Interim Financial Statements for the Period - Ended

25th June 2026

UNION CHEMICALS LANKA PLC.

Converting Science to Technology

Reg.No: PQ 140

No 04 5th Floor, Tickell Road,
Colombo 08

Telephone: 94-11-2472924,2472925,
Fax: 94-11-2472926
E-Mail:ucll@ucll.lk

STATEMENT OF COMPREHENSIVE INCOME

For The Period Ended 25Th June,	Quarter Ended 2026	Quarter Ended 2025	Six Months 2026	Six Months 2025	Year Ended 2025 Audited
Continuing Operations	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**
Revenue	364,764	366,415	861,032	816,072	1,591,597
Cost of Sales	(270,025)	(263,792)	(625,208)	(600,673)	(1,140,201)
Gross profit/(loss)	**94,739**	**102,623**	**235,824**	**215,399**	**451,396**
Income from Investment in properties	4,761	2,757	9,486	4,596	12,134
Expenses on investment in properties	(2,259)	(2,992)	(5,023)	(5,983)	(11,966)
Net Income from Investment in properties	**2,502**	**(235)**	**4,463**	**(1,387)**	**168**
Other operating income	1,042	1,478	10,001	2,412	12,531
Impairment of trade receivables	(456)	2,692	(66)	7,006	11,153
Selling expenses	(8,736)	(8,037)	(18,001)	(18,610)	(22,443)
Administrative expenses	(20,796)	(26,156)	(45,039)	(50,173)	(106,420)
Results from Operating Activities	**68,295**	**72,366**	**187,182**	**154,647**	**346,385**
Financing income	14,212	11,719	26,226	21,959	44,177
Exchange gain /(loss)	(219)	748	336	1,663	2,848
Financing cost	(57)	(156)	(214)	(238)	(830)
Net financing cost	**13,936**	**12,311**	**26,348**	**23,384**	**46,195**
Profit before tax	**82,231**	**84,677**	**213,530**	**178,031**	**392,580**
Income tax expense	(27,959)	(28,791)	(72,601)	(60,319)	(117,534)
Profit for the period	**54,272**	**55,886**	**140,929**	**117,712**	**275,046**
Acturial gain/(loss) employee benefits	-	-	-	-	74
Total comprehensive income for the period	**54,272**	**55,886**	**140,929**	**117,712**	**275,120**
Earnings per Share (Rs.)	**36.18**	**37.26**	**93.95**	**78.47**	**183.36**

The above figures are provisional and unaudited unless stated otherwise.
Figures in brackets indicate deductions.

STATEMENT OF FINANCIAL POSITION

As at 25th June,	As at 2026	As at 2025	As at 2025 Audited
	Rs.'000	Rs.'000	Rs.'000
Assets			
Property, plant & equipment	392,547	265,212	386,311
Investment in properties	66,164	66,981	65,558
Intangible assets	-	-	-
Retirement benefit assets	8,038	7,129	7,990
Financial assets	360,960	40,000	255,857
Other financial assets	162	416	325
Total non-current assets	**827,871**	**379,738**	**716,041**
Current assets			
Inventories	340,090	441,159	403,926
Trade and other receivables	323,525	319,558	298,157
Financial Assets	259,045	288,987	83,045
Other financial assets	991		1,219
Cash and cash equivalents	11,400	216,024	130,706
Total current assets	**935,051**	**1,265,728**	**917,053**
Total assets	**1,762,922**	**1,645,466**	**1,633,094**
Equity & liabilities			
Equity			
Stated capital (1,500,000 ordinary shares)	15,000	15,000	15,000
Retained earnings	1,494,157	1,315,844	1,419,228
Equity attributable to owners of the Company	**1,509,157**	**1,330,844**	**1,434,228**
Non-current liabilities			
Retirement benefit Obligations	22,235	26,893	27,675
Deferred tax liability	19,558	15,845	19,557
Total non-current liabilities	**41,793**	**42,738**	**47,232**
Current liabilities			
Loans and borrowings	-	22,393	-
Trade & other payables	110,609	117,779	87,869
Current tax liability	72,271	59,006	57,273
Dividend payable	20,250	16,686	6,492
Bank overdrafts	8,842	56,020	-
Total current liabilities	**211,972**	**271,884**	**151,634**
Total equity & liabilities	**1,762,922**	**1,645,466**	**1,633,094**
	Rs.	Rs.	Rs.
Net Assets per Share	**1,006.10**	**887.23**	**956.15**

The above figures are provisional and unaudited unless stated otherwise.

I certify that these financial statements comply with the requirement of Companies Act No 07 of 2007.

(Sgd.)
UL Pushpakumara
Finance Manager
10th August 2026

(Sgd.)
W. Malwattege
Director

(Sgd.)
H.A.D.U.G Gunasekera
Managing Director

The above figures are provisional and unaudited unless stated otherwise.
Figures in brackets indicate deductions.

STATEMENT OF CHANGES IN EQUITY

As at 25th June,	Stated Capital Rs.'000	Retained Earnings Rs.'000	Total Rs.'000
Balance as at 26th December, 2024	15,000	1,252,132	1,267,132
Profit for the period ended 25th December , 2025	-	275,046	275,046
Other comprehensive income/ (Expenses)	-	74	74
Final dividend - 2024 (Rs. 36.00)	-	(54,000)	(54,000)
Interim dividend - 2025 (Rs. 38.00)	-	(57,000)	(57,000)
Dividend Fortified	-	2,976	2,976
Balance as at 25th December 2025	**15,000**	**1,419,228**	**1,434,228**
Balance as at 26th December, 2024	15,000	1,252,132	1,267,132
Profit for the year ended 25th June. , 2025	-	117,712	117,712
Final dividend - 2024 (Rs. 27.00)		(54,000)	(54,000)
Balance as at 25th June, 2025	**15,000**	**1,315,844**	**1,330,844**
Balance as at 26th December, 2025	15,000	1,419,228	1,434,228
Profit for the year ended 25th Jun , 2026	-	140,929	140,929
Final dividend - 2025 (Rs. 27.00)		(66,000)	(66,000)
Balance as at 25th June, 2026	**15,000**	**1,494,157**	**1,509,157**

The above figures are provisional and unaudited unless stated otherwise.
Figures in brackets indicate deductions.

STATEMENT OF CASH FLOW

For The Period Ended 25Th June,	Six Months Ended 2026 RS.'000	Six Months Ended 2025 RS.'000
Cash flows from operating activities		
Profit before Tax	213,530	178,031
Adjustment for:		
Depreciation on property, plant and equipments	18,717	7,797
Depreciation on investment properties	1,641	1,638
Impairment loss/(reversal) of trade receivables	63	(6,356)
Provision for retirement gratuity	1,978	2,790
Interest income	(26,226)	(21,959)
Interest expense	214	238
Operating profit before working capital changes	**209,917**	**162,179**
(Increase)/Decrease in inventories	63,836	(28,263)
(Increase)/Decrease in trade and other receivables	(8,270)	(24,237)
Increase/(Decrease) in trade and other payables	22,743	12,293
Cash flows from operating activities	**288,226**	**121,972**
Retiring gratuity paid	(7,419)	(1,332)
Contribution paid to the plan assets	(48)	(37)
Income tax paid	(57,603)	(50,725)
Interest paid	(214)	(238)
Net cash flows from operating activities	**222,942**	**69,640**
Cash flows from investing activities		
Investment in financial assets	(281,103)	(8,542)
Purchase & construction of property, plant and equipment	(25,719)	50,163
(Transfer to)/ Transfer from property, plant and equipment	771	-
Purchase of intangible asset	(2,246)	-
Interest income received	9,064	4,773
Net cash flows from investing activities	**(299,233)**	**46,394**
Cash flows from financing activities		
loans obtained during the year	286,422	285,062
Repayment of loans	(286,428)	(262,658)
Staff loans (granted)/recovered	391	228
Dividend paid	(52,242)	(49,930)
Net cash inflows from financing activities	**(51,857)**	**(27,298)**
Net increase/(decrease) in-cash & cash equivalents	(128,148)	88,736
Cash & cash equivalents at the beginning of the year	130,706	71,268
Cash & cash equivalents at the end of the period	**2,558**	**160,004**
Analysis of cash and cash equivalents		
Cash in hand and at banks	11,400	216,024
Bank overdrafts	(8,842)	(56,020)
	2,558	**160,004**

The above figures are provisional and unaudited unless stated otherwise.
Figures in brackets indicate deductions.

Notes to the Financial Statements

1.1 Accounting Policies and Methods

The Interim Financial Statements of the Company have been prepared on the basis of the same accounting policies and methods applied for the period ended 25th December 2023 and are in compliance with Sri Lanka Accounting Standards 34- Interim Financial Reporting.

1.2 Application of Sri Lanka Accounting Standards (SLFRS/LKRS)

The Financial Statements for the period ended 25th December 2012 were the first Financial Statements prepared and presented in accordance with Sri Lanka Accounting Standards (SLFRS/LKRS) effective from 1st January 2012.

1.3 Segmental Information

For The Period Ended 25Th June,	**2026**			**2025**		
	Chemicals and plastics	**Latex**	**Total**	**Chemicals and plastics**	**Latex**	**Total**
Reportable segmental analysis						
Segment revenue	214,616	646,416	861,032	128,403	687,669	816,072
Rent Income -IP	-	-	9,486	-	-	4,596
Other operating income	1,312	8,689	10,001	199	2,213	2,412
Depreciation on P.P.E	2,456	16,261	18,717	643	7,154	7,797
Depreciation on IP	-	-	1,641	-	-	1,638
Segment operating activ.	24,560	162,622	187,182	24,333	130,314	154,647
Net finance cost	3,457	22,891	26,348	3,679	19,705	23,384
Segment profit before tax	**28,017**	**185,513**	**213,530**	**28,012**	**150,019**	**84,677**
As at 25th June,						
Property, plant	51,507	341,040	392,547	21,879	243,333	265,212
Investment in properties	8,681	57,483	66,164	5,526	61,455	66,981
Retirement benefit asset.	1,055	6,983	8,038	588	6,541	7,129
Financial and other asset.	47,383	313,739	361,122	3,334	37,082	40,416
Inventories	44,624	295,466	340,090	36,394	404,765	441,159
Financial Assets	33,990	225,055	259,045	23,841	265,146	288,987
Trade and other	80,640	242,885	323,525	50,280	269,278	319,558
Segment assets	**267,880**	**1,482,651**	**1,750,531**	**141,842**	**1,287,600**	**1,429,442**
Loans and borrowings	-	-	-	1,847	20,546	22,393
Trade and other payables	14,513	96,096	110,609	9,716	108,063	117,779
Segment liabilities	**14,513**	**96,096**	**110,609**	**11,563**	**128,609**	**140,172**

The above figures are provisional and unaudited unless stated otherwise.

Figures in brackets indicate deductions.

1.4 Related Party Transactions

There have not been any significant changes in the nature of the related party transactions which were disclosed in the Annual Report as at 25th December 2025.

1.5 Events Occurring after the Balance Sheet Date

Subsequent to the date of the balance sheet, no events have arisen which require adjustment and/or disclose in the Financial Statements.

1.6 Contingencies

There were no changes in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 25th December, 2025 other than mentioned below.

1.7 Market Value per Share during the quarter

	25th June 2026 Rs.	25th June 2025 Rs.
- Highest Price	3,520.00	1,004.00
- Lowest Price	1,609.00	610.50
Closing Price as at June.	2,812.50	823.25

(4) Directors' Shareholding

1.8 Directors Shareholding

	25th June 2026	25th June 2025
K. M Dissanayaka	-	-
H.A.D.U.G. Gunasekara (Managing Director)	638,622	638,622
People's Leasing & Finance PLC/Mr. H.A.D.U.G. GUnasekara	155,195	155,195
UL Pushpakumara	-	-
Wasantha Malwattege	-	-
Jagath Premachandra	-	-
Total	**793,817**	**793,817**

1.9 Public Holding

	25th June 2026	25th June 2025
Market Capitalisation Mn.	4,218.75	1,234.88
Float - adjusted market capitalisation Rs. Mn.	613.0	240.76
Number of public shareholders	1,092	1,022
Shares held by the public	17.64%	26.54%

The Company complies with option 4 of the listing rules 7.13.1 (a) as the company maintained the minimum public holding more than 10% and number of public shareholders more than 500.

1.10 Major shareholders as at 25th June, 2026

Names	No. of Shares	%
Mr. H.A.D.U.G. Gunasekara	638,622	42.57
Estate of Late Mr. Shabbir Husain Abbas Gulamhusein	223,560	14.90
People'S Leasing & Finance PLC. /Mr. H.A.D.U.G. Gunasekara	175,825	11.72
Commercial Bank of Ceylon PLC. /S.H.A. Gulamhusein	66,865	4.46
Sampath Bank PLC. /Senthilverl Holdings (Pvt.) Ltd.	58,062	3.87
Executor of Late the Mrs. K. Gunaratnam	55,615	3.71
Mr. K. Gunaratnam (Decd.)	29,548	1.97
Seylan Bank PLC. /Ms. L.A.M. Gunasekera & Mr. G. Gunasekera	21,295	1.42
Mr. U.I. Suriyabandara	19,745	1.32
Mrs. S. Mahendran	10,380	0.69
Mrs. S. Gunaratnam	9,687	0.65
Mrs. P.G. King	9,687	0.65
Ms. V. Gunaratnam	9,687	0.65
Colombo Investment Trust PLC.	6,400	0.43
Colombo Fort Investments PLC.	5,500	0.37
Mrs. L.A.M. Gunasekera	5,338	0.36
Mr. S.K. Hathramani (Deceased)	4,900	0.33
Mr. H.A.R. Pieris	4,000	0.27
Mrs. Rathnakumari Someswaran Admin. of Late Mr. S Someswaran	3,646	0.24
MR. A.J. Rumy	3,300	0.22
	1,361,662	