

Ceylon Tobacco Company PLC

Interim Financial Statements - 3 months ended 31 December 2025

Ceylon Tobacco Company PLC

Summary of Performance for the 3 months ended 31st December 2025

Q4 delivered a stable performance compared to the same period last year, driven primarily by strong trade execution.

The Company managed its cost base effectively amidst inflationary pressures, with ongoing savings initiatives and disciplined cost control measures contributing significantly to supporting the overall performance for the quarter. Consequently, profit before income tax increased to Rs. 14.6 billion for the quarter ended 31st December 2025. Profit after tax amounted to Rs. 8.2 billion, influenced by the higher corporate income tax rate of 45%

Dividends

The Directors recommend a fourth interim dividend of Rs 28.00 per share to be paid by the 19th March 2026.

CEYLON TOBACCO COMPANY PLC

Statement of Profit or Loss and Other Comprehensive Income
(all amounts in Sri Lanka Rupees millions)

	03 months ended 31 December		12 months ended 31 December	
	2025 Un-audited	2024 Un-audited	2025 Un-audited	2024 Audited
Turnover	62,085	55,955	215,670	204,281
Government Levies	(42,989)	(39,096)	(149,107)	(141,752)
Revenue	19,096	16,859	66,563	62,529
Other operating income	(40)	-	41	40
Raw material used	(831)	(728)	(3,255)	(3,624)
Employee benefit expense	(886)	(829)	(3,113)	(2,859)
Depreciation & amortisation expense	(180)	(152)	(589)	(664)
Other operating expenses	(2,783)	(3,173)	(6,807)	(7,745)
Net finance income	240	319	1,022	1,300
Profit before income tax	14,616	12,296	53,862	48,977
Income tax expenses	(6,411)	(4,488)	(24,726)	(19,334)
Profit for the period	8,205	7,808	29,136	29,643
Other Comprehensive Income				
Re-measurement of defined benefit obligation	(119)	57	(19)	23
Total other comprehensive income for the year	(119)	57	(19)	23
Total comprehensive income for the period	8,086	7,865	29,117	29,666
Earnings Per Share (basic and diluted) - in LKR	43.80	41.68	155.54	158.24

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



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Towhid Akbar
Finance Director
Date : 18th February 2026

CEYLON TOBACCO COMPANY PLC

Statement of Financial Position

(all amounts in Sri Lanka Rupees millions)

	31-Dec 2025	31-Dec 2024
Assets	Un-audited	Audited
Non-current assets		
Property, plant and equipment	6,888	6,497
Intangible assets	-	-
Employee benefit asset	5	67
Other receivables	441	233
Total non-current assets	7,334	6,797
Current assets		
Inventories	6,622	6,283
Trade and other receivables	5,526	5,179
Cash and cash equivalents	31,368	27,561
Total current assets	43,516	39,023
Total assets	50,850	45,820
Equity and Liabilities		
Equity		
Stated capital	1,873	1,873
Retained earnings	9,174	9,264
Total equity attributable to equity holders	11,047	11,137
Non-current liabilities		
Deferred tax liabilities	812	593
Lease liabilities	18	20
Long term borrowings	-	293
Total non-current liabilities	830	906
Current liabilities		
Trade and other payables	25,611	23,168
Lease liabilities	150	57
Current taxation	12,663	10,049
Unclaimed dividends	549	503
Total current liabilities	38,973	33,777
Total liabilities	39,803	34,683
Total equity and liabilities	50,850	45,820
Net Asset Per Share - in LKR	58.97	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 : 18th February 2026

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

Approved and signed for and on behalf of the Board of



Fariyha Subhani

Managing Director and CEO

Date : 18th February 2026



Towhid Akbar

Finance Director

Date : 18th February 2026

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	9,892	11,765
Profit for the period		29,643	29,643
Other comprehensive income	-	23	23
Total comprehensive income for the period	-	29,666	29,666
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	-	4	4
Dividends	-	(30,298)	(30,298)
Total transactions with shareholders	-	(30,294)	(30,294)
Balance at 31st December 2024 (Audited)	1,873	9,264	11,137
Balance at 1 January 2025	1,873	9,264	11,137
Profit for the period	-	29,136	29,136
Other comprehensive income	-	(19)	(19)
Total comprehensive income for the period	-	29,117	29,117
Transactions with owners of the Company, recognised directly in equity			
Write back of unclaimed dividends	-	79	79
Dividends	-	(29,286)	(29,286)
Total transactions with shareholders	-	(29,207)	(29,207)
Balance at 31st December 2025 (Un-Audited)	1,873	9,174	11,047

CEYLON TOBACCO COMPANY PLC

Statement of Cash Flows

(all amounts in Sri Lanka Rupees millions)

	12 months ended 31 December	
	2025	2024
	Un-audited	Audited
Cash flows from operating activities		
Profit before Tax	53,862	48,977
Adjustments for:		
Depreciation & amortisation expense	589	664
Interest expense	10	19
Interest income	(1,039)	(1,288)
Write off of property, plant & equipment		
Net interest on retirement benefit obligations	43	46
Provision for obsolete inventories and doubtful Debts	(256)	205
Exchange gain from long term borrowings	7	(31)
Operating profit before working capital changes	53,216	48,592
Changes in working capital		
Inventories	(114)	143
Trade & other receivables	(526)	394
Trade & other payables	2,442	3,947
Cash generated from operations	55,018	53,076
Interest received	1,039	1,319
Interest paid	(10)	(19)
Income tax paid	(21,829)	(19,635)
WHT paid	(3,225)	(3,299)
Net cash generated from operating activities	30,993	31,442
Cash flows from investing activities		
Purchase and construction of property, plant & equipment	(798)	(1,277)
Purchase of intangible assets	-	-
Proceeds from sale of Property, Plant & Equipment	-	-
Net cash used in investing activities	(798)	(1,277)
Cash flows from financing activities		
Proceeds from long term borrowings	(297)	
Dividends paid	(25,996)	(26,904)
Unclaimed dividends paid	(4)	(5)
New finance leases		
Payment of finance lease liabilities	(91)	(232)
Net cash outflow from financing activities	(26,388)	(27,141)
Net increase/ (decrease) in cash & cash equivalents	3,807	3,023
Cash & cash equivalents at the beginning of year	27,561	24,538
Increase/ (Decrease) in cash	3,807	3,023
Cash & cash equivalents at the end of the period	31,368	27,561
Analysis of cash & cash equivalents at the end of the period		
Cash in hand & bank balances	27,922	24,161
Short term investments	3,446	3,400
Total cash & cash equivalents	31,368	27,561

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 nine month ended 31st December 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 31st 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 fourth interim dividend of Rs 28.00 per share for 2025 and will be payable on 19th March 2026.

6 Market price per share

For the quarter ended 31st December,

	2025	2024
	Rs	Rs
Highest	1,735.00	1,415.00
Lowest	1,600.00	955.00
Last Traded	1,725.00	1,397.00

7 20 Largest shareholders of the company

Name of Shareholder	No. of Shares	% Holding
	31 Dec 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	859,542	0.46
EMPLOYEE'S PROVIDENT FUND	538,401	0.29
Mrs. J.K.P. Singh	261,111	0.14
PERERA AND SONS BAKERS PVT LIMITED	252,500	0.13
MR. S.P. JAYAWARDENA	237,481	0.13
Deutsche Bank AG AS Trustee For JB vantage Value Equity Fund	209,260	0.11
MISS N. HARNAM	193,221	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.H. YUSOOF	153,616	0.08
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	180,067,795	96.13
Others	7,392,894	3.96
Total Shares	187,323,751	100.00

9 Computation of % of public shareholding

	31 Dec 2025
<u>Parent Company</u>	No of Shares
British American Tobacco International Holdings B.V.	157,590,931
	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	6,001
Market Capitalisation of Public Holding (Rs. Million)	51,289

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.