LANKEM CEYLON PLC

Company No. PQ 128

INTERIM FINANCIAL STATEMENTS

For the Period Ended 31st December 2025

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - CONSOLIDATED

	Quarter Ended 31.12.2025 Rs.'000	Quarter Ended 31.12.2024 Rs.'000	Variance %	Nine Months Ended 31.12.2025 Rs.'000	Nine Months Ended 31.12.2024 Rs.'000	Variance %
Revenue	10,500,667	10,734,887 -	2	29,299,659	29,358,708 -	-
Cost of Sales	(7,913,817)	(8,181,669) +	3	(22,764,397)	(23,263,405) +	2
Gross Profit	2,586,850	2,553,218 +	1	6,535,262	6,095,303 +	7
Other Income	33,372	30,654 +	9	155,747	146,808 +	6
Distribution Expenses	(876,950)	(815,044) -	8	(2,418,808)	(2,220,010) -	9
Administration Expenses	(1,287,230)	(1,011,891) -	27	(3,468,640)	(2,942,371) -	18
Share of Profit /(Loss) from Joint Venture	1,829	31,450 -	94	6,438	65,820 -	90
Share of Profit /(Loss) from Associates	(27,675)	- -	100	(11,381)	- -	100
Net Finance Costs	(199,464)	(409,866) +	51	(916,455)	(1,203,325) +	24
Profit /(Loss) Before Tax	230,732	378,521 -	39	(117,837)	(57,775) -	104
Tax Expense for the period	(73,895)	(134,389) +	45	(95,390)	(250,308) +	100
Profit /(Loss) for the Period	156,837	244,132 -	36	(213,227)	(308,083) +	31
Other Comprehensive Income /(Expense)						
Gain /(Loss) on Financial Assets designated at Fair Value through Other Comprehensive Income	(27,122)	16,576 -	264	23,130	16,479 +	40
Share of Other Comprehensive Income/(Expense) of Equity-Accounted Investees (Net of Tax)	(1,391)	(4,132) +	100	7,202	(4,103) +	276
Other Comprehensive Income /(Expense) for the Period, net of Tax	(28,513)	12,444 -	329	30,332	12,376 +	145
Total Comprehensive Income /(Expense)	128,324	256,576 -	50	(182,895)	(295,707) +	38
Profit / (Loss) Attributable to						
Owners of the Company	40,883	(9,044) +	552	(329,581)	(434,753) +	24
Non-Controlling Interests	115,954	253,176 -	54	116,354	126,670 -	8
	156,837	244,132 -	36	(213,227)	(308,083) +	31
Total Comprehensive Income /(Expense) Attributable to						
Owners of the Company	14,366	2,775 +	418	(297,946)	(422,992) +	30
Non-Controlling Interests	113,958	253,801 -	55	115,051	127,285 -	10
	128,324	256,576 -	50	(182,895)	(295,707) +	38
Basic Earnings /(Loss) per Share (Rs.) - Note 04	0.36	(0.08)		(2.92)	(3.97)	

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

	Quarter Ended 31.12.2025 Rs.'000	Quarter Ended 31.12.2024 Rs.'000		Variance %	Nine Months Ended 31.12.2025 Rs.'000	Nine Months Ended 31.12.2024 Rs.'000		Variance %
Revenue	2,049,590	1,929,563	+	6	5,147,140	4,460,518	+	15
Cost of Sales	(1,488,612)	(1,353,970)	-	10	(3,707,172)	(3,242,517)	-	14
Gross Profit	560,978	575,593	-	3	1,439,968	1,218,001	+	18
Other Income	16,452	233,862	-	93	180,190	398,819	+	55
Distribution Expenses	(377,055)	(330,785)	-	14	(1,016,018)	(867,135)	-	17
Administration Expenses	(207,303)	(103,100)	-	101	(556,768)	(435,295)	-	28
Net Finance Costs	(41,655)	(116,729)	+	64	(217,706)	(394,321)	-	45
Profit / (Loss) before Tax	(48,583)	258,841	-	119	(170,334)	(79,931)	-	113
Tax Expense	87,105	-	+	100	185,299	-	+	100
Profit / (Loss) for the Period	38,522	258,841	-	85	14,965	(79,931)	+	119
Other Comprehensive Income / (Expenses)								
Gain on Financial Assets designated at Fair Value through Other Comprehensive Income	(22,172)	14,139	-	257	24,941	13,675	+	82
Tax Effect on Components of OCI	-	(4,242)	+	100	-	(4,103)	+	100
Other Comprehensive Income /(Expense) for the Period, net of Tax	(22,172)	9,897	-	324	24,941	9,572	+	161
Total Comprehensive Income /(Expense)	16,350	268,738	-	94	39,906	(70,359)	+	157
Profit / (Loss) Attributable to								
Owners of the Company	38,522	258,841	-	85	14,965	(79,931)	+	119
Non-Controlling Interests	-	-			-	-		
	38,522	258,841	-	85	14,965	(79,931)	+	119
Total Comprehensive Income /(Expense) Attributable to								
Owners of the Company	16,350	268,738	-	94	39,906	(70,359)	+	157
Non-Controlling Interests	-	-			-	-		
	16,350	268,738	-	94	39,906	(70,359)	+	157
Basic Earnings /(Loss) per Share (Rs.) - Note 04	0.34	2.36			0.13	(0.73)		

STATEMENT OF FINANCIAL POSITION

	Consolidated		Company	
	As at 31.12.2025 Rs.'000	**As at 31.03.2025 Rs.'000 Audited**	**As at 31.12.2025 Rs.'000**	**As at 31.03.2025 Rs.'000 Audited**
ASSETS				
Property, Plant & Equipment	14,253,820	13,621,993	1,152,078	1,112,649
Investment Properties	718,393	662,143	-	-
Right of Use Assets	394,975	298,303	73,084	31,796
Intangible Assets	1,595,996	1,135,533	14,213	12,956
Investments in Subsidiaries	-	-	5,529,568	5,067,476
Investments in Associates	946,664	950,842	768,422	768,422
Investments in Joint Venture	466,912	460,474	-	-
Financial Assets Measured at Fair Value Through OCI	157,739	81,690	97,979	73,039
Deferred Tax Assets	-	-	334,827	149,529
Total Non - Current Assets	18,534,499	17,210,978	7,970,171	7,215,867
Inventories	6,759,528	7,068,741	1,384,828	1,622,937
Trade and Other Receivables	9,069,577	9,529,176	1,562,097	1,952,083
Amounts Due from Related Parties - Trade	51,302	67,182	25,676	25,322
Amounts Due from Related Parties - Non Trade	703,092	542,596	514,865	377,107
Loans Due from Related Parties	153,500	369,465	198,771	260,236
Income Tax Recoverable	27,155	27,542	23,215	23,215
Investments Classified as Fair Value Through Profit or Loss	17,073	67,924	17,073	67,924
Bank & Cash Balances	568,524	987,230	94,722	107,137
Total Current Assets	17,349,751	18,659,856	3,821,247	4,435,961
Total Assets	35,884,250	35,870,834	11,791,418	11,651,828
EQUITY				
Stated Capital	2,483,681	1,282,697	2,483,681	1,282,697
Other Capital Reserves	4,833	4,833	-	-
Revaluation Reserve	3,909,580	3,909,580	619,850	619,850
FVTOCI Reserve	61,316	36,343	72,978	48,037
Retained Earnings / (Accumulated Losses)	(1,899,466)	(1,589,317)	701,200	686,235
Equity attributable to Owners of the Company	4,559,944	3,644,136	3,877,709	2,636,819
Non-Controlling Interests	5,903,105	5,196,393	-	-
Total Equity	10,463,049	8,840,529	3,877,709	2,636,819
LIABILITIES				
Interest Bearing Borrowings	4,411,345	4,327,117	1,583,946	1,901,965
Lease Liabilities	318,198	242,593	41,579	10,058
Deferred Income	17,295	22,678	-	-
Deferred Tax Liabilities	1,868,451	2,052,473	-	-
Retirement Benefit Obligations	633,251	594,861	298,054	273,062
Loans Payable to Related Parties	26,590	26,590	150,542	160,542
Total Non - Current Liabilities	7,275,130	7,266,312	2,074,121	2,345,627
Interest Bearing Borrowings	9,389,440	10,739,045	2,839,478	3,573,722
Lease Liabilities	92,137	72,108	13,685	7,766
Loans Payable to Related Parties	689,089	389,664	495,369	120,369
Trade and Other Payables	5,850,271	6,186,952	1,765,825	2,131,834
Amounts Due to Related Parties - Trade	-	12,133	2,932	14,523
Amounts Due to Related Parties Non - Trade	715,343	969,045	545,158	588,336
Income Tax Payable	183,599	237,008	-	-
Bank Overdraft	1,226,192	1,158,038	177,141	232,832
Total Current Liabilities	18,146,071	19,763,993	5,839,588	6,669,382
Total Liabilities	25,421,201	27,030,305	7,913,709	9,015,009
Total Equity and Liabilities	35,884,250	35,870,834	11,791,418	11,651,828
Net Assets per Share (Rs.) - Note 04	40.42	33.29	34.37	24.09

I certify that these Financial Statements have been prepared in compliance with the requirements of the Companies Act. No. 07 of 2007

Upekha Abeysekera
Chief Financial Officer

The Directors are responsible for the preparation and presentation of these Financial Statements.
Approved and signed for and on behalf of the Board of Directors of Lankem Ceylon PLC.

Suren Goonewardene
Managing Director

S.D.R.Arudpragasam
Chairman

Colombo
13th February 2026

STATEMENT OF CHANGES IN EQUITY

	Equity Attributable to Equity Holders of the Parent							
Consolidated	Stated Capital Rs. '000	Other Capital Reserves Rs. '000	FVTOCI Reserves Rs. '000	Revaluation Reserves Rs. '000	Retained Profit/(Loss) Rs. '000	Total Rs. '000	Non-controlling Interest Rs. '000	Total Rs. '000
Balance as at 1st April 2025	1,282,697	4,833	36,343	3,909,580	(1,589,317)	3,644,136	5,196,393	8,840,529
Loss for the Period	-	-	-	-	(329,581)	(329,581)	116,354	(213,227)
Other Comprehensive Income for the Period (Net of Tax)	-	-	24,973	-	7,202	32,175	(1,843)	30,332
Issue of Shares by the Company	1,200,984	-	-	-	-	1,200,984	-	1,200,984
Issue of share by Subsidiary to NCI	-	-	-	-	-	-	600,000	600,000
Effect on changes in holding of Subsidiaries	-	-	-	-	12,230	12,230	(155,398)	(143,168)
Dividend Paid	-	-	-	-	-	-	(186,140)	(186,140)
On Acqusition of Subsidiary	-	-	-	-	-	-	333,739	333,739
Balance as at 31st December 2025	**2,483,681**	**4,833**	**61,316**	**3,909,580**	**(1,899,466)**	**4,559,944**	**5,903,105**	**10,463,049**
Balance as at 1st April 2024	1,282,697	4,833	31,804	2,412,964	(1,199,092)	2,533,206	4,553,255	7,086,461
Loss for the Period	-	-	-	-	(434,753)	(434,753)	126,670	(308,083)
Other Comprehensive Income for the Period (Net of Tax)	-	-	11,761	-	-	11,761	615	12,376
Effect on changes in holding of Subsidiaries	-	-	-	-	213,980	213,980	15,246	229,226
Dividend Paid	-	-	-	-	-	-	(131,718)	(131,718)
Balance as at 31st December 2024	1,282,697	4,833	43,565	2,412,964	(1,419,865)	2,324,194	4,564,068	6,888,262

Company	Stated Capital Rs. '000	FVTOCI Reserves Rs. '000	Revaluation Reserves Rs. '000	Retained Profit/(Loss) Rs. '000	Total Rs. '000
Balance as at 1st April 2025	1,282,697	48,037	619,850	686,235	2,636,819
Issue of Shares by the Company	1,200,984	-	-	-	1,200,984
Profit for the Period	-	-	-	14,965	14,965
Other Comprehensive Income for the Period (Net of Tax)	-	24,941	-	-	24,941
Balance as at 31st December 2025	**2,483,681**	**72,978**	**619,850**	**701,200**	**3,877,709**
Balance as at 1st April 2024	1,282,697	35,366	573,190	401,119	2,292,372
Loss for the Period	-	-	-	(79,931)	(79,931)
Other Comprehensive Income for the Period (Net of Tax)	-	9,572	-	-	9,572
Balance as at 31st December 2024	1,282,697	44,938	573,190	321,188	2,222,013

STATEMENT OF CASH FLOWS

	Consolidated		Company	
For the Peiod Ended 31st December	**2025**	**2024**	**2025**	**2024**
	Rs.'000	**Rs.'000**	**Rs.'000**	**Rs.'000**
Cash Flows from Operating Activities				
Profit / (Loss) before Tax	**(117,837)**	(57,775)	**(170,334)**	(79,931)
Adjustments for :				
Depreciation / Amortization	**494,703**	464,842	**60,315**	52,382
Dividend Income	**(2,562)**	-	**(136,721)**	(137,985)
Loss /(Gain) on disposal of Investment in Subsidiaries	**-**	-	**5,277**	-
Interest Expense	**1,278,757**	1,286,943	**486,622**	484,518
Amortization of Deferred Income	**(5,383)**	(13,178)	**-**	-
(Gain) / Loss on Disposal of Property, Plant & Equipment	**(19,986)**	(7,355)	**(1,962)**	-
Net Exchange Loss/(Gain)	**(11,263)**	3,883	**(12,348)**	(16,152)
Interest Income	**(167,996)**	(69,372)	**(73,524)**	(55,916)
Provision for Retirement Benefit Obligation	**80,220**	67,567	**33,211**	27,094
Fair value (Gain) / Loss on Financial Assets Measured at FVTPL	**(183,043)**	(18,129)	**(183,043)**	(18,129)
Write-off of fixed assets	**-**	135	**-**	-
Share of Loss/ (Profit) of Associates	**11,381**	-	**-**	-
Share of Loss/ (Profit) of Joint Venture	**(6,438)**	(65,820)	**-**	-
Provision/(Reversal) for Impairment of Trade Receivable	**29,186**	41,362	**39,309**	21,500
Provision / (Reversal) for Impairment of Amount due Related Parties	**7,312**	-	**7,312**	-
Provision for Obsolete Inventories	**101,130**	104,062	**(20,017)**	46,676
Operating Profit/ (Loss) before Working Capital Changes	**1,488,181**	1,737,165	**34,097**	324,057
Decrease / (Increase) in Inventories	**208,083**	(1,050,192)	**258,126**	(269,797)
Decrease in Trade and Other Receivables	**436,311**	(618,589)	**350,678**	159,372
Decrease / (Increase) in Amounts due from Related Parties	**54,563**	(181,951)	**(129,818)**	(483,759)
Decrease in Trade and Other Payables	**(372,393)**	304,249	**(364,982)**	93,295
(Decrease) / Increase in Amounts due to Related Parties	**(393,359)**	(336,680)	**(230,611)**	(8,187)
Cash generated from Operations	**1,421,386**	(145,998)	**(82,510)**	(185,019)
Income Tax Paid	**(298,958)**	(312,480)	**-**	-
Interest Paid	**(1,287,682)**	(1,087,777)	**(444,151)**	(412,889)
Gratuity Paid	**(49,173)**	(43,101)	**(8,219)**	(15,946)
Gratuity Refund from Planned Assets	**7,343**	-	**-**	-
Net Cash used in Operating Activities	**(207,084)**	(1,589,356)	**(534,880)**	(613,854)
Cash Flows from Investing Activities				
Purchase & Construction of Property, Plant & Equipment	**(1,140,302)**	(561,693)	**(92,283)**	(31,533)
Purchase & Construction of Investment Property	**(57,150)**	-	**-**	-
Acquisition of Shares in Subsidiary	**-**	-	**(11,046)**	-
Proceeds from Disposal of Subsidiary shares	**17,636**	205,025	**15,461**	-
Investments in Associates	**-**	-	**-**	-
Interest Received	**26,427**	13,905	**46**	749
Dividends Received	**2,562**	-	**136,721**	137,985
Proceeds on Disposal of Property, Plant & Equipment / Investment Property	**34,658**	-	**6,061**	-
(Investment in)/ Proceeds from Disposal of Financial Assets measured at FVTPL	**233,895**	-	**233,895**	-
Investment in /Disposal of Financial Assets measured at FVOCI	**-**	(4,492)	**-**	-
Acquisition of Intangible Assets	**(19,252)**	(591)	**(4,070)**	(591)
Net Cash generated from / (used in) Investing Activities	**(901,526)**	(347,846)	**284,785**	106,610
Cash Flows from Financing Activities				
Proceeds from Rights Issue of Shares	**1,200,984**	-	**1,200,984**	-
Share issued to Non-Controlling Interest	**600,000**	-	**-**	-
Capital Grants Received	**-**	4,567	**-**	-
Dividend Paid	**(186,140)**	(131,718)	**-**	-
Settlement of Loans Granted to Related Parties	**261,465**	-	**141,465**	-
Loan Granted to Related Parties	**-**	-	**(80,000)**	(260,001)
Proceeds from Long Term Loans	**1,630,309**	148,428	**-**	123,000
Repayment of Long Term Loans	**(1,749,800)**	(1,002,664)	**(525,902)**	(304,706)
Net Lease Payment	**(97,252)**	(28,275)	**(11,449)**	(10,967)
Net Movement in Short Term Borrowings	**(1,049,280)**	2,944,800	**(461,727)**	968,640
Loans Obtained from Related Parties	**277,040**	110,000	**280,000**	110,000
Settlement of Loans Obtained from Related Parties	**(265,576)**	-	**(250,000)**	(35,000)
Net Cash generated from Financing Activities	**621,750**	2,045,138	**293,371**	590,966
Net Increase/ (Decrease) in Cash & Cash Equivalents	**(486,860)**	107,936	**43,276**	83,722
Cash & Cash Equivalents at the beginning of the Period	**(170,808)**	(529,629)	**(125,695)**	(205,579)
Cash & Cash Equivalents at the end of the Period	**(657,668)**	(421,693)	**(82,419)**	(121,857)
Analysis of Cash & Cash Equivalents at the end of the Period				
Cash in Hand & Bank	**568,524**	857,231	**94,722**	123,899
Bank & Other Borrowings	**(1,226,192)**	(1,278,924)	**(177,141)**	(245,756)
	(657,668)	(421,693)	**(82,419)**	(121,857)

OPERATING SEGMENT INFORMATION

Information based on the Group's Operating Segments

Segment Revenue - Consolidated

	Segment Revenue	
For the Period Ended 31st December	**2025**	**2024**
	Rs.'000	**Rs.'000**
Consumer	6,963,339	6,273,243
Industrial	20,990,783	21,836,058
Leisure	1,845,655	1,766,484
Less-Inter Segment Revenue	(500,118)	(517,077)
	29,299,659	**29,358,708**

Segment Results - Consolidated

	Operating Profit		Net Finance Cost		Profit /(Loss) before Tax	
For the Period Ended 31st December	**2025**	**2024**	**2025**	**2024**	**2025**	**2024**
	Rs.'000	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**
Consumer	275,252	232,335	(114,591)	(106,122)	160,661	126,212
Industrial	342,601	486,219	(702,712)	(980,913)	(365,054)	(428,873)
Leisure	124,382	350,955	(96,073)	(111,932)	28,309	239,023
Others	61,326	10,221	(3,079)	(4,358)	58,247	5,863
	803,561	**1,079,730**	**(916,455)**	**(1,203,325)**	**(117,837)**	**(57,775)**

Notes to the Financial Statements

1 The Interim Financial Statements have been prepared in accordance with the accounting policies set out in the audited Financial Statements for the year ended 31st March 2025 and in accordance with LKAS 34 - Interim Financial Reporting.

2 The presentation and classification of the Financial Statements of the previous period, have been amended, where relevant, for better presentation and to be comparable with those of the current period.

3 The Company made a Rights Issue of Seventeen Million One Hundred and Fifty Six Thousand Nine Hundred and Nineteen (17,156,919) Ordinary Shares at a price of Rs.70/- per share to the shareholders as at the end of trading on 17th October 2025 (record date) in the proportion of One (01) new Ordinary Share for every Three (3) existing issued Ordinary Shares. The issue closed on 13th November 2025 and was fully subscribed. The total consideration received was Rs. 1,200,984,330/-. The purpose of the issue was to settle Related Party dues to E. B. Creasy & Co. PLC and for a part settlement of bank loans.

Subsequent to the Rights Issue of Shares the Stated Capital of the Company is Rs. 2,483,681,470/-.

Utilization of Proceeds of the Rights Issue

Disclosure regarding status of utilization of Rights Issue proceeds as at (15-02-2026)								
Objective Number	**Objective as per circular**	**Amount allocated as per circular in LKR**	**Proposed date of utilization as per circular**	**Amount allocated from proceeds in LKR (A)**	**% of total proceeds**	**Amount utilized in LKR (B)**	**% of proceeds utilized against allocation (B/A)**	**Clarification if not fully; Utilized including where funds are invested (e.g. Whether lent to related party etc.)**
1	Part settlement of related party dues to E B Creasy & Company PLC (EBC)	102,656,177.26	Immediately after the conclusion and finalization of the Rights Issue	102,656,177.26	8.55%	102,656,177.26	100%	N/A
2	Part Settlement - Sampath Bank PLC	236,329,087.79	within a period of 2 weeks upon the conclusion and finalization of the Rights Issue.	236,329,087.79	19.68%	236,329,087.79	100%	N/A
3	Part Settlement - Bank of Ceylon	450,000,000.00	within a period of 2 weeks upon the conclusion and finalization of the Rights Issue.	450,000,000.00	37.47%	450,000,000.00	100%	N/A
4	Part Settlement - Commercial Bank of Ceylon PLC	150,000,000.00	within a period of 2 weeks upon the conclusion and finalization of the Rights Issue.	150,000,000.00	12.49%	150,000,000.00	100%	N/A
5	Part Settlement - Hatton National Bank PLC	261,999,064.95	within a period of 2 weeks upon the conclusion and finalization of the Rights Issue.	261,999,064.95	21.82%	261,999,064.95	100%	N/A
		1,200,984,330.00		**1,200,984,330.00**		**1,200,984,330.00**		

Subdivision of Shares

Pursuant to a decision of the Board on 18th June 2025 and consequent to an Ordinary Resolution pertaining to the Subdivision of Shares of the Company being carried unanimously by the Shareholders present and voting at the Extraordinary General Meeting held on 15th October 2025, such Subdivision was effected based on the shareholding as at end of trading on 10th December 2025 (record date).

Accordingly, without actuating any increase to the Stated Capital of the Company, every one (01) existing issued ordinary share was subdivided into Two (2) issued ordinary shares, thereby increasing the number of issued ordinary shares of the Company from Sixty Eight Million Six Hundred and Twenty Seven Thousand Six Hundred and Seventy six (68,627,676) to One Hundred and Thirty Seven Million Two Hundred and Fifty Five Thousand Three Hundred and Fifty Two (137,255,352).

4 As disclosed in Note 3, the Company has issued 17,156,919 ordinary shares at a price of Rs.70 per share and subsequent to the right issue every one (01) existing issued ordinary share was subdivided into Two (2) issued ordinary shares, the effect of right issue and subdivision of shares are adjusted retrospectively in calculating weighted average number of shares in issue as required by LKAS 33 - "Earnings per share".

5 On 27th September 2024, the Board of Directors of the Group's Subsidiary ACME Printing & Packaging PLC (ACME) resolved to issue 190,000,000 shares by way of a Rights Issue at Rs. 2.50 per share to raise funds for working capital requirements and settlement of intercompany liabilities, subject to shareholder and regulatory

Subsequently, on 17 September 2025, the ACME Board approved an increase in the Rights Issue to 570,000,000 shares at the same price, to raise Rs. 1.425 billion, the proceeds of which will be utilized for factory relocation and modernization, repayment of inter company & bank borrowings, and working capital purposes.
The Rights Issue received in-principle approval from the Colombo Stock Exchange on 09 January 2026. Subsequently, the company convened an Extraordinary General Meeting on 03 February 2026 to obtain shareholder approval.

6 Lankem Ceylon PLC has not recognized any additional provision for the related party receivable from ACME Printing & Packaging PLC for the nine months ended 31 December 2025. Management has assessed the recoverability of the outstanding balance and concluded that no provision is required, as the receivable is expected to be settled through the proposed rights issue. Accordingly, the probability of default is assessed to be nil as at the reporting date.

7 The Initial Public Offering of JF Packaging Ltd. for 51,724,144 Ordinary Voting Shares at Rs. 11.60 per share opened on 30th October 2025 and the Issue having been oversubscribed was closed on the same day.

8 The Group's Subsidiary Sigiriya Village Hotels PLC, Pursuant to a decision of their Board on 12th November 2025 and consequent to an Ordinary Resolution pertaining to the Subdivision of Shares of the Company being carried unanimously by the Shareholders present and voting at the Extraordinary General Meeting held on 6th January 2026, such Subdivision was effected based on the shareholding as at end of trading on 8th January 2026 (record date).
Accordingly, without actuating any increase to the Stated Capital of the Company, every one (01) existing issued ordinary share was subdivided into Ten (10) issued ordinary shares, thereby increasing the number of issued ordinary shares of the Company from Nine Million (9,000,000) to Ninety Million (90,000,000).

9 Lankem Ceylon PLC (LCPLC) made an offer to its parent company, The Colombo Fort Land & Building PLC (CFLB) to purchase CFLB's Equity stake of 49.27% in York Arcade Holdings PLC (YAH) represented by 369,495 Ordinary Voting Shares. The Board of CFLB advised the Company that they have agreed to accept the offer and the said transaction was executed on 24th November 2025, on the Trading Floor of the Colombo Stock Exchange. The said number of shares were acquired at Rs.921.75 per share.
Further to the Company's acquisition of a 49.27% equity stake in York Arcade Holdings PLC (YAH) represented by 369,495 Ordinary Voting Shares from parent Company, The Colombo Fort Land & Building PLC, the Company has also acquired on 24th November 2025, a further equity stake of 0.88% of YAH, from related entities, Fort Investments PLC and Colombo Investment Trust PLC amounting 1,525 and 5,043 Ordinary Colombo Shares respectively at a price of Rs.882.75 per share.
Pursuant to the aforesaid transactions where the Company has acquired in total 50.15% of YAH shares, the said YAH becomes a subsidiary of Lankem Ceylon PLC, and the ultimate parent company of YAH remains The Colombo Fort Land & Building PLC.

10 Subsequent to the reporting period, no circumstances have arisen that would require adjustments to or disclosures in the financial statements other than those disclosed below.
The Company disposed 10% of its equity stake, representing 15,000,000 shares of the issued Ordinary Shares of York Arcade Holdings PLC to Darley Butler & Co. Ltd on the trading floor of the Colombo Stock Exchange. However, acting in concert with Darley Butler & Co.Ltd, the holding in York Arcade Holdings PLC stands at 50.15%.

11 There has been no significant change in the nature of the contingent liabilities which were disclosed in the audited financial statements for the year ended 31st March 2025 other than disclosed below:

Corporate Guarantees issued by Lankem Ceylon PLC to related companies have been changed as follows

Name of the Company	**Rs'000**
Cancellation of Corporate Guarantee issued to SunAgro LifeScience Ltd.	100,000
Cancellation of Corporate Guarantee issued to Kotagala Plantations PLC	230,000
Cancellation of Corporate Guarantee issued to J.F. Packaging PLC	207,564
	537,564

12 The figures in the Financial Statements are provisional and subject to audit.

13 Share Information

As at 31st December	**2025**	**2024**
Stated Capital (Rs.'000)	2,483,681	1,282,697
Number of Ordinary Shares (Voting) Issued	137,255,352	51,470,757

14 Market Price recorded during the quarter

	31.12.2025	**31.12.2024**
	Rs.	***Rs.***
Highest	117.00	84.90
Lowest	38.10	68.40
Last traded price	40.10	80.00

Notes to the Financial Statements

15 Directors direct shareholdings as at 31.12.2025

Name of Director	No. of Shares
Mr. Anushman Rajaratnam	2,000

16 The Percentage of Shares held by the Public as at 31.12.2025 was 22.40%

17 The applicable option under Colombo Stock Exchange Rule 7.13.1 (i)(b) on Minimum Public Holding is Option 1 and the Float Adjusted Market Capitalization as at 31.12.2025 was Rs. 1,245,180,553.34.

18 The number of Public Shareholders as at 31.12.2025 were 2,581.

19 20 Major Shareholders as at 31.12.2025

Full Name Of Shareholder	No. of Shares	%
The Colombo Fort Land and Building PLC	60,911,082	44.38%
Amana Bank PLC/Darley Butler and Company Limited	18,029,544	13.14%
Sampath Bank PLC/Senthilverl Holdings (Pvt) Ltd.	13,972,980	10.18%
Darley Butler & Co Ltd.	7,459,456	5.43%
C M Holdings PLC	5,833,534	4.25%
Associated Electrical Corporation Ltd.	3,847,538	2.80%
Colombo Fort Investments PLC	3,806,794	2.77%
Commercial Bank Of Ceylon PLC/ The Colombo Fort Land & Building PLC	2,573,538	1.88%
Hatton National Bank PLC/Sri Dhaman Rajendram Arudpragasam	1,747,336	1.27%
Colombo Investment Trust PLC	1,635,000	1.19%
E.B. Creasy & Company PLC	1,036,178	0.75%
Hnb Investment Bank (Pvt) Ltd./Colombo Investment Trust PLC	964,000	0.70%
Guardian Asset Management Ltd.	800,600	0.58%
Mr. Rasiah Ranjith Leon	761,892	0.56%
Capital Investments Limited	710,000	0.52%
Nuwara Eliya Property Developers (Pvt) Ltd.	679,194	0.49%
Sri Lanka Insurance Corporation Ltd.- General Fund	612,338	0.45%
Union Investments (Private) Limited	594,132	0.43%
Assetline Finance Ltd./H.Shanmuga Sharma	513,892	0.37%
People's Leasing & Finance PLC/Hi Line Trading (Pvt) Ltd.	431,378	0.31%
	126,920,406	**92.45%**