



SUNSHINE HOLDINGS PLC

INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED

30th September 2026

Dear Shareholders,

For the six months ended 30 September 2026 (1HFY27), Sunshine Holdings delivered strong growth in revenue and profit. Group revenue increased by 24.4% year on year (YoY) to LKR 40.2 bn, while profit after tax (PAT) rose by 44.3% to LKR 3.7 bn. Second-quarter momentum strengthened despite continued pressure from regulated pricing in Healthcare and higher operating costs across the Group.

Healthcare remained the largest contributor at 49% of Group revenue, followed by Consumer at 37% and Agribusiness at 14%. Consumer growth and continued expansion in Healthcare and Agribusiness supported the Group's overall performance

Gross profit increased by 11.7% YoY to LKR 11.5 bn, although the gross margin declined to 28.7% from 31.9% in 1HFY26. This reflected NMRA-driven price reductions and the effect of a weaker rupee on Healthcare. EBIT rose by 10.5% YoY to LKR 6.1 bn, while the EBIT margin declined to 15.1% from 17.0% in 1HFY26.

Higher net finance income and a lower effective tax rate supported PAT, recording a PAT margin of 9.3% in 1HFY27 compared to 8.0% in 1HFY26. These results show the benefit of a diversified portfolio, with growth across the three sectors partly offsetting pressure on margins.

Financial Snapshot			
	2QFY27	vs. 2QFY26	vs. 1QFY27
Healthcare	10,502	20.5%	15.0%
Consumer	8,389	68.3%	27.2%
Agri	2,754	2.1%	-2.0%
Other	1	n/m	n/m
Revenue	21,646	32.0%	16.8%
Gross Profit	6,302	19.8%	20.8%
GP Margin	29.1%	-297 bps	+98 bps
EBIT	3,628	27.5%	48.7%
EBIT Margin	16.8%	-60 bps	+360 bps
Net Finance Cost	(65)	273.2%	n/m
Income Tax Expense	(1,261)	-21.4%	3.2%
PAT	2,331	84.7%	65.6%

LKR Mn unless otherwise stated

Strategic Progress

We advanced several initiatives to expand local pharmaceutical manufacturing, extend our healthcare platform, simplify ownership structures and broaden the Consumer sector's export exposure.

We finalised the joint venture agreement with Zydus Lifesciences Limited of India. The joint venture also signed an agreement with the Board of Investment of Sri Lanka (BOI) to begin developing a GMP-compliant oral solid dosage manufacturing facility at the BOI Horana Export Processing Zone.

After the reporting period, in October 2026, Sunshine Healthcare Lanka Limited acquired a 21.92% stake in Digital Health (Private) Limited, operator of the Doc990 platform. The investment extends our healthcare platform into digital services and complements our pharmaceutical agency, distribution, manufacturing and retail businesses.

We increased our holding in Watawala Plantations PLC to 77.02% through Sunshine Wilmar (Private) Limited. Separately, Watawala Plantations PLC (WATA) acquired the remaining non-controlling interest in Lonach Dairy Limited, making Lonach Dairy a wholly owned subsidiary of WATA.

The consolidation of JAPC increased the Consumer sector's contribution and broadened our exposure to the spice export business.

Sector Performance

Healthcare

Healthcare generated revenue of LKR 19.6 bn in 1HFY27, an increase of 13.3% YoY, and contributed 48.9% of Group revenue. Growth accelerated in 2QFY27, when sector revenue rose by 20.5% YoY. The sector EBIT margin declined to 11.2% from 13.1% in 1HFY26, mainly due to NMRA-driven price reductions and the effect of a weaker rupee on imported products.

The pharmaceutical agency business contracted by 24.0% YoY, reflecting the transition to a new operating model, lower shipments from certain principals and regulatory-related stock shortages. Medical devices and Healthguard Distribution recorded revenue growth of 19.9% YoY and 4.1% YoY, respectively, while Healthguard Pharmacy remained broadly stable.

Lina Manufacturing, the pharmaceutical manufacturing arm of the Healthcare sector, recorded revenue growth of 35.1% YoY, supported by deliveries against government orders.

Consumer

Consumer revenue increased by 53.5% YoY to LKR 15.0 bn in 1HFY27, primarily driven by the consolidation of JAPC. Excluding JAPC, revenue grew by 13.0% YoY, supported by a recovery in tea exports and continued growth in branded tea. The sector EBIT margin improved to 8.0% in 1HFY27 from 7.8% in the corresponding period last year.

Branded tea revenue grew by 5.6% YoY in 1HFY27, led by Watawala Thei, while Zesta continued to face strong competition in the premium segment. Confectionery revenue increased by 2.2% YoY as growth in gums and wafers offset declines in toffee and candy.

Tea export revenue grew by 25.4% YoY in 1HFY27, reversing the decline recorded in 1QFY27. Revenue rose by 60.9% YoY in 2QFY27, driven by additional business from a key customer and a higher share of value-added products. JAPC's spice export revenue grew by 28.6%, supported by demand across its key product categories. Better pricing improved margins in the second quarter.

Agribusiness

Agribusiness recorded revenue of LKR 5.6 bn in 1HFY27, an increase of 7.2% YoY, driven mainly by the oil palm business. Oil palm revenue rose by 9.1% YoY to LKR 5.0 bn, supported by higher own-crop production. Growth moderated in the second quarter because of lower bought-crop availability and lower oil extraction rates.

Dairy revenue declined by 2.9% to LKR 561.1 Mn in 1HFY27 as higher selling prices only partly offset lower milk sales volumes. The business continued to face higher effluent management costs, although its operating performance improved in the second quarter. The Agribusiness EBIT margin declined to 47.8% from 49.1% in 1HFY26, reflecting higher operating costs in oil palm.

Outlook

Healthcare We will continue to expand domestic manufacturing through Zydus Sunshine Lifesciences while managing near-term pricing and regulatory pressure through portfolio diversification and operational efficiency. Our investment in Digital Health extends the platform into digital services and complements our existing pharmaceutical agency, distribution, manufacturing and retail businesses.

Consumer We will continue to invest in brands, pursue market-share growth and strengthen route-to-market execution. The segment will also build on the recovery in tea exports and growth in the spice export business.

Agribusiness We expect palm oil demand to remain favourable. Our priorities are productivity, cost discipline, sustainable agricultural practices and further operating improvements in dairy.

I thank our shareholders, employees, partners and customers for their continued confidence in Sunshine Holdings. We remain focused on strengthening the Group's resilience and creating sustainable value for our stakeholders.

Further details of the Group's performance are available at [sunshineholdings.lk/investor-relations](https://www.sunshineholdings.lk/investor-relations).

Further details of the Group's performance are available on the company website.

[\(https://www.sunshineholdings.lk/investor-relations/\)](https://www.sunshineholdings.lk/investor-relations/)



Shyam Sathasivam

Group Chief Executive Officer
30 October 2026

SUNSHINE HOLDINGS PLC
CONDENSED STATEMENT OF COMPREHENSIVE INCOME - GROUP

	Unaudited Period ended 30th September 2026 Rs '000	Unaudited Period ended 30th September 2025 Rs '000	Change %	Unaudited Quarter ended 30th September 2026 Rs '000	Unaudited Quarter ended 30th September 2025 Rs '000	Change %
Revenue	40,183,559	32,289,561	24	21,646,048	16,396,300	32
Cost of sales	(28,665,713)	(21,975,708)	30	(15,343,608)	(11,135,483)	38
Gross profit	11,517,847	10,313,853	12	6,302,440	5,260,817	20
Dividend Income	11,071	11,042	nm	11,071	11,042	nm
Other income	191,827	172,148	11	146,561	80,144	83
Selling & distribution expenses	(3,337,137)	(2,963,141)	13	(1,663,516)	(1,516,716)	10
Administrative expenses	(2,315,785)	(2,043,430)	nm	(1,168,874)	(989,407)	nm
Results from operating activities	6,067,822	5,490,473	11	3,627,683	2,845,880	27
Finance income	626,530	306,878	nm	218,079	156,448	nm
Finance cost	(532,286)	(313,322)	nm	(283,529)	(173,983)	nm
Net finance income /(cost)	94,244	(6,444)	nm	(65,449)	(17,535)	273
Profit before tax	6,162,067	5,484,029	12	3,562,233	2,828,345	26
Income tax expense	(2,423,989)	(2,894,410)	(16)	(1,231,362)	(1,566,195)	(20)
Profit for the period	3,738,077	2,589,619	44	2,330,872	1,262,151	82
Other comprehensive income						
"Equity investments at FVOCI – net change in fair value"	(21,320)	289,752	(107)	(21,320)	289,752	(107)
Exchange gain/(Loss) on foreign operation translation	1,107	254	336	(53)	242	(122)
Tax on other comprehensive income	6,396	(86,926)	(107)	6,396	(86,926)	(107)
Total other comprehensive income for the period	(13,817)	203,080	(107)	(14,977)	203,067	(107)
Total comprehensive income for the period	3,724,260	2,792,699	33	2,315,895	1,465,218	58
Profit attributable to:						
Owners of the parent company	2,115,938	1,479,313	43	1,450,574	804,576	79
Non-controlling interest	1,622,138	1,110,306	46	880,298	457,575	88
Other comprehensive income attributable to:						
Owners of the parent company	(13,817)	203,080	(107)	(14,977)	203,068	(107)
Total comprehensive income for the period	3,724,260	2,792,699	33	2,315,895	1,465,218	56
Basic earnings per share	1.08	0.75		0.74	0.41	

Figures in brackets indicate deductions.

The above figures are not audited

n/m- not meaningful

SUNSHINE HOLDINGS PLC
CONDENSED STATEMENT OF
COMPREHENSIVE INCOME - COMPANY

	Unaudited Period ended 30th September 2026 Rs '000	Unaudited Period ended 30th September 2025 Rs '000	Change %	Unaudited Quarter ended 30th September 2026 Rs '000	Unaudited Quarter ended 30th September 2025 Rs '000	Change %
Revenue	553,083	379,785	46	283,399	215,139	32
Cost of sales	(450,333)	(346,741)	30	(217,618)	(186,387)	17
Gross profit	102,749	33,044	211	65,781	28,752	129
Dividend income	2,042,797	2,277,582	(10)	278,571	787,516	(65)
Other income	21,071	48,139	(56)	20,471	24,074	(15)
Administrative expenses	(128,116)	(170,444)	(25)	(48,337)	(86,437)	(44)
Results from operating activities	2,038,502	2,188,321	(7)	316,486	753,905	(58)
Finance income	70,402	68,715	2	44,446	39,365	13
Finance cost	(79,024)	(1,619)	nm	(38,979)	(679)	nm
Net finance income /(cost)	(8,621)	67,096	(113)	5,467	38,686	(86)
Profit before tax	2,029,880	2,255,417	(10)	321,954	792,592	(59)
Income tax expense	1,127	(146,476)	nm	(492)	(82,080)	nm
Profit for the period	2,031,008	2,108,941	(4)	321,462	710,512	(55)
Other comprehensive income "Equity investments at FVOCI – net change in fair value"	(21,320)	289,752	nm	(21,320)	289,752	(107)
Related Taxes	6,396	(86,926)	nm	6,396	(86,926)	(107)
Total other comprehensive income for the period	(14,924)	202,826	(107)	(14,924)	202,826	(107)
Total comprehensive income for the period	2,016,084	2,311,767	(13)	306,538	913,338	(66)
Basic earnings per share from continuing operations	1.03	1.07		0.16	0.36	

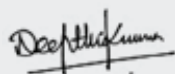
Figures in brackets indicate deductions.
n/m- not meaningful

SUNSHINE HOLDINGS PLC
STATEMENT OF FINANCIAL POSITION - GROUP

	Unaudited As at 30th September 2026 Rs '000	Audited As at 31st March 2026 Rs '000
ASSETS		
Non current assets		
Property, plant and equipment	9,619,589	8,894,433
Intangible assets	223,317	259,112
Leasehold right to bare land	405,961	405,961
Biological assets	2,831,248	2,852,897
Investment property	570,199	570,200
Other investments	618,895	1,376,536
Refundable Deposits	5,034	21,638
Deferred tax assets	425,676	471,717
Goodwill on Acquisition	2,592,379	2,592,380
Total non-current assets	17,292,298	17,444,874
Current assets		
Inventories	19,636,126	15,592,618
Biological assets-growing crops on bearer plants	33,080	33,080
Other investments	1,668,008	2,179,422
Current tax assets	112,682	115,401
Trade & other receivables	15,106,932	12,626,603
Amounts due from related parties	662,373	319,359
Cash & cash equivalent	6,749,671	7,428,736
Total current assets	43,968,871	38,295,219
Total assets	61,261,169	55,740,093
EQUITY AND LIABILITIES		
Equity		
Stated capital	4,240,394	4,240,394
Reserves	196,435	210,254
Retained earnings	15,998,426	15,479,991
Equity attributable to owners of the company	20,435,255	19,930,639
Non-controlling interests	8,172,659	7,450,423
Total equity	28,607,914	27,381,062
Non-current liabilities		
Loans and borrowings	3,521,324	3,103,776
Employee benefits	1,458,016	1,399,828
Deferred income and capital grants	30,637	31,816
Deferred tax	1,621,315	1,665,060
Total non-current liabilities	6,631,292	6,200,479
Current liabilities		
Trade and other payables	14,733,563	12,365,093
Amounts due to related parties	18,037	2,455
Current tax liabilities	1,316,926	1,987,160
Employee benefits	17,286	54,024
Loans and borrowings	7,631,090	6,421,802
Bank overdraft	2,305,058	1,328,018
Total current liabilities	26,021,961	22,158,551
Total equity and liabilities	61,261,169	55,740,093
Net asset value per share (Rs.)	10.38	10.13

The above figures are not audited

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.



Aruna Deepthikumara
Group Chief Financial Officer

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.



Amal Cabraal
Chairman
October 30, 2026
Colombo



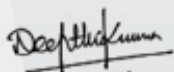
Shyam Sathasivam
Group Chief Executive Officer

SUNSHINE HOLDINGS PLC
STATEMENT OF FINANCIAL POSITION - COMPANY

	Unaudited	Audited
	30th September 2026	As at 31st March 2026
	Rs '000	Rs '000
ASSETS		
Non-current assets		
Property, Plant and Equipment	315,755	32,817
Intangible assets	7,381	11,013
Investment property	901,730	901,730
Investment in subsidiaries	10,007,471	10,007,471
Other investments	612,680	634,000
Deferred tax assets	113,942	-
Total non-current assets	11,958,960	11,587,031
Current assets		
Other Investments	691,443	350,635
Current tax assets	97,618	97,617
Trade & other receivables	44,537	47,855
Amounts due from related parties	10,413	228
Cash & cash equivalent	1,319,598	1,056,042
Total current assets	2,163,608	1,552,378
Total assets	14,122,568	13,139,408
EQUITY AND LIABILITIES		
Equity		
Stated capital	4,240,394	4,240,394
Reserves	387,015	401,940
Retained earnings	7,039,952	6,189,679
Equity attributable to owners of the company	11,667,361	10,832,013
Non-controlling interests	-	-
Total equity	11,667,361	10,832,013
Non-current liabilities		
Loans and borrowings	1,390,174	1,280,000
Deferred tax liability	164,230	57,812
Employee benefits	207,407	191,414
Total non-current liabilities	1,761,811	1,529,226
Current liabilities		
Loans and borrowings	371,840	321,973
Trade and other payables	304,772	421,689
Amounts due to related parties	370	-
Employee benefits	16,412	34,507
Total current liabilities	693,394	778,169
Total equity and liabilities	14,122,568	13,139,408
Net asset value per share (Rs.)	5.93	5.50

The above figures are not audited

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.



Aruna Deepthikumara
Group Chief Financial Officer

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.



Amal Cabraal
Chairman
October 30, 2026
Colombo



Shyam Sathasivam
Group Chief Executive Officer

SUNSHINE HOLDINGS PLC
FOR THE QUARTER ENDED 30TH SEPTEMBER 2026
CONDENSED STATEMENT OF CHANGES IN EQUITY - GROUP

In Rs '000	Attributable to owners of the company							
	Stated capital	Reserve on exchange gain or loss	General reserve	Fair value gain or loss reserve on AFS	Retained earnings	Total	Non-controlling interest	Total equity
Balance as at 31st March 2024	4,240,394	1,600	1,258	427,615	14,233,958	18,904,825	3,767,867	22,672,692
Balance as at 1st April 2024	4,240,394	1,600	1,258	427,615	14,233,958	18,904,825	3,767,867	22,672,692
Total Comprehensive Income for Year								
Profit for the year (Restated)	-	-	-	-	3,490,235	3,490,235	1,674,593	5,164,828
Total other comprehensive income for the year	-	(410)	-	(200,842)	-	(201,252)	(47,530)	(248,782)
Total Comprehensive Income for Year	-	(410)	-	(200,842)	3,490,235	3,288,983	1,627,063	4,916,046
Dividend paid to owners for 2023/24	-	-	-	-	(983,947)	(983,947)	(793,711)	(1,777,658)
Dividend paid to owners for 2024/25	-	-	-	-	(737,960)	(737,960)	(1,363,468)	(2,101,428)
Share issue to IFC	-	-	-	-	-	-	3,270,000	3,270,000
Share issue cost to IFC	-	-	-	-	(60,658)	(60,658)	-	(60,658)
Amalgamation effect	-	-	-	-	-	-	-	-
Adjustment for Investment Property	-	-	-	(136,289)	-	(136,289)	-	(136,289)
Share issued by Lina Manufacturing Pvt Ltd to NCI	-	-	-	-	-	-	256,827	256,827
Equity adjustment on changes in holding in Lina Manufacturing Pvt Ltd	-	-	-	-	16,390	16,390	(16,390)	-
Dividend set-off during the year	-	-	-	-	7,681	7,681	-	7,681
Balance as at 31st March 2025	4,240,394	1,190	1,258	90,485	15,965,699	20,299,025	6,748,188	27,047,215
Total Comprehensive Income for the year								
Profit for the year	-	-	-	-	3,052,657	3,052,657	1,983,093	5,035,750
Total other comprehensive for the year	-	1,645	-	115,676	3,846	121,167	(16,763)	104,404
Total Comprehensive Income for the year	-	1,645	-	115,676	3,056,503	3,173,824	1,966,330	5,140,154
NCI Adjustment for the acquisition of Joint Agri Products (Pvt) Ltd	-	-	-	-	-	-	1,230,710	1,230,710
Dividend paid to owners for 2024/25	-	-	-	-	(1,180,737)	(1,180,737)	-	(1,180,737)
First Interim Dividend paid to owners for 2025/26	-	-	-	-	(1,180,737)	(1,180,737)	-	(1,180,737)
Second Interim Dividend paid to owners for 2025/26	-	-	-	-	(1,180,737)	(1,180,737)	-	(1,180,737)
Dividend paid to non controlling interest	-	-	-	-	-	-	(2,494,806)	(2,494,806)
Balance as at 31st March 2026	4,240,394	2,835	1,258	206,162	15,479,992	19,930,639	7,450,423	27,381,062
Balance as at 1st April 2026	4,240,394	2,835	1,258	206,162	15,479,991	19,930,639	7,450,423	27,381,062
Total Comprehensive Income for the year								
Profit for three months	-	-	-	-	2,115,938	2,115,938	1,622,138	3,738,076
Total other comprehensive for three months	-	1,107	-	(14,924)	-	(13,817)	-	(13,817)
Total Comprehensive Income for the period	-	1,107	-	(14,924)	2,115,938	2,102,121	1,622,138	3,724,259
Purchasing of NCI -LDL	-	-	-	-	(416,768)	(416,768)	(97,339)	(514,107)
Post Acquisition of Shares in WPL by SWPL	-	-	-	-	-	-	(82,949)	(82,949)
Dividend paid to owners for 2025/26 (Final Dividend)	-	-	-	-	(1,180,737)	(1,180,737)	(452,113)	(1,632,850)
Dividend paid to owners for 2026/27 (1st Interim)	-	-	-	-	-	-	(267,500)	(267,500)
Balance as at 30th September 2026	4,240,394	3,942	1,258	191,236	15,998,426	20,435,255	8,172,659	28,607,914

The above figures are not audited

SUNSHINE HOLDINGS PLC
FOR THE QUARTER ENDED 30TH SEPTEMBER 2026
STATEMENT OF CHANGES IN EQUITY - COMPANY

<i>In Rs '000</i>	Stated capital	General reserve	Fair value gain or loss reserve on AFS	Retained earnings	Total
Balance as at 1st April 2024	4,240,394	1,258	429,331	5,689,313	10,360,296
Total Comprehensive Income for the year					
Profit for the year	-	-	-	2,243,695	2,243,695
Total other comprehensive income for the year	-	-	(144,325)	-	(144,325)
Total Comprehensive Income for the year	-	-	(144,325)	2,243,695	2,099,370
Dividend Paid for 2023/24	-	-	-	(983,947)	(983,947)
Dividend Paid for 2024/25	-	-	-	(737,960)	(737,960)
Balance as at 31st March 2025	4,240,394	1,258	285,005	6,211,101	10,737,757
Total Comprehensive Income for the year					
Profit for the year	-	-	-	3,500,217	3,500,217
Total other comprehensive income for the year	-	-	115,676	20,574	136,250
Total Comprehensive Income for the year	-	-	115,676	3,520,791	3,636,467
Dividend Paid for 2024/25	-	-	-	(1,180,737)	(1,180,737)
Dividend Paid for 2025/26	-	-	-	(1,180,737)	(1,180,737)
Dividend Paid for 2025/26	-	-	-	(1,180,737)	(1,180,737)
Balance as at 31st March 2026	4,240,394	1,258	400,681	6,189,681	10,832,013
Balance as at 1st April 2026	4,240,394	1,258	400,682	6,189,679	10,832,013
Total Comprehensive Income for the year					
Profit for the year	-	-	-	2,031,008	2,031,008
Total other comprehensive for the year	-	-	(14,924)	-	(14,924)
Total Comprehensive Income for the year	-	-	(14,924)	2,031,008	2,016,084
Total other comprehensive income for the period					
Dividend paid to owners for 2025/26 (Final Dividend)	-	-	-	(1,180,737)	(1,180,737)
Balance as at 30th September 2026	4,240,394	1,258	385,757	7,039,952	11,667,361

The above figures are not audited

SUNSHINE HOLDINGS PLC
STATEMENT OF CASH FLOWS - GROUP

	Unaudited Period ended 30th September 2026 Rs '000	Unaudited Period ended 30th September 2025 Rs '000	Audited Year ended 31st March 2026 Rs '000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax	6,162,067	5,484,028	9,353,981
Adjustments for:			
Interest Income	(321,454)	(206,558)	(527,815)
Profit on Disposal of Property, Plant & Equipment	(73,919)	(57,051)	(97,752)
Fair value gain/loss on Consumer Biological Assets	-	15,753	372,974
Gain from unit trust	(41,730)	(132,888)	(176,568)
Interest Expense	532,286	314,198	717,169
Depreciation of Property, Plant and Equipment	589,464	347,574	956,006
Amortization of Intangible Assets	47,838	35,562	80,173
Amortization of Lesehold land right	-	10,438	21,770
Depreciation of mature planations	65,260	80,654	165,423
Write-off of Intangible assets	3,090	-	-
Provision/ (Reversal) for Bad and doubtful Debts	147,474	483,909	(48,614)
Provision/ (Reversal) of impairment of inventories	177,787	(60,862)	(12,699)
Amortisation of Deferred Income	(1,179)	(1,179)	(2,357)
Impairment of Goodwill	-	-	119,067
Fair value gain/loss on investments	7,503	-	-
Provision for Gratuity excluding actuarial gain/loss	93,094	73,598	260,202
Effect of exchange rate changes on cash and cash equivalents	-	-	-
Provision for other long term employee benefits	20,128	-	152,902
Exchange gain/loss on Loans	(17,565)	-	-
Fair value changes in Deferred consideration	5,740	-	-
Fair value changes in livestock	(23,481)	-	-
Fair value adjustment of Lease Liability	-	2,534	-
messurment of lease	593,622	(90,658)	-
Operating profit before working capital changes	7,966,024	6,299,052	11,333,862
Changes in:			
(Increase)/decrease in inventories	(4,221,295)	(337,652)	88,164
(Increase)/decrease in trade and other receivables	(2,627,802)	(3,088,336)	(1,587,808)
(Increase)/decrease in amounts due from related parties	(343,014)	(32,529)	9,628
Increase/(decrease) in trade and other payables	2,362,739	1,925,048	2,085,004
Increase/(decrease) in amounts due to related parties	15,582	-	153
Cash generated from/ (used in) operations	3,152,235	4,765,583	11,929,003
Interest paid	(416,158)	(232,932)	(565,294)
Income tax paid	(3,089,213)	(2,517,812)	(3,370,108)
Other long term employee benefits paid	(47,369)	-	(24,280)
Gratuity paid	(44,403)	(140,488)	(206,073)
	(444,908)	1,874,351	7,763,248
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	360,914	206,558	527,815
Disposal / (Investments) in unit trusts	-	-	2,560,530
(Investments)/ Disposal in Other Investments	-	578,163	-
(Investments)/ Disposal in Short term Investments	1,250,004	(2,032,167)	(706,002)
Withdrawal of fund	-	-	5,127
Additions to Bearer plants	-	(3,836)	(4,400)
Additions of live stock	(78,659)	(125,792)	(203,764)
Acquisition of property, plant & equipment	(1,395,313)	(407,490)	(2,148,484)
Acquisition of Intangible Assets	(15,132)	(27,118)	(104,031)
Acquisition of subsidiary, net of cash acquired	-	-	(2,992,876)
Investment cash in WPL by SWPL	(82,949)	-	-
Purchase of NCI of Lonarch Diary	(514,107)	-	-
Proceed from disposal of property, plant & equipment	154,610	259,021	344,707
Proceeds from sales of livestock	58,529	110,772	111,257
Proceeds from disposal of bearer plants	-	-	26,616
Payment made for refundable deposits	16,604	-	(21,638)
Net cash generated from / (used in) Investing activities	(245,498)	(1,441,889)	(2,605,143)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts of Interest Bearing Borrowings	6,443,348	4,971,446	12,466,814
Repayments of Interest Bearing Borrowings	(5,309,066)	(4,454,869)	(10,479,757)
Payment to lease creditor	(199,632)	(88,418)	(128,021)
Dividend Paid	(1,900,350)	(2,572,386)	(6,037,017)
Net cash from / (used in) financing activities	(965,699)	(2,144,227)	(4,177,981)
Net increase/(decrease) in cash and cash equivalents	(1,656,105)	(1,711,766)	980,124
Cash and cash equivalents at the beginning of the period	6,100,718	5,126,271	5,126,270
Effect of exchange rate changes on cash and cash equivalents	-	-	(5,676)
Cash and cash equivalents at the end of the period	4,444,613	3,414,505	6,100,718
Cash and cash equivalents			
Cash in hand & bank	6,749,671	4,383,039	7,428,736
Bank overdraft	(2,305,058)	(968,534)	(1,328,018)
Figures in brackets indicate deductions.	4,444,613	3,414,505	6,100,718

The above figures are not audited

SUNSHINE HOLDINGS PLC
STATEMENT OF CASH FLOWS - COMPANY

	Unaudited Period ended 30th September 2026 Rs '000	Unaudited Period ended 30th September 2025 Rs '000	Audited Year ended 31st March 2026 Rs '000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax	2,029,880	2,255,417	3,514,325
Adjustments for;			
Interest income	(8,277)	(68,715)	(170,718)
Interest expense	79,024	1,619	4,081
Gain from unit trust	(87)	(41,051)	(44,703)
Fair Value of Investment property	-	(5,888)	-
Profit on Disposal of PPE	-	-	(5,888)
Depreciation of Property, Plant and Equipment	14,479	24,135	61,526
Amortization of Intangible Assets	-	-	5,948
Provision for other long term employee benefits	-	-	97,611
Provision for gratuity	27,742	7,286	35,506
measurement of lease	(188,085)	-	-
Operating profit before working capital changes	1,954,676	2,172,803	3,497,688
(Increase)/decrease in trade and other receivables	3,319	(10,623)	(29,613)
(Increase)/decrease in amounts due from related parties	(10,185)	(34,478)	9,313
Increase/(decrease) in trade and other payables	45,095	(15,806)	103,053
Increase/(decrease) in amounts due to related parties	370	191	(2)
Cash generated from/ (used in) operations	1,993,275	2,112,087	3,580,439
Interest paid	(80,996)	(1,619)	(2,108)
Other long term employee benefits paid	(28,725)	-	(15,179)
Gratuity paid	(1,118)	(91,967)	(92,360)
Net cash generated from / (used in) operating activities	1,882,436	2,018,501	3,470,792
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	17,556	33,495	170,718
Disposal / (Investments) in unit trusts	-	-	1,134,256
(Investments)/ Disposal in Short term Investments	(350,000)	(1,050,621)	554,104
Acquisition of intangible assets	-	(488)	(7,165)
Proceed from disposal of property, plant & equipment	-	5,888	5,888
Acquisition of subsidiary, net of cash acquired	-	-	(2,556,876)
Acquisition of property, plant & equipment	(105,701)	(3,075)	(32,629)
Net cash used in investing activities	(438,144)	(1,014,801)	(731,704)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from loans	-	-	1,600,000
Payment of lease liabilities	-	(15,618)	(29,763)
Dividend paid	(1,180,737)	(1,180,737)	(3,542,211)
Net Cash generated from / (used in) Financing Activities	(1,180,737)	(1,196,355)	(1,971,973)
Net increase/(decrease) in cash and cash equivalents	263,555	(192,655)	767,115
Cash and cash equivalents at the beginning of the period	1,056,042	288,928	288,928
Cash and cash equivalents at the end of the period	1,319,597	96,273	1,056,042
Cash and cash equivalents			
Cash in hand & bank	1,319,598	96,273	1,056,042
Bank overdraft	-	-	-
	1,319,598	96,273	1,056,042

Figures in brackets indicate deductions.

The above figures are not audited

SUNSHINE HOLDINGS PLC
SEGMENTAL ANALYSIS
FOR THE QUARTER ENDED 30TH SEPTEMBER 2026

	Healthcare		Consumer brands		Agribusiness		Other		Intragroup		Group	
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
	2027	2026	2027	2026	2027	2026	2027	2026	2027	2026	2027	2026
REVENUE	19,630,912	17,333,402	14,985,677	9,764,002	5,563,221	5,189,455	1,087,044	1,244,713	(1,083,295)	(1,242,010)	40,183,559	32,289,561
RESULT												
Profit from operating activities	2,208,233	2,270,164	1,197,315	757,643	2,661,456	2,545,560	2,571,725	3,051,951	(2,570,906)	(3,134,846)	6,067,822	5,490,473
Net finance cost	239,889	34,263	(100,707)	(79,189)	(45,342)	(40,165)	(2,340)	75,623	2,743	3,024	94,244	(6,444)
Income tax expense	(762,300)	(1,329,100)	(391,550)	(243,774)	(864,228)	(780,734)	(856)	(150,501)	(405,055)	(390,301)	(2,423,989)	(2,894,410)
Profit for the year	1,685,822	975,327	705,059	434,680	1,751,886	1,724,661	2,568,529	2,977,073	(2,973,217)	(3,522,123)	3,738,077	2,589,619
Other comprehensive income	-	-	1,107	254	-	-	(14,924)	202,826	-	-	(13,817)	203,080
Total comprehensive income	1,685,822	975,327	706,166	434,934	1,751,886	1,724,661	2,553,605	3,179,900	(2,973,217)	(3,522,123)	3,724,260	2,792,699
OTHER INFORMATION												
	Healthcare		Consumer brands		Agribusiness		Other		Intragroup		Group	
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
	30-Sep-26	31-Mar-26	30-Sep-26	31-Mar-26	30-Sep-26	31-Mar-26	30-Sep-26	31-Mar-26	30-Sep-26	31-Mar-26	30-Sep-26	31-Mar-26
Segment assets	28,147,877	27,436,466	19,217,717	15,252,049	8,638,406	8,600,041	18,002,237	16,997,109	(12,745,068)	(12,545,571)	61,261,169	55,740,093
Equity & reserves	14,620,329	14,789,506	7,714,479	7,502,035	3,444,462	3,010,437	15,401,547	14,563,683	(12,572,904)	(12,484,600)	28,607,914	27,381,062
Total liabilities	13,527,548	12,646,960	11,503,238	7,750,013	5,193,943	5,589,604	2,600,690	2,433,426	(172,164)	(60,973)	32,653,255	28,359,030
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
	2027	2026	2027	2026	2027	2026	2027	2026	2027	2026	2027	2026
Depreciation	250,447	142,114	193,029	120,747	131,187	116,312	14,800	45,803	-	-	589,464	424,976
Capital expenditure	203,381	173,729	637,889	182,408	353,280	288,250	200,763	25,231	-	-	1,395,313	669,618

The above figures are not audited
Figures in brackets indicate deductions.

1. Corporate information

Sunshine Holdings PLC (the "Company") is a Company incorporated and domiciled in Sri Lanka. The ordinary shares of the Company are listed on Colombo Stock Exchange of Sri Lanka. The address of the Company's registered office is no. 60, Dharmapala Mawatha, Colombo 03, Sri Lanka.

The Group is primarily involved in managing portfolio of investments which includes manufacturing, importing and selling of pharmaceuticals & medical devices, selling and export of branded tea and organic spices, manufacturing of confectionery, fresh milk, palm oil and related products.

2. Interim condensed financial statements

"The Interim Condensed Financial Statements for the period ended 30 September 2026, includes the "Company" referring to Sunshine Holdings PLC as the holding Company and the "Group" comprise the Company and subsidiary companies of Sunshine Consumer Lanka Limited (SCL) and its subsidiaries, Sunshine Healthcare Lanka Limited (SHL) and its subsidiaries, Sunshine Wilmar (Pvt) Ltd (SWPL) and its subsidiaries and Joint Agri Products Ceylon (Pvt) Ltd (JAPC) and its subsidiaries. The ultimate parent of the company is Lamurep Investments Limited which holds 55.18% of the issued share capital of the company as at 30 September 2026."

3. Approval of financial statements

The Interim Condensed Financial Statements of the Group and the Company for the period ended 30 September 2026, were authorised for issue by the Board of Directors on 30 October 2026.

4. Basis of preparation

"The Interim Condensed Consolidated Financial Statements have been prepared in accordance with the Sri Lanka Accounting Standards with effect from 1st January 2014 (SLFRS/LKAS). There were no changes to the accounting policies and methods of computation since the publication of the Annual Report 2024/25. Further, these Financial Statements have been prepared in compliance with the requirement of the Sri Lanka Accounting Standard - LKAS 34 on "Interim Financial Reporting".

The Interim Condensed Consolidated Financial Statements do not include all the information and disclosures required in the Annual Financial Statements, and should be read in conjunction with the Group's annual Consolidated Financial Statements as at 31st March 2026.

Previous period figures and phrases have been rearranged wherever necessary to conform to the current presentation.

5. Significant Accounting Policies

The accounting policies applied in these interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 March 2026.

5.1 Standards Issued but not yet Effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 April 2026 and early application is permitted; however the Group has not early adopted any of the forthcoming new or amended standards in preparing these condensed consolidated interim financial statements.

5.2 Basis of Consolidation

Subsidiaries are those entities controlled by the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes in to consideration that substantive rights that give the ability to direct the activities of the subsidiaries.

"The Financial Statements of the subsidiaries are included in the Consolidated Financial Statements from the date the control effectively commences until the date that control effectively ceases. Non- controlling interest is measured at the proportionate share of the acquiree's identifiable net assets. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

5.3 Use of judgements and estimates

"In preparing these interim condensed financial statements, management has made judgements and estimates that affected the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ these estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

5.4 Property, Plant & equipment

Recognition and measurement

Property, plant and equipment is recorded at cost less accumulated depreciation and accumulated impairment losses if any, whilst land is measured at fair value.

De-recognition

The carrying amount of an item of Property, plant & equipment is de-recognised on disposal; or when no future economic benefits are expected from its use. Gains and losses on de-recognition are recognised in income statement and gains are not classified as revenue. When re-valued assets are sold, any related amount included in the revaluation reserve is transferred to Retained Earnings.

Depreciation

Depreciation is recognised in income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant & equipment.

5.4.1 Impairment

The Board of Directors has assessed the potential impairment loss of the property, plant and equipment as at 31 March 2026. Based on the assessment, no impairment provision is required to be made in the financial statements as at the reporting date.

5.5 Biological assets

The Group recognise the biological assets when, and only when, the Company controls the assets as a result of past events, it is probable that future economic benefits associated with the assets will flow to the entity and fair value or cost of the assets can be measured reliably.

Bearer biological assets

Tea, rubber, oil palm, cinnamon, sundry crops and nurseries are classified as bearer biological assets. The bearer biological assets are measured at cost less accumulated depreciation and accumulated impairment losses, if any, in terms of Sri Lanka Accounting Standard LKAS 16 - Property Plant and Equipment as per the ruling issued by Institute of Chartered Accountants of Sri Lanka.

Consumable biological assets

Timber plantation is classified as consumable biological assets and is measured on initial recognition and at the end of each reporting period at fair value less cost to sell. Costs to sell include all costs that would be necessary to sell the assets, including transportation costs. The fair value of trees younger than five years cannot be reliably estimated and are carried at cost less impairment. The cost includes direct material, direct labour and appropriate proportion of directly attributable overheads. Gains or losses arising on initial recognition of timber plantations at fair values less costs to sell and from the change in fair values less costs of plantations at each reporting date are included in profit or loss for the period in which they arise. All costs incurred in maintaining the assets are included in Profit or Loss for the period in which they arise.

Livestock

Livestock is measured at their fair value less estimated point of sale costs. Changes in fair value of livestock are recognised in the income statement.

5.6 Investment properties

"Investment properties are measured initially at cost, including transaction costs. The carrying value of an investment property includes the cost of replacing part of an existing investment property, at the time that cost is incurred if the recognition criteria are met, and excludes the costs of day-to-day servicing of the investment property. Subsequent to initial recognition, the investment properties are stated at fair values, which reflect market conditions at the reporting date. Gains or losses arising from changes in fair value are included in the income statement in the year in which they arise. Fair values are evaluated at least every 3 years by an accredited external, independent valuer. Investment properties are derecognised when disposed, or permanently withdrawn from use because no future economic benefits are expected. Any gains or losses on retirement or disposal are recognised in the income statement in the year of retirement or disposal."

5.7 Inventories

Inventories other than produce stock and nurseries are stated at the lower of cost or net realisable value, after making due allowances for obsolete and slow moving items. The Group uses weighted average cost formula and actual cost in assigning the cost of inventories. The cost includes expenses in acquiring stocks, production and conversion cost and other costs incurred in bringing them to their existing location and condition.

6. Revenue

Revenue recognition under SLFRS 15 is based on the nature and timing of satisfaction of performance obligations, including significant payment terms.

SLFRS 15 - Revenue from contracts with customers, establishes a comprehensive framework for determining whether, how much and when revenue is recognised. The Group recognises revenue when a customer obtains control of the goods or services. Judgement is used to determine the timing of transfer of control - at a point in time or over the time.

a) Shared Service Income

Revenue is recognised over time as the services are rendered, reflecting the transfer of services to the customer. Presently, the Company's primary business activity is providing shared services to the Group.

b) Agribusiness

Customers obtain the control of the produce after the customer acknowledgement at the dispatch point. Revenue is recognized point in time, at the time of dispatch after the customer acknowledgement.

c) Consumer Brands

Customers obtain control of the goods sold when the goods are delivered to and have been accepted at their premises. Invoices are generated at that point in time. Revenue is recognized when a customer obtains control of the goods or services. Determining the timing of the transfer of control is at a point in time.

d) Healthcare

Customers obtain control of the goods sold when the goods are delivered to and have been accepted at their premises. Invoices are generated at that point in time. Revenue is recognized when a customer obtains control of the goods or services. Determining the timing of the transfer of control is at a point in time.

e) Tea & Organic Spices

This includes income of tea export to different countries. Revenue is recognised point in time, at the time of dispatch after the customer acknowledgement.

f) Rent income

This includes rental income earned from renting out investment property owned by the Subsidiary. Revenue is recognized over time as the rent income is recognized on a straight line basis over the term of the agreement.

6.1 Disaggregation of Revenue from Contracts with Customers

The disaggregation of revenue has been provided under segmental analysis.

7. Investments in subsidiaries

"Quoted and unquoted investments in shares held on long term basis by the Company and Group are stated at cost less provision for diminution in value of investments."

7.1 Investment in a Subsidiary during FY 2025/26

Sunshine Holdings PLC ("the Company") acquired a controlling interest in Joint Agri Products Ceylon (Private) Limited ("JAPC"), a Sri Lanka-incorporated company engaged in the processing and export of spices, coconut products, and teas, primarily to the European Union and the United States. On 21 January 2026, the Company entered into a Share Sale and Purchase Agreement with the existing shareholders of JAPC, pursuant to which it acquired 577,320 ordinary shares, representing a 51% equity stake, for a total consideration of Rs. 2,698,875,228.40, on 30 March 2026. Following a post-acquisition restructuring, the Company's investment represents an effective equity interest of 75% of the issued share capital of JAPC.

7.2 Investment in a Equity Account Investee FY 2026/27

On 26 June 2026, Sunshine Healthcare Lanka Limited, a subsidiary of the Company, entered into a Share Subscription and Shareholders' Agreement with Zydus Lifesciences Limited, India, to establish a 50:50 joint venture, Zydus Sunshine Lifesciences (Private) Limited. The joint venture will develop and operate a GMP-compliant oral solid dosage pharmaceutical manufacturing facility at the Horana Board of Investment Export Processing Zone. The project has an estimated capital investment of USD 20 million.

7.3 Investment in a Subsidiary during FY 2026/27

During 1-3 September 2026, Sunshine Wilmar (Pvt) Ltd (SWPL) acquired an additional 1,931,667 ordinary shares of Watawala Plantations PLC. Following these acquisitions, SWPL's shareholding in Watawala Plantations PLC increased from 76.83% to 77.02%, further strengthening the Group's controlling interest in the company.

7.4 Amalgamation of Subsidiary during FY 2025/26

With effect from 1st April 2025, Lina Spiro (Private) Limited was amalgamated with its parent company, Lina Manufacturing (Private) Limited, in accordance with the applicable legal provisions. As a result of the amalgamation, the carrying value of Lina Spiro (Private) Limited as at 1st April 2025 was combined with Lina Manufacturing (Private) Limited. The business operations previously carried out by Lina Spiro (Private) Limited now continue under Lina Manufacturing (Private) Limited, which is the surviving entity of the amalgamation.

SUNSHINE HOLDINGS PLC NOTES TO THE FINANCIAL STATEMENTS

8. Valuation of Financial Assets and Liabilities

8.1. Accounting Classification and Fair Values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

30 September 2026	Classification	GROUP					COMPANY				
		Carrying amount (Rs.'000)	Fair value				Carrying amount (Rs.'000)	Fair value			
			Level 1	Level 2	Level 3	Total		Level 1	Level 2	Level 3	Total
Financial Assets measured at Fair value											
Investment in Unquoted Shares	Fair value through OCI	612,680	-	-	612,680	612,680	612,680	-	-	612,680	612,680
Investment in Unit Trust & Other short term investments	Fair value through P&L	1,668,008	1,668,008	-	-	1,668,008	691,443	691,443	-	-	691,443
		2,280,688	1,668,008	-	612,680	2,280,688	1,304,122	691,443	-	612,680	1,304,122
Financial Assets not measured at Fair value											
Trade and other receivables **	Amortized cost	15,106,932	-	-	-	15,106,932	44,537	-	-	-	44,537
Investment in Debentures	Amortized cost	104,173	-	-	-	104,173	104,173	-	-	-	104,173
Amounts due from related parties **	Amortized cost	662,373	-	-	-	662,373	10,413	-	-	-	10,413
Cash & cash equivalents **	Amortized cost	6,749,671	-	-	-	6,749,671	1,319,598	-	-	-	1,319,598
		22,623,149	-	-	-	22,623,149	1,478,721	-	-	-	1,478,721
Financial Liabilities not measured at Fair value											
Loans and borrowings ***	Other financial liabilities	9,626,672	-	-	-	9,626,672	1,600,001	-	-	-	1,600,001
Lease Liability*	Other financial liabilities	1,525,742	-	-	-	1,525,742	162,014	-	-	-	162,014
Bank overdraft **	Other financial liabilities	2,305,058	-	-	-	2,305,058	-	-	-	-	-
Trade and other payables **	Other financial liabilities	14,733,563	-	-	-	14,733,563	304,772	-	-	-	304,772
Amounts due to related parties **	Other financial liabilities	18,037	-	-	-	18,037	370	-	-	-	370
		28,209,073	-	-	-	28,209,073	2,067,156	-	-	-	2,067,156

31 March 2026	GROUP						COMPANY					
	Classification	Carrying amount (Rs.'000)	Fair value				Carrying amount (Rs.'000)	Fair value				
			Level 1	Level 2	Level 3	Total		Level 1	Level 2	Level 3	Total	
Financial Assets measured at Fair value												
Investment in Unquoted Shares	Fair value through OCI	634,000	-	-	634,000	634,000	634,000	-	-	634,000	634,000	
Investment in Unit Trust	Fair value through P&L	939,305	939,305	-	-	939,305	-	-	-	-	-	
		1,573,305	939,305	-	634,000	1,573,305	634,000	-	-	634,000	634,000	
Financial Assets not measured at Fair value												
Trade and other receivables **	Amortized cost	11,642,378	-	-	-	11,642,378	104,170	-	-	-	104,170	
Investment in Debentures	Amortized cost	104,170	-	-	-	104,170	775	-	-	-	775	
Short term investment	Amortized cost	-	-	-	-	-	228	-	-	-	228	
Cash & cash equivalents **	Amortized cost	7,428,736	-	-	-	7,428,736	246,465	-	-	-	246,465	
		19,494,643	-	-	-	19,494,643	1,056,042	-	-	-	1,056,042	
Financial Liabilities not measured at Fair value												
Loans and borrowings ***	Other financial liabilities	8,445,960	-	-	-	8,445,960	1,601,973	-	-	-	1,601,973	
Lease Liability*	Other financial liabilities	1,079,617	-	-	-	1,079,617	-	-	-	-	-	
Bank overdraft **	Other financial liabilities	1,328,018	-	-	-	1,328,018	-	-	-	-	-	
Trade and other payables **	Other financial liabilities	8,377,659	-	-	-	8,377,659	124,780	-	-	-	124,780	
Amounts due to related parties **	Other financial liabilities	2,455	-	-	-	2,455	-	-	-	-	-	
		19,233,709	-	-	-	19,233,709	1,726,753	-	-	-	1,726,753	

** Classes of financial instruments that are not carried at fair value and of which carrying amounts are a reasonable approximation of fair value. This includes trade receivables, cash and cash equivalents, trade payable, other payables, amounts due to and due from related parties and bank overdraft. The carrying amounts of these financial assets and liabilities are a reasonable approximation of fair values due to their short term nature.

*** Discounted cash flows: The valuation model considers the present value of expected payments, discounted using a risk-adjusted discount rate.

8.2. Measurement of Fair Values

Financial Assets and Liabilities measured or disclosed at Fair Value

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Group measures the fair value using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurement. An analysis of the fair value measurement of financial and non-financial assets and liabilities are provided below:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

When available, the Group measures the fair value of an instrument using active quoted prices or dealer price quotations (assets and long positions are measured at a bid price; liabilities and short positions are measured at an ask price), without any deduction for transaction costs. A market is regarded as active if transactions for asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

This category includes instruments valued using;

- (a) quoted prices in active markets for similar instruments,
- (b) quoted prices for identical or similar instruments in markets that are considered to be less active, or
- (c) other valuation techniques in which almost all significant inputs are directly or indirectly observable from market data.

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation.

8.2.a Valuation techniques and significant unobservable inputs

The following valuation techniques used in measuring Level 2 and Level 3 fair values at 30 September 2026 and 31 March 2026 for financial instruments measured at fair value in the statement of financial position, as well as the significant unobservable inputs used.

Unquoted equity instruments - Discounted cash flows

The valuation model considers the present value of expected net cash flows from those investments discounted using a risk adjusted discount rate. The expected cash flows are derived based on the budgeted cash flow forecasts of those investments determined by considering the sensible probability of the forecast EBITDA.

Interest rate swaps/Cross currency swaps - Swap models

The fair value is calculated as the present value of the estimated future cash flows. Estimates of future floating-rate cash flows are based on quoted swap rates, futures prices and interbank borrowing rates. Estimated cash flows are discounted using a yield curve constructed from similar sources and which reflects the relevant benchmark interbank rate used by market participants for this purpose when pricing interest rate swaps. The fair value estimate is subject to a credit risk adjustment that reflects the credit risk of the Group and of the counterparty; this is calculated based on credit spreads derived from current credit default swap or bond prices.

Those assumptions for assets categorised as Level 3 has been described under respective notes to the financial Statements as at 31 March 2026.

During the reporting period ended 30 September 2026, there were no transfers between Level 1 and Level 2 fair value measurements

9. Comparatives

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

10. Events after the reporting date

Subsequent to the reporting period, Sunshine Healthcare Lanka Limited, a subsidiary of Sunshine Holdings PLC, acquired a 21.92% equity interest in Digital Health (Private) Limited, the operator of the Doc990 digital healthcare platform, for a total consideration of LKR 410.83 million.

11. Stated capital is represented by shares in issue as given below:

No. of shares as at	30-Sep-26	30-Sep-25	31-Mar-26
Ordinary shares	1,967,894,516	1,967,894,516	1,967,894,516

12. Dividend

	2025/26 (Final) RS '000	2025/26 (2nd Interim) RS '000	2025/26 (1st Interim) RS '000
Dividend (Rs)	1,180,737	1,180,737	1,180,737
No of ordinary shares	1,967,895	1,967,895	1,967,895
Dividend per share (cash - after share sub-division)	0.60	0.60	0.60

13. Commitments & contingencies

There has not been significant change in the nature of the contingent liabilities, which were disclosed in the Annual Report for the year ended 31st March 2026.

14. Income tax

Tax expense comprises current and deferred tax. Current tax and deferred tax are recognized in Statement of Profit or Loss except to the extent that it relates to a business combination, or items recognized directly in equity or in Other Comprehensive Income.

The Group has determined that interest and penalties relating to income taxes, including uncertain tax treatments, do not meet the definition of income taxes, and therefore accounted for them under LKAS 37 Provisions, Contingent Liabilities and Contingent Assets.

15. Earnings per share

The earnings per share is computed on the profit attributable to ordinary shareholders after tax and non-controlling interest divided by the weighted average number of ordinary shares during the period. Further there was no dilution of ordinary shares outstanding at any time during the period. Therefore, diluted earnings per share is the same as basic earning per share.

16. Net Assets per share

Net assets per share has been calculated, for all periods, based on the number of shares issued as at the reporting date.

17. The interim Financial Statements are not audited.

SHAREHOLDER INFORMATION

Audited

Market price per share	Period ended 30-Sep-26	Year ended 31-Mar-26
	Rs.	Rs.
Highest price	31.50	37.40
Lowest price	28.50	26.20
Last traded price	28.80	29.40

* Figures indicated the results prior to the share subdivision.

Name	30-Sep-26	
	No of Shares Held	%
1. Lamurep Investments Limited Account No.01 & 04	1,085,816,556	55.18%
2. Akbar Brothers Pvt Ltd A/C No 1	197,967,420	10.06%
3. Deepcar Limited	185,056,304	9.40%
4. Ceylon Business Development Limited	43,663,504	2.22%
5. Thread Capital (Private) Limited	36,293,189	1.84%
6. Perera And Sons Bakers Pvt Limited	29,526,509	1.50%
7. Mr. David Percival Pieris	26,541,043	1.35%
8. Mr. Visvanathamoorthy Govindasamy	25,318,000	1.29%
9. Employee'S Provident Fund	23,499,319	1.19%
10. Seylan Bank Plc/Phantom Investments (Pvt) Ltd	22,319,751	1.13%
11. Mr. Gonalagodaghe Buwaneka Dinuwan Thilakaratne	10,000,000	0.51%
12. CB LDN S/A Eq Frontier Markets Fund	7,344,000	0.37%
13. Finco Holdings (Private) Limited	6,100,000	0.31%
14. AFC Umbrella Fund -AFC Asia Frontier Fund	5,996,044	0.30%
15. Mr. Hanif Yusoof & Ndb Wealth Management/ Hanif Yusoof & Ct Clsa Asset Management/ Hanif Yusoof	5,129,695	0.26%
16. J.B. Cocoshell (Pvt) Ltd	5,117,745	0.26%
17. Bank of Ceylon A/C NDB Wealth Growth Fund	4,629,806	0.24%
18. Ranavav Holdings (Pvt) Ltd & Ranavav Holdings (Pvt) Ltd Account No.4 & Ranavav Holdings (Pvt) Ltd Account No.2	4,608,645	0.23%
19. Amaliya Private Limited	4,593,568	0.23%
20. Miss Meenambigai Priyadarshini Radhakrishnan	4,582,926	0.23%
21. Miss Andal Radhakrishnan	4,582,926	0.23%
Sub Total	1,738,686,950	88.35%
Others	229,207,566	11.65%
Total	1,967,894,516	100.00%

PUBLIC SHARE HOLDING	Requirement by CSE	As at 30 September 2026
Option	1	1
Float adjusted market capitalization	Above Rs.10,000,000,000/-	17,654,375,282
The percentage of shares held by the public	no minimum % required	31.15%
Number of shareholders representing public holding	500	14,598

The number of shares held by the Board of Directors are as follows:

	As at 30-Sep-26	As at 31-Mar-26
Mr. V. Govindasamy	25,318,000	24,318,000
Mr. S.G. Sathasivam	2,012,216	12,216

Name of Company

Sunshine Holdings PLC

Legal Form

Public Limited Liability Company

(Incorporated in 1973 and listed in the Colombo Stock Exchange)

Company Registration Number

PQ13

Principal Activities

Managing a portfolio of businesses

Registered Office

No. 60, Dharmapala Mawatha, Colombo 03

Directors

Mr. D. A. Cabraal

Mr. V. Govindasamy

Mr. S.G. Sathasivam

Mr. S. Shishoo

Mr. S. Renganathan

Mr. Tyeabally Akbarally

Mr. Reyaz Mihular

Mr. Aruna Deepthikumara

Mr. Prasad Gopalan

Mrs. Roshani Kobbekaduwa

Secretaries

Corporate Services (Private) Limited

No. 216, De Seram Place,

Colombo 10

Tel: 011 4 605 100

Auditors

KPMG

Chartered Accountants

32A, Sri Mohamed Macan Marker Mawatha,

Colombo 03

Lawyers

F J & G de Saram (Attorney- at -Law)

No.216, de Saram Place

Colombo 10

Nithya Partners

Attorneys-at-Law

No. 97/A, Galle Road

Colombo 03

Bankers

Hatton National Bank PLC

National Development Bank PLC

MCB Bank Limited

Standard Chartered Bank Ltd.

Seylan Bank PLC

Nations Trust Bank PLC

Commercial Bank PLC

Hongkong and Shanghai Banking Corporation Limited

DFCC Bank PLC

Sampath Bank PLC

Peoples Bank

Bank of Ceylon

Bank of China

Credit Ratings

The Company has been assigned a national long-term rating of 'AA+(lka)'; outlook stable by Fitch Ratings

Lanka Limited



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