.2025	31.03.2025	31.12.2025	31.03.2025
	LKR 000	LKR 000	LKR 000	LKR 000
ASSETS				
Non current assets				
Property, plant and equipment	1,403,615	1,461,694	-	-
Right-of-use assets	2,286	2,426	-	-
Investment in equity accounted investees	6,503,383	5,889,023	8,507,442	7,502,012
Intangible assets	111,766	115,467	-	-
Total non current assets	**8,021,050**	**7,468,610**	**8,507,442**	**7,502,012**
Current assets				
Loans and receivables	70,781	60,163	50	179
Amounts due from related parties	511	511	17,490	20,214
Other receivables	1,343,068	988,603	0	10,290
Income tax receivables	10,987	10,512	5,235	5,236
Cash and cash equivalents	209,275	153,751	17,572	14,485
Total current assets	**1,634,622**	**1,213,540**	**40,347**	**50,404**
Total Assets	**9,655,672**	**8,682,150**	**8,547,789**	**7,552,416**
EQUITY & LIABILITIES				
Equity				
Stated capital	3,372,295	3,372,295	3,372,295	3,372,295
Revaluation reserve	9,101	9,101	9,101	9,101
Translation reserve	1,654,974	1,436,529	1,654,974	1,436,529
Cashflow hedge reserve	(1,355,736)	(1,478,615)	(1,355,736)	(1,478,615)
Retained earnings	2,645,432	2,092,890	2,651,360	2,098,818
Total equity attributable to equity holders of the Company	**6,326,066**	**5,432,200**	**6,331,994**	**5,438,128**
Non controlling interest	170,277	151,993	-	-
Total equity	**6,496,343**	**5,584,193**	**6,331,994**	**5,438,128**
Liabilities				
Non current liabilities				
Interest bearing borrowings	2,062,875	2,370,122	1,360,189	1,618,381
Deferred tax liability	126,077	128,167	-	-
Total non current liabilities	**2,188,952**	**2,498,289**	**1,360,189**	**1,618,381**
Current liabilities				
Interest bearing borrowings	470,377	481,286	401,763	412,671
Amounts due to related parties	450,991	-	450,989	-
Other payables	31,791	18,679	2,854	1,676
Income tax payables	17,218	18,143	-	-
Bank overdraft	-	81,560	-	81,560
Total current liabilities	**970,377**	**599,668**	**855,606**	**495,907**
Total liabilities	**3,159,329**	**3,097,957**	**2,215,795**	**2,114,288**
Total equity and liabilities	**9,655,672**	**8,682,150**	**8,547,789**	**7,552,416**
Net assets per share (Rs.)	**9.05**	**7.77**	**9.06**	**7.78**

I certify that the above financial statements comply with the requirements of the Companies Act No. 07 of 2007.

(Sgd.)Jayantha Pradeep
Finance Manager

The Board of Directors is responsible for the preparation and presentation of these financial statements.
Signed for and on behalf of the Board.

(Sgd.)W P K Jayawardana
Director

(Sgd.)M R Abeywardena
Director

Colombo. Feb 11th, 2026

Statement of Changes in Equity

Period Ended 31st December 2025

GROUP	Equity attributable to equity holders of the Company						Non controlling interest	Total equity
	Stated capital	Revaluation reserve	Translation reserve	Cashflow hedge reserve	Retained earnings	Total		
	LKR 000	LKR 000	LKR 000	LKR 000	LKR 000	LKR 000	LKR 000	LKR 000
Balance as at 01st April 2024	**2,906,472**	**9,101**	**1,982,432**	**(1,211,575)**	**1,528,642**	**5,215,072**	**156,596**	**5,371,668**
Profit/(loss) for the period	-	-	-	-	617,147	617,147	50,243	667,390
Foreign operations - foreign currency translation difference	-	-	(681,678)	-	-	(681,678)	-	(681,678)
Share of other comprehensive income from equity accounted investees	-	-	-	(250,186)	-	(250,186)	-	(250,186)
Total comprehensive income for the period	**-**	**-**	**(681,678)**	**(250,186)**	**617,147**	**(314,717)**	**50,243**	**(264,474)**
Transactions with equity holders recognized directly in equit								
Shares issued during the period	465,844	-	-	-	-	465,844	-	465,844
Dividend paid	-	-	-	-	-	-	(24,802)	(24,802)
Balance as at 31st December 2024	**3,372,316**	**9,101**	**1,300,754**	**(1,461,761)**	**2,145,789**	**5,366,199**	**182,037**	**5,548,236**
Balance as at 01st April 2025	**3,372,295**	**9,101**	**1,436,529**	**(1,478,615)**	**2,092,890**	**5,432,200**	**151,993**	**5,584,193**
Profit/(loss) for the period	**-**	-	-	-	552,542	552,542	42,886	595,428
Foreign operations - foreign currency translation difference	**-**	-	218,445	-	-	218,445	-	218,445
Share of other comprehensive income from equity accounted investees	**-**	-	-	122,879	-	122,879	-	122,879
Total comprehensive income for the period	**-**	**-**	**218,445**	**122,879**	**552,542**	**893,866**	**42,886**	**936,752**
Transactions with equity holders recognized directly in equity								
Shares issued during the period	-	-	-	-	-	-	-	-
Dividend paid	**-**	-	-	-	-	-	(24,602)	(24,602)
Balance as at 31st December 2025	**3,372,295**	**9,101**	**1,654,974**	**(1,355,736)**	**2,645,432**	**6,326,066**	**170,277**	**6,496,343**

Statement of Changes in Equity

Period Ended 31st December 2025

COMPANY	Stated capital	Revaluation reserve	Translation reserve	Cashflow hedge reserve	Retained earnings	Total equity
	LKR 000	LKR 000	LKR 000	LKR 000	LKR 000	LKR 000
Balance as at 01st April 2024	**2,906,472**	**9,101**	**1,982,432**	**(1,211,575)**	**1,534,570**	**5,221,000**
Profit/(loss) for the period	-	-	-	-	617,147	617,147
Foreign operations - foreign currency translation difference	-	-	-	(250,186)	-	(250,186)
Share of other comprehensive income from equity accounted investees	-	-	(681,678)	-	-	(681,678)
Total comprehensive income for the period	**-**	**-**	**(681,678)**	**(250,186)**	**617,147**	**(314,717)**
Transactions with equity holders recognized directly in equit						
Shares issued during the period	465,844	-	-	-	-	465,844
Dividend paid	-	-	-	-	-	-
Balance as at 31st December 2024	**3,372,316**	**9,101**	**1,300,754**	**(1,461,761)**	**2,151,717**	**5,372,127**
Balance as at 01st April 2025	**3,372,295**	**9,101**	**1,436,529**	**(1,478,615)**	**2,098,818**	**5,438,128**
Profit/(loss) for the period	-	-	-	-	552,542	552,542
Foreign operations - foreign currency translation difference	-	-	218,445	-	-	218,445
Share of other comprehensive income from equity accounted investees	-	-	-	122,879	-	122,879
Total comprehensive income for the period	**-**	**-**	**218,445**	**122,879**	**552,542**	**893,866**
Transactions with equity holders recognized directly in equity						
Shares issued during the period	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Balance as at 31st December 2025	**3,372,295**	**9,101**	**1,654,974**	**(1,355,736)**	**2,651,360**	**6,331,994**

Statement of Cash Flows

Period Ended 31st December 2025

	GROUP		COMPANY	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	LKR 000	LKR 000	LKR 000	LKR 000
Cash flows from operating activities				
Profit/(loss) before income tax	**637,199**	**724,413**	**558,814**	**638,957**
Adjustments for:				
Depreciation	60,268	60,271	-	176
Amortization of intangible assets	3,843	3,867	-	-
Share of profit from equity accounted investees	(693,055)	(717,694)	(751,906)	(841,899)
Interest income on investments	(7,912)	(19,637)	(1,577)	(10,201)
Other income	(847)	(74,975)	(2)	(34)
Interest expense	197,472	246,752	139,779	173,784
Operating cash flow before working capital changes	**196,968**	**222,997**	**(54,892)**	**(39,217)**
(Increase)/decrease in Loans and receivables	(10,618)	63,262	129	1,604
(Increase)/decrease in Amounts due from related parties	0	2,349	2,724	6,028
Increase/(decrease) in Amounts due to related parties	188,991	(746)	188,989	(746)
Increase/(decrease) in Other payables	7	704	1,185	119
Cash generated from operating activities	**375,348**	**288,566**	**138,135**	**(32,212)**
Taxes paid	(29,861)	(36,052)	-	-
Gratuity paid	-	-	-	-
Interest paid	(274,904)	(282,133)	(217,214)	(208,214)
Net cash from operating activities	**70,583**	**(29,619)**	**(79,079)**	**(240,426)**
Cash flows from investing activities				
Interest received	8,759	94,611	1,580	10,235
Dividend received	63,836	107,174	91,813	155,035
Additions to intangible assets	-	-	-	-
Additions to property, plant & equipment	(2,190)	(1,300)	-	-
Net cash from investing activities	**70,405**	**200,485**	**93,393**	**165,270**
Cash flows from financing activities				
Cash proceeds of interest bearing borrowings	-	-	-	-
Cash repayments of interest bearing borrowings	(240,723)	(380,712)	(191,667)	(258,794)
Shares issued	-	465,844	-	465,844
Related parties borrowing / (Repayment)	262,000	-	262,000	-
Dividend paid to minority share holders by subsidiary	(25,181)	(36,295)	-	-
Net cash from financing activities	**(3,904)**	**48,837**	**70,333**	**207,050**
Net increase/(decrease) in cash and cash equivalents	**137,084**	**219,703**	**84,647**	**131,894**
Cash and cash equivalents at the beginning of the period	**72,191**	**157,416**	**(67,075)**	**1,198**
Cash and cash equivalents at the end of the period	**209,275**	**377,119**	**17,572**	**133,092**

Notes to the Interim Financial Statements

Period Ended 31st December 2025

01.CORPORATE INFORMATION

LVL Energy Fund PLC is a public limited liability company listed on the Colombo Stock Exchange incorporated and domiciled in Sri Lanka. The registered office is situated at 2nd Floor, "Sayuru Sevana", No. 46/12, Navam Mawatha, Colombo 02, Sri Lanka

02.BASIS OF PREPARATION OF INTERIM FINANCIAL STATEMENTS

02.1 The interim condensed consolidated financial statements for the quarter ended 31st December 2025, which have not been audited, have been prepared in accordance with LKAS 34 / Interim Financial Reporting. These financial statements do not include all the information and disclosures required for the annual financial statements and have been prepared based on the accounting policies set out in the audited financial statements for the year ended 31st March 2025. The provisions of the Companies Act No. 7 of 2007 and the revised Listing Rules of the Colombo Stock Exchange have also been considered in the preparation of the interim financial statements of the Company and the Group.

02.2 There are no new standards or interpretations that were adopted after 31 March 2025.

02.3 There are no significant changes in the nature of the contingent liabilities disclosed in the Audited Financial Statements for the year ended 31st March 2025.

02.4 Events after the Reporting Date : There were no material events occurring after the reporting date that require adjustments to or disclosure in the financial statements.

02.5 Where necessary, comparative figures have been re-classified to conform with the current period's presentation.

03.DIVIDEND FROM BANGLADESH ASSOCIATES

There was a delay in receiving dividends from associate companies in Bangladesh due to the prevailing economic conditions and banking restrictions. However, the management of these associate companies has taken steps to expedite the dividend remittance process. In the meantime, LVL Energy Fund PLC has implemented proactive measures to manage its cash flow, including the restructuring of bank loans and the successful completion of a rights issue in June 2024.

04.INVESTMENTS IN ASSOCIATES IN BANGLADESH

Two of our investee companies in Bangladesh, namely Lakdhanavi Bangla Power Limited and Feni Lanka Power Limited, have USD-denominated borrowings and USD revenue components under their respective Power Purchase Agreements (PPAs) with the Bangladesh Power Development Board. Both companies generate sufficient USD cash inflows to fully cover their USD loan repayments.

In accordance with IFRS 9 / Financial Instruments, the investee companies have designated these arrangements as cash flow hedges in their financial statements. The USD borrowings have been identified as the hedging instruments, and the USD revenue streams under the PPAs have been designated as the hedged items. Both the hedging instruments and hedged items meet the recognition criteria set out in IFRS 9, and hedge effectiveness has been assessed at 100%. Consequently, hedge accounting principles have been appropriately applied by the respective companies.

Since these companies are associates, the Group has applied the equity method of accounting as per LKAS 28 / Investments in Associates and Joint Ventures. Accordingly, the Group has recognized its share of profit or loss, other comprehensive income, and net assets relating to these investments in its consolidated financial statements.

05.SHARE PRICE

For the quarter ended	31-12-2025 (LKR)	31-12-2024 (LKR)
Highest price	12.80	6.80
Lowest price	9.80	5.00
Last traded price	9.90	6.60

06.STATED CAPITAL

Stated capital is represented by the number of shares in issue as given below.

As At	31-12-2025	31-12-2024
Numbers of Ordinary Shares	698,733,742	698,733,742

07.TOP TWENTY MAJOR SHAREHOLDERS AS AT 31ST DECEMBER 2025

No	Shareholder Name	No. of Shares	%
01	Lanka Ventures PLC	359,591,835	51.46
02	People S Leasing And Finance Plc/Nagoya Ceylon Trading (Pvt) Ltd	5,850,340	0.84
03	Dialog Finance PLC/Fors Investment (Private) Limited	5,128,878	0.73
04	Mr. Agampodi Ushan De Silva	4,600,001	0.66
05	People S Leasing And Finance PLC/L.P.Hapangama	4,432,748	0.63
06	Mr. Vemindra Kumara Sangakkara	4,000,000	0.57
07	Mr. Mohamed Shuaib Zarajudeen	4,000,000	0.57
08	Sampath Bank PLC/J N Lanka Holdings Company (Private) Limited	3,737,771	0.53
09	Mr. Palaketiyage Lalith Premanath De Silva	3,640,000	0.52
10	Dr. Gamaathige Nalin Indika	3,041,000	0.44
11	Seylan Bank PLC/Jn Lanka Holdings Company (Pvt) Ltd	2,800,000	0.40
12	Deutsche Bank Ag-National Equity Fund	2,712,357	0.39
13	Mr. Debaramandadige Dhammika Gunaratne	2,710,000	0.39
14	Employees Trust Fund Board	2,619,719	0.37
15	Mr. Samudra Bandara Hilary Wanduragala	2,510,609	0.36
16	Mr. Geeth Thineth Mapalana	2,500,000	0.36
17	Seylan Bank PLC/Mohamed Mushtaq Fuad	2,500,000	0.36
18	Jn Lanka Holdings Company (Pvt) Ltd	2,500,000	0.36
19	Ranavav Holdings (Pvt) Ltd	2,500,000	0.36
20	Mr. Gihan Wickremasinghe	2,300,000	0.33
	Sub Total	**423,675,258**	**60.63**
	Other Shareholders	275,058,484	39.37
	Total Numbers of Shares	**698,733,742**	**100**

08.1 The percentage of shares held by the public as at 31st December 2025 was 48.54%.
The number of shareholders representing the public holding was 6,210

08.2 The float adjusted market capitalization as at 31st December 2025 was LKR 3,357,737,047.83

08.3 The Float adjusted market capitalization of the Company falls under Option 5 of Rule 7.13.1 (i) (a) of the Listing Rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

09.SHAREHOLDING OF DIRECTORS AND CEO AS AT 31ST DECEMBER 2025

The shareholding of the Directors and the CEO is set out below:

Name	Designation	No. of Shares
Mr. W. P. K. Jayawardana	Chairman	Nil
Mr. M. R. Abeywardena	Director	Nil
Ms. I Brohier	Director	Nil
Mr. M. S. Wijemanne	Director	Nil
Mr. N.B. Weerasekera	Director	Nil
Mr. I. G. J. Palitha	Chief Executive Officer	Nil

Corporate Information

NAME OF COMPANY
LVL ENERGY FUND PLC

LEGAL FORM
A Public Limited Liability Company incorporated in Sri Lanka under the Companies Ordinance No. 51 of 1938, (Registered under the Companies Act No. 07 of 2007) and listed on the Colombo Stock Exchange.

REGISTRATION NUMBER
PV1966PB/PQ

DATE OF INCORPORATION
26 June 2006

REGISTERED OFFICE
2nd Floor, "Sayuru Sevana", No. 46/12, Navam Mawatha, Colombo 02, Sri Lanka
Tel : +94 112439201 Fax : +94 112439203
E-Mail : lvl@sltnet.lk

DIRECTOR
Mr. W. P. K. Jayawardana
Mr. M. R. Abeywardena
Ms. I Brohier
Mr. M. S. Wijemanne
Mr. N.B. Weerasekera

SECRETARIES
Corporate Services (Private) Limited
No. 216, De Saram Place, Colombo 10, Sri Lanka

AUDITORS
KPMG
No. 32A, Sir Mohamed Macan Markar Mawatha, Colombo 03, Sri Lanka

LAWYERS
F J & G De Saram
No 216 de Saram Place, Colombo 10, Sri Lanka.

SUBSIDIARY COMPANIES
Lanka Energy International (Private) Limited
Unit Energy Lanka (Private) Limited
Sapthakanya Hydro Electric Company (Private) Limited
Campion Hydro (Private) Limited
Pupulaketiya Hydro Power (Private) Limited
Solar Energy Investments (Private) Limited
Solar Energy Investments Pallekele (Private) Limited
SEI Mathugama (Private) Limited
SEI Maho (Private) Limited

ASSOCIATE COMPANIES
Hayleys Hydro Energy (Private) Limited
Neluwa Cascade Hydro Power (Private) Limited
Pawan Danavi (Private) Limited
Nala Dhanavi (Private) Limited
Raj Lanka Power Company Limited
Lakdhanavi Bangla Power Limited
Feni Lanka Power Limited
Nividhu (Private) Limited
Nividhu Assupiniella (Private) Limited
Bambarapana Hydro Power (Private) Limited
LTL Energy (Private) Limited
Makari Gad Hydro Power ((Private) Limited
Parambe Hydro (Private) Limited

BANKERS
Hatton National Bank PLC
DFCC Bank PLC
National Development Bank PLC
Sampath Bank PLC
Commercial Bank of Ceylon PLC



LVL ENERGY FUND PLC