Kotmale

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED
31 March 2026

SINCE 1844
A SUBSIDIARY OF CARGILLS (CEYLON) PLC

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Statement of Profit or Loss and Other Comprehensive Income - Group

	Group			Group		
	For the three months ended 31 March			For the twelve months ended 31 March		
	2026	2025	Change	2026	2025	Change
	Rs.' 000	Rs.' 000	%	Rs.' 000	Rs.' 000	%
Net Revenue	3,170,443	2,482,863	27.69	12,013,647	10,159,987	18.24
Cost of sales	(2,481,906)	(1,898,251)	(30.75)	(9,274,686)	(7,879,439)	(17.71)
Gross profit	**688,537**	**584,612**	**17.78**	**2,738,961**	**2,280,548**	**20.10**
Other income	157,957	1,102	14,233.67	164,165	4,081	3,922.67
Distribution expenses	(382,553)	(263,042)	(45.43)	(1,284,947)	(994,280)	(29.23)
Administrative expenses	(158,714)	(112,426)	(41.17)	(515,309)	(397,732)	(29.56)
Results from operating activities	**305,227**	**210,246**	**45.18**	**1,102,870**	**892,617**	**23.55**
Net finance costs	3,919	(1,769)	321.54	9,234	(25,484)	136.23
Profit /(Loss) before taxation	**309,146**	**208,477**	**48.29**	**1,112,104**	**867,133**	**28.25**
Deferred & current income tax expense	(104,094)	(64,150)	(62.27)	(347,541)	(264,957)	(31.17)
Profit /(Loss) for the period	**205,052**	**144,327**	**42.07**	**764,563**	**602,176**	**26.97**
Other comprehensive income (OCI) items that will not be reclassified to profit or loss						
Revaluation surplus of land and building	-	-		-	-	
Acturial losses on employee benefit	(2,418)	(5,605)		(2,418)	(5,605)	
Tax on Other Comprehensive income	725	1,682		725	1,682	
Other comprehensive income for the period, net of tax	**(1,693)**	**(3,923)**		**(1,693)**	**(3,923)**	
Total comprehensive income for the period	**203,359**	**140,404**		**762,870**	**598,253**	
Basic Earnings Per Share (Rs.)	6.53	4.60		24.35	19.18	
Diluted Earnings Per Share (Rs.)	6.53	4.60		24.35	19.18	

Explanatory notes are given on page 06.

Statement of Profit or Loss and Other Comprehensive Income - Company

	Company			Company		
	For the three months ended 31 March			For the twelve months ended 31 March		
	2026	2025	Change	2026	2025	Change
	Rs.' 000	Rs.' 000	%	Rs.' 000	Rs.' 000	%
Revenue	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-
Gross profit	**-**	**-**	**-**	**-**	**-**	**-**
Other income	-	-	-	-	-	-
Distribution expenses	-	-	-	-	-	-
Administrative expenses	(3,471)	(1,291)	(168.86)	(8,074)	(5,325)	(51.62)
Results from operating activities	**(3,471)**	**(1,291)**	**(168.86)**	**(8,074)**	**(5,325)**	**(51.62)**
Net finance costs	(141)	(2)	(6,950.00)	(146)	(5)	(2,820.00)
Profit/ (Loss) before taxation	**(3,612)**	**(1,293)**	**(179.35)**	**(8,220)**	**(5,330)**	**(54.22)**
Income tax expense	-	-	-	-	-	-
Profit/ (Loss) for the period	**(3,612)**	**(1,293)**	**(179.35)**	**(8,220)**	**(5,330)**	**(54.22)**
Other comprehensive income (OCI) items that will not be reclassified to profit or loss						
Other comprehensive income for the period, net of tax	**-**	**-**		**-**	**-**	
Total comprehensive income for the period	**(3,612)**	**(1,293)**		**(8,220)**	**(5,330)**	
Basic Earnings Per Share (Rs.)	(0.12)	(0.04)		(0.26)	(0.17)	
Diluted Earnings Per Share (Rs.)	(0.12)	(0.04)		(0.26)	(0.17)	

Explanatory notes are given on page 06.

Statement of Financial Position

As at	Group		Company	
	31 March 2026 Rs '000	31 March 2025 Rs '000 (Audited)	31 March 2026 Rs '000	31 March 2025 Rs '000 (Audited)
Assets				
Non-current assets				
Property, plant & equipment	2,632,702	2,449,817	-	-
Right of use of asset	32,975	40,588	-	-
Intangible assets	55,865	59,904	-	-
Investments in subsidiaries	-	-	185,400	185,400
Total non-current assets	**2,721,542**	**2,550,309**	**185,400**	**185,400**
Current assets				
Inventories	1,029,967	993,224	-	-
Trade and other receivables	1,312,783	932,901	4,505	1,501
Amounts due from subsidiaries	-	-	135,402	149,611
Amounts due from other related parties	612,741	462,073	-	-
Short term Investments	48,255	46,419	-	-
Cash and cash equivalents	692,801	341,048	4,929	2,422
Total current assets	**3,696,547**	**2,775,665**	**144,836**	**153,534**
Total assets	**6,418,089**	**5,325,974**	**330,236**	**338,934**
Equity and liabilities				
Equity				
Stated capital	314,000	314,000	314,000	314,000
Reserves	437,067	437,067	3,054	3,054
Retained earnings	3,604,518	2,841,648	6,283	14,503
Total equity	**4,355,585**	**3,592,715**	**323,337**	**331,557**
Liabilities				
Non-current liabilities				
Lease liability	33,430	39,899	-	-
Employee benefits	95,583	79,876	-	-
Deferred tax liability	164,999	163,494	-	-
Total non-current liabilities	**294,012**	**283,269**	**-**	**-**
Current liabilities				
Trade and other payables	1,328,880	1,101,952	6,821	5,489
Current tax liabilities	202,362	245,619	-	-
Amounts due to other related parties	230,782	94,615	78	-
Lease liability	6,468	5,916	-	-
Bank overdraft	-	1,888	-	1,888
Total current liabilities	**1,768,492**	**1,449,990**	**6,899**	**7,377**
Total Liabilities	**2,062,504**	**1,733,259**	**6,899**	**7,377**
Total equity & liabilities	**6,418,089**	**5,325,974**	**330,236**	**338,934**
Net Asset Value per Share (Rs.)	**138.71**	**114.42**	**10.30**	**10.56**

Explanatory notes are given on page 06.

I certify that the financial statements have been prepared in accordance with the requirements of the Companies Act No. 7 of 2007.

Signed
Amali David
(Group Chief Financial Officer)

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

Signed on behalf of the Board of Directors

Signed
Imtiaz Abdul Wahid
(Chairman)

Signed
Saranga Wijesundara
(Managing Director)

26 May 2026
Colombo

Statement of Changes in Equity

Group	Stated capital Rs.' 000	Capital reserve Rs.' 000	Revaluation reserve Rs.' 000	General reserve Rs.' 000	Retained earnings Rs.' 000	Total equity Rs.' 000
Balance as at 1 April 2024	314,000	1,785	436,631	1,269	2,240,777	2,994,462
Profit for the period	-	-	-	-	602,176	602,176
Transfer from revaluation reserve to retained earnings	-	-	(2,618)	-	2,618	-
Other comprehensive income	-	-	-	-	(3,923)	(3,923)
Total comprehensive income	**-**	**-**	**(2,618)**	**-**	**600,871**	**598,253**
Transactions with owners of the company, recognized directly in equity						
Dividends	-	-	-	-	-	-
Balance as at 31 March 2025	**314,000**	**1,785**	**434,013**	**1,269**	**2,841,648**	**3,592,715**
Balance as at 1 April 2025	314,000	1,785	434,013	1,269	2,841,648	3,592,715
Profit for the period	-	-	-	-	764,563	764,563
Other comprehensive income	-	-	-	-	(1,693)	(1,693)
Total comprehensive income	**-**	**-**	**-**	**-**	**762,870**	**762,870**
Transactions with owners of the company, recognized directly in equity						
Dividends	-	-	-	-	-	-
Balance as at 31 March 2026	**314,000**	**1,785**	**434,013**	**1,269**	**3,604,518**	**4,355,585**

Company	Stated capital Rs.' 000	Capital reserve Rs.' 000	General reserve Rs.' 000	Retained earnings Rs.' 000	Total equity Rs.' 000
Balance as at 1 April 2024	314,000	1,785	1,269	19,833	336,887
Loss for the period	-	-	-	(5,330)	(5,330)
Total comprehensive income	**-**	**-**	**-**	**(5,330)**	**(5,330)**
Transactions with owners of the company, recognized directly in equity					
Dividends	-	-	-	-	-
Balance as at 31 March 2025	**314,000**	**1,785**	**1,269**	**14,503**	**331,557**
Balance as at 1 April 2025	314,000	1,785	1,269	14,503	331,557
Loss for the period	-	-	-	(8,220)	(8,220)
Total comprehensive income	**-**	**-**	**-**	**(8,220)**	**(8,220)**
Transactions with owners of the company, recognized directly in equity					
Dividends	-	-	-	-	-
Balance as at 31 March 2026	**314,000**	**1,785**	**1,269**	**6,283**	**323,337**

Explanatory notes are given on page 06.

Statement of Cash Flows

For the twelve months ended 31 March	Group		Company	
	2026	2025	2026	2025
	Rs.' 000	Rs.' 000	Rs.' 000	Rs.' 000
Cash flows from operating activities				
Profit/(loss) before taxation	1,112,104	867,133	(8,220)	(5,330)
Adjustments for:				
Depreciation on property, plant and equipment	329,027	305,249	-	-
Employee benefits	14,199	11,831	-	-
Amortisation of intangible assets	4,039	4,847	-	-
Amortisation of right of use assets	7,613	7,941	-	-
Write back of creditors, no longer payable	5,033	-	-	-
Gain/(Loss) on disposal of property, plant & equipment	2,559	-	-	-
(Reversal)/provision for obsolete inventories	(9,318)	8,416	-	-
Provision/(Reversal) for impairment of trade and other receivable	171	(6,390)	-	-
Net finance cost	(9,234)	25,484	146	5
Operating profit before working capital changes	**1,456,193**	**1,224,511**	**(8,074)**	**(5,325)**
Changes in working capital				
- (Increase) in inventories	(27,425)	(173,592)	-	-
- (Increase) in trade and other receivables	(380,053)	(192,272)	(3,004)	(168)
- (Increase) / decrease in related company receivables	(150,668)	(41,758)	14,209	4,492
- Increase in trade and other payables	221,896	107,746	1,332	891
- Increase / (decrease) in related company payables	136,167	31,306	78	(15)
Cash generated from operations	**1,256,110**	**955,941**	**4,541**	**(125)**
Income taxes paid	(388,570)	(292,818)	-	-
Interest paid	(11,231)	(30,618)	(146)	(5)
Retiring gratuity paid	(910)	(2,135)	-	-
Net cash generated /(used in) from operating activities	**855,399**	**630,370**	**4,395**	**(130)**
Cash flows from investing activities				
Acquisition and construction of property, plant and equipment	(515,597)	(166,983)	-	-
Net proceeds from short term investments	(1,836)	(3,194)	-	-
Proceeds from sale of property, plant and equipment	1,126	3,926	-	-
Interest income received	24,698	5,134	-	-
Net cash used in investing activities	**(491,609)**	**(161,117)**	**-**	**-**
Cash flows from financing activities				
Net proceeds from short term borrowings	-	(470,000)	-	-
Repayment of lease liability	(10,149)	(5,216)	-	-
Net cash used in financing activities	**(10,149)**	**(475,216)**	**-**	**-**
Increase in cash and cash equivalents	**353,641**	**(5,963)**	**4,395**	**(130)**
Movement in cash and cash equivalents				
At the beginning of the period	339,160	345,123	534	664
Movement during the period	353,641	(5,963)	4,395	(130)
At the end of the period (Note - 01)	**692,801**	**339,160**	**4,929**	**534**

Note - 01

Analysis of cash and cash equivalents at the end of the period

Cash in hand and at bank	692,801	341,048	4,929	2,422
Bank overdrafts	-	(1,888)	-	(1,888)
	692,801	**339,160**	**4,929**	**534**

Explanatory notes are given on page 06.

Explanatory Notes

1. **Basis of Preparation**

   The result for the period ended 31st March 2026 and the Statement of Financial Position as at 31st March 2026 are provisional and subject to audit.
   The Condensed Interim Financial Statements of the Group and the Company have been prepared in accordance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting.
   These Condensed Interim Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2025.

2. **Fair value measurement and related fair value disclosures**

   The fair values of all the financial assets and financial liabilities recognised during the period were not materially different from the transaction prices at the date of initial recognition. There were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 categories as per the fair value hierarchy, during the period. The fair value changes on financial instruments in Level 3 category was properly recorded in the statement of other comprehensive income.

   Fair valuation was done as of 31st March 2026 for all unquoted equity shares classified as Level 3 within the fair value hierarchy according to fair valuation methodology, fair value would not significantly vary if one or more than inputs were changed.

3. VAT exemption claimed by the Companies in the Group on the locally produced dairy products previously is now liable for VAT at the rate of 18% with effect from 1st January 2024 to the amendment made to the Value Added Tax Act, No. 14 of 2002 by the Value Added Tax (Amendment) Act, No. 32 of 2023. Hence, the net turnover of the group is stated after deducting Rs. 465 Mn as VAT (18%) for the quarter ended 31st March 2026.

   However, Value Added Tax (Amendment) Act No 4 of 2025, has been certified on April 11, 2025 and changes from the amendment Act to the Value Added Tax Act, No 14 of 2002, the locally produced liquid Milk and Yoghurt are exempt from Value Added Tax (VAT) effective from April 11, 2025.

4. The Company continues to evaluate options to complete the actions taken to date as per the disclosed intention to de-list and merge the operations of the Company with Cargills Dairies (Pvt) Ltd, a wholly owned subsidiary in the Cargills Group of Companies to create a unified entity focusing on carrying out the dairy operations of the Group. However, consequent to the Company being non-compliant with Rule 7.13.1 (a) as of 01 July 2018, the Securities of the Company has been transferred to Watch List on 01 July 2018, Subsequently, with the introduction of the Second Board under Section 7.13.2(I)(c) , the Company's securities were transferred to the Second Board.

5. **Ultimate Beneficiary Ownership**

   The ultimate beneficial ownership of the indirect shareholding held through Odeon Holdings (Ceylon) (Pvt) Ltd vests with Mr. Louis Page.

6. **Contingent liabilities**

   The Company does not have significant contingencies as at the reporting date.

7. **Events after the reporting period**

   No events have occurred since the reporting date which would require any adjustment to, or disclosure in, the financial statements.

8. **Comparative figures**

   Where appropriate, the previous year's figures have been reclassified to confirm to the current classification. All per share details have been calculated, for all periods, based on the number of shares in issue as at 31st March 2025.

9. **Segment Information**

   During the year, the Ditwa storm caused disruptions and damages to the Group’s operations. Losses sustained relating to inventories and property, plant, and equipment amounted to Rs. 90 Mn and Rs. 26 Mn respectively. Insurance recoveries amounting to Rs. 150 Mn have been received to date. Management does not anticipate a material net impact on the Group’s financial position.

Investor Relations Supplement

1. General

Stated capital	Rs. 314,000,000
Issued shares	31,400,000
Class of shares	Ordinary Shares
Voting rights	One vote per ordinary share

2. Stock Exchange Listing

The issued ordinary shares of Kotmale Holdings PLC are listed in the Colombo Stock Exchange.

3. Share Valuation

The market price per share recorded during the quarter ended 31st March	2026 Rs.	2025 Rs.
Highest	1,750.00	440.00
Lowest	1,010.00	382.75
Last traded price	1,350.50	395.00

4. Top 20 Shareholders

The holdings of the top 20 shareholders as at	31 March 2026		31 March 2025	
	Number of Shares	%	Number of Shares	%
Cargills Dairies (Pvt) Ltd	31,192,462	99.34	31,192,462	99.34
Cargills (Ceylon) PLC	54,315	0.17	54,315	0.17
Mrs.I.S.Jayasinghe	37,500	0.12	37,500	0.12
Estate of late K.C.Vignarajah	20,299	0.06	21,608	0.07
Dr.G.R.Handy	2,950	0.01	2,950	0.01
Uniwalkers Limited	2,550	0.01	2,550	0.01
Mr.S. Muhunthan	2,096	0.01	2,096	0.01
Mr.Z.G. Carimjee	2,000	0.01	2,000	0.01
Mrs. M.J.Saverimuttu	2,000	0.01	200	0.00
Mrs.P.T.D. Harasgama	2,000	0.01	2,000	0.01
Mrs.B.P.Narhari	1,875	0.01	1,875	0.01
Mr.P.R.Gunasekara	1,600	0.01	1,600	0.01
Mr.B.Nadarajah	1,500	0.00	1,500	0.00
Mr.D.R.Wickramasekara	1,500	0.00	1,500	0.00
Dr.G.W.Karunaratne	1,400	0.00	1,400	0.00
Mrs.R.T.Purasinghe	1,400	0.00	1,600	0.01
Mr.A.Rajaratnam	1,300	0.00	1,300	0.00
Mr.U.I.Suriyabandara	1,273	0.00	848	0.00
Mr.P.R.A.Jansz	1,200	0.00	2,000	0.01
Mr.H.V.M.S.De Silva	1,020	0.00	1,020	0.00
	31,332,240	**99.78**	**31,332,324**	**99.78**

Investor Relations Supplement contd.

5. Public Holding

The percentage of shares held by the public and number of public shareholders as at 31 March 2026 is 0.49% (2025-0.49%) and 800 (2025-653), respectively. The total number of shares in issue is 31,400,000, of which Public Holding represents 153,222 shares. The float-adjusted market capitalisation amounts to Rs. 206.93Mn.

6. Directors' Shareholdings

The Directors' shareholdings in the Company were as follows as at 31st March:	2026	2025
Mr.Imtiaz Abdul Wahid	-	-
Mr.Saranga Wijesundara	-	-
Mr.Ranjit Page	-	-
Mr.Asite Talwatte (Up to 23rd October 2025)	-	-
Mr.Joseph Page	-	-
Mr.Dilantha Jayawardhana	-	-
Ms.Indira Malwatte	-	-
Dr.Dushni Weerakoon	-	-
Mr.Priyan Edirisinghe	-	-

Corporate Information

Name of Company
Kotmale Holdings PLC

Company Registration No.
PQ 213

Legal Form
Incorporated as a Public Company in 1967 under the provisions of the Companies Ordinance No.51 of 1938 and subsequently re-registered under the Companies Act No.7 of 2007 on 6 May 2008.

In 1969 the Company was listed on the Colombo Stock Exchange.

Board of Directors
Imtiaz Abdul Wahid (Chairman)
Saranga Wijesundara (Managing Director)
Ranjit Page
Dr.Dushni Weerakoon (Senior Independent Director)
Joseph Page
Dilantha Jayawardhana
Indira Malwatte
Priyan Edirisinghe

Company Secretary
Hemali Sagarika Ellawala

Remuneration Committee
Dr.Dushni Weerakoon (Chairman)
Indira Malwatte
Priyan Edirisinghe

Audit Committee
Priyan Edirisinghe (Chairman)
Indira Malwatte
Dr.Dushni Weerakoon

Related Party Transactions Review Committee
Priyan Edirisinghe (Chairman)
Indira Malwatte
Dr.Dushni Weerakoon

Nominations & Governance Committee
Dr.Dushni Weerakoon (Chairman)
Indira Malwatte
Priyan Edirisinghe

Stock Exchange Listing
Colombo Stock Exchange

Registered Office
No 40,York Street,Colombo 01.

Postal Address
P.O. Box 23, Colombo 01.

Auditors
KPMG
Chartered Accountants

Bankers
Cargills Bank Ltd.
Bank of Ceylon
Commercial Bank of Ceylon PLC
NDB Bank PLC
Pan Asia Banking Corporation PLC
Seylan Bank PLC
HNB Bank PLC
People's Bank
Habib Bank

Subsidiary Companies
Kotmale Dairy Products (Pvt) Ltd.
Kotmale Milk Foods Ltd.
Kotmale Milk Products Ltd.
Kotmale Products Ltd.