

Ceylon Tobacco Company PLC

Interim Financial Statements - 3 months ended 30 June 2025

Ceylon Tobacco Company PLC

Summary of Performance for the 3 months ended 30th June 2025

On the back of strong brand equity and trade initiatives, CTC delivered volume growth in the past three months vs same period last year, despite the excise driven price increase in January 2025.

The cost base of the Company is impacted by the increases driven by inflation and other trade costs, fully offset by the savings initiatives run across the business and timing variance. The Company's profit before income tax for the three months ended 30th June 2025 stood at Rs. 13.9bn, while the Company's profit after tax for the same period was Rs. 7.4bn.

Dividends

The Directors recommend a second interim dividend of Rs 41 per share to be paid by the 27th August 2025.

CEYLON TOBACCO COMPANY PLC

Statement of Profit or Loss and Other Comprehensive Income

(all amounts in Sri Lanka Rupees millions)

	03 months ended 30 June		06 months ended 30 June	
	2025 Un-audited	2024 Un-audited	2025 Un-audited	2024 Un-audited
Volumes	490	476	909	908
Turnover	55,135	50,323	100,788	96,174
Government Levies	(38,155)	(34,735)	(69,660)	(66,436)
Revenue	16,980	15,588	31,128	29,738
Other operating income	-	-	4	2
Raw material used	(664)	(985)	(1,142)	(2,070)
Employee benefit expense	(755)	(683)	(1,448)	(1,310)
Depreciation & amortisation expense	(129)	(191)	(272)	(340)
Other operating expenses	(1,835)	(1,998)	(3,294)	(2,966)
Net finance income	279	296	534	653
Profit before income tax	13,876	12,028	25,510	23,707
Income tax expenses	(6,511)	(4,811)	(11,466)	(9,686)
Profit for the period	7,365	7,217	14,044	14,021
Other Comprehensive Income				
Re-measurement of defined benefit obligation	(66)	(8)	4	(16)
Total other comprehensive income for the year	(66)	(8)	4	(16)
Total comprehensive income for the period	7,299	7,209	14,048	14,005
Earnings Per Share (basic and diluted) - in LKR	39.32	38.53	74.97	74.85

The Notes form an integral part of these Interim Financial Statements.



Towhid Akbar

Finance Director

Date : 12th August 2025

CEYLON TOBACCO COMPANY PLC

Statement of Financial Position

(all amounts in Sri Lanka Rupees millions)

	30-Jun 2025	31-Dec 2024
	Un-audited	Audited
Assets		
Non-current assets		
Property, plant and equipment	6,300	6,497
Intangible assets	-	-
Employee benefit asset	49	67
Other receivables	389	233
Total non-current assets	6,738	6,797
Current assets		
Inventories	6,385	6,283
Trade and other receivables	5,789	5,179
Cash and cash equivalents	25,794	27,561
Total current assets	37,968	39,023
Total assets	44,706	45,820
Equity and Liabilities		
Equity		
Stated capital	1,873	1,873
Retained earnings	8,637	9,264
Total equity attributable to equity holders	10,510	11,137
Non-current liabilities		
Deferred tax liabilities	584	593
Lease liabilities	15	20
Long term borrowings	3	293
Total non-current liabilities	602	906
Current liabilities		
Trade and other payables	22,094	23,168
Lease liabilities	36	57
Current taxation	10,896	10,049
Unclaimed dividends	567	503
Total current liabilities	33,593	33,777
Total liabilities	34,195	34,683
Total equity and liabilities	44,706	45,820
Net Asset Per Share - in LKR	56.11	59.45

The Notes form an integral part of these Interim Financial Statements.

I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act, No. 07 of 2007.



Towhid Akbar
Finance Director
Date : 12th August 2025

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

Approved and signed for and on behalf of the Board of Directors:



Fariyha Subhani
Managing Director and CEO
Date : 12th August 2025



Towhid Akbar
Finance Director
Date : 12th August 2025

CEYLON TOBACCO COMPANY PLC

Statement of Cash Flows

(all amounts in Sri Lanka Rupees millions)

	06 months ended 30 June	
	2025	2024
	Un-audited	Un-audited
Cash flows from operating activities		
Profit before Tax	25,510	23,707
<i>Adjustments for:</i>		
Depreciation & amortisation expense	273	340
Interest expense	3	13
Interest income	(545)	(648)
Write off of property, plant & equipment		
Net interest on retirement benefit obligations	21	23
Provision for obsolete inventories and doubtful Debts	277	188
Exchange gain from long term borrowings	7	(18)
Operating profit before working capital changes	25,546	23,605
<i>Changes in working capital</i>		
Inventories	(390)	429
Trade & other receivables	(754)	263
Trade & other payables	(1,073)	(4,171)
Cash generated from operations	23,329	20,127
Interest received	545	648
Interest paid	(3)	(13)
Income tax paid	(10,577)	(10,224)
WHT paid	(1,636)	(1,685)
Net cash generated from operating activities	11,658	8,853
	-50%	-56%
Cash flows from investing activities		
Purchase and construction of property, plant & equipment	(59)	(282)
Purchase of intangible assets	-	-
Proceeds from sale of Property, Plant & Equipment	-	-
Net cash used in investing activities	(59)	(282)
Cash flows from financing activities		
Proceeds from long term borrowings	(297)	
Dividends paid	(13,023)	(13,738)
Unclaimed dividends paid	(5)	
New finance leases		
Payment of finance lease liabilities	(41)	(132)
Net cash outflow from financing activities	(13,366)	(13,870)
Net increase/ (decrease) in cash & cash equivalents	(1,767)	(5,300)
Cash & cash equivalents at the beginning of year	27,561	24,538
Increase/ (Decrease) in cash	(1,767)	(5,300)
Cash & cash equivalents at the end of the period	25,794	19,239
Analysis of cash & cash equivalents at the end of the period		
Cash in hand & bank balances	22,348	15,839
Short term investments	3,446	3,400
Total cash & cash equivalents	25,794	19,239

CEYLON TOBACCO COMPANY PLC
Statement of Changes in Equity
(all amounts in Sri Lanka Rupees millions)

	Stated capital	Retained earnings	Total
Balance at 1 January 2024	1,873	9,891	11,764
Profit for the period		14,021	14,021
Other comprehensive income	-	(16)	(16)
Total comprehensive income for the period	-	14,005	14,005
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	-	-	-
Dividends	-	(15,462)	(15,462)
Total transactions with shareholders	-	(15,462)	(15,462)
Balance at 30th June 2024 (Un - Audited)	1,873	8,434	10,307
Profit for the period	-	15,622	15,622
Other comprehensive income	-	39	39
Total comprehensive income for the period	-	15,661	15,661
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	-	4	4
Dividends	-	(14,836)	(14,836)
Total transactions with shareholders	-	(14,832)	(14,832)
Balance at 31 December 2024 (Audited)	1,873	9,264	11,136
Balance at 1 January 2025	1,873	9,264	11,136
Profit for the period	-	14,044	14,044
Other comprehensive income	-	4	4
Total comprehensive income for the period	-	14,048	14,048
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	-	-	-
Dividends	-	(14,675)	(14,675)
Total transactions with shareholders	-	(14,675)	(14,675)
Balance at 30th June 2025 (Un - Audited)	1,873	8,637	10,509

CEYLON TOBACCO COMPANY PLC

Notes to the interim financial statements

1 General information

Ceylon Tobacco Company PLC is a public limited liability Company domiciled in Sri Lanka. The principal operations of the Company are manufacturing, marketing and selling cigarettes. The registered office of business is 178, Srimath Ramanathan Mawatha, Colombo 15. The ultimate holding company of Ceylon Tobacco Company PLC is British American Tobacco PLC through British American Tobacco International Holdings BV.

2 Basis of preparation

The condensed interim financial statements of Ceylon Tobacco Company PLC are for the six month ended 30th June 2025. They have been prepared in accordance with LKAS 34 - Interim Financial Reporting. These interim financial statements have been prepared in accordance with the SLFRS standards and IFRIC interpretations issued and effective as at the time of preparing these statements. These interim condensed financial statements should be read in conjunction with the last audited annual financial statements for the year ended 31st December 2024, as the same accounting policies have been applied consistently.

3 Comparatives

Comparatives are provided for the same period last year and for the statement of financial position at the date 31 December 2024. Where necessary, comparative figures have been reclassified to conform with the current year's presentation.

4 Contingent liabilities

There have been no material changes to the contingent assets or contingent liabilities since the last annual reporting period.

5 Events occurring after the reporting period

No material events have occurred since the end of the reporting date which would require adjustments to, or disclosure in the financial statements.

The directors recommend a second interim dividend of Rs 41 per share for 2025 and will be payable on 27th August 2025.

6 Market price per share

For the quarter ended 30th June,

	2025	2024
	Rs	Rs
Highest	1,600.00	1,350.00
Lowest	1,237.00	1,001.00
Last Traded	1,465.00	1,238.00

7 20 Largest shareholders of the company

Name of Shareholder	No. of Shares	% Holding
30 June 2025		
British American Tobacco International Holdings B.V.	157,590,931	84.13
Philip Morris Brand SARL	15,585,910	8.32
CB NY S/A Allan Gray Frontier Markets Equity Fund Limited	2,872,237	1.53
J.B.Cocoshell (Pvt) Ltd	867,325	0.46
EMPLOYEE'S PROVIDENT FUND	314,000	0.17
Mrs. J.K.P. Singh	290,233	0.15
PERERA AND SONS BAKERS PVT LIMITED	252,500	0.13
MR. S.P. JAYAWARDENA	225,111	0.12
Deutsche Bank AG AS Trustee For JB vantage Value Equity Fund	221,320	0.12
RUBBER INVESTMENT TRUST LTD A/C NO 01	201,644	0.11
MISS N. HARNAM	196,061	0.10
DEUTSCHE BANK AG SINGAPORE A/C 2	175,600	0.09
ODYSSEY CAPITAL PARTNERS (PRIVATE) LIMITED	173,831	0.09
RANAVAV HOLDINGS (PVT) LTD	162,448	0.09
MR. A.M. WEERASINGHE	150,000	0.08
Harnam Holdings SDN BHD	144,595	0.08
JAFFERJEE BROTHERS EXPORTS (PRIVATE)LIMITED	131,300	0.07
MR. J.D. BANDARANAYAKE	128,412	0.07
GALLE FACE CAPITAL PARTNERS PLC	124,949	0.07
Mr. J.D. Bandaranayake	122,450	0.07
Sub Total	179,930,857	96.04
Others	7,392,894	3.96
Total Shares	187,323,751	100.00

8 Computation of % of public shareholding

	30 Jun 2025
	No of Shares
<u>Parent Company</u>	
British American Tobacco International Holdings B.V.	157,590,931
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	157,590,931
<u>Directors shareholding (including spouses & children)</u>	
Mr. S.K. Shah	-
Ms. F. Subhani	-
Mr. S.R. Kidd	-
Ms. S. Chandrasiri	-
Mr. K.De Alwis	-
Mr. T. Akbar	-
Mr. H.De Silva Wijeyeratne	-
Mr. G. Tarrant	-
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	-
Parent Company	157,590,931
Subsidiaries or Associate Companies of Parent	-
Subsidiaries or Associate Companies	-
10% or more holding	-
Directors shareholding (including spouses & children)	-
Public Holding	29,732,820
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	187,323,751
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Public Holding as a % of Issued Share Capital	15.87%
Number of shareholders holding the Public Holding	5,323
Market Capitalisation of Public Holding (Rs. Million)	43,559

The Company complies with option 1 of the Listing Rules 7.13.1(a) - Float Adjusted Market Capitalisation of Rs.10.0Bn which requires no minimum public holding percentage.