LEE HEDGES PLC

(formally known as **Shaw Wallace & Hedges PLC**)

Company Reg. No. PQ 152

QUARTERLY FINANCIAL STATEMENTS
FOR 3RD QUARTER ENDED DECEMBER 31,2025

Registered Office

353, Kollupitiya Road,
P.O. Box 84, Colombo 3.

LEE HEDGES PLC
(formally known as Shaw Wallace & Hedges PLC)
Company Reg. No. PQ 152
353, Kollupitiya Road,
P.O. Box 84, Colombo 3.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group						Company					
	Quarter ended			09 months ended			Quarter ended			09 months ended		
	31-12-2025 Rs '000	31-12-2024 Rs '000	Variance %	**31-12-2025 Rs '000**	31-12-2024 Rs '000	Variance %	**31-12-2025 Rs '000**	31-12-2024 Rs '000	Variance %	**31-12-2025 Rs '000**	31-12-2024 Rs '000	Variance %
Continuing Operations												
Revenue	**79,471**	50,023	59	**185,912**	151,984	22	**27,492**	727	3,682	**29,528**	2,080	1,320
Cost of Sales	**(811)**	(1,488)	(45)	**(2,782)**	(3,056)	(9)	**(10)**	-	-	**(10)**	-	-
Gross Profit	**78,660**	48,535	62	**183,130**	148,928	23	**27,482**	727	3,680	**29,518**	2,080	1,319
Other Income	**22**	90	(75)	**19,764**	425	4,550	-	90	(100)	**65,821**	46,586	41
Administrative Expenses	**(36,869)**	(33,810)	9	**(96,592)**	(89,200)	8	**(27,075)**	(33,047)	(18)	**(77,816)**	(89,696)	(13)
Other Expenses	-	-	-	-	(5,442)	(100)	-	-	-	-	(5,442)	(100)
Results from operating activities	**41,813**	14,815	182	**106,302**	54,711	94	**407**	(32,230)	101	**17,523**	(46,472)	138
Net Finance Income	**30,920**	42,479	(27)	**96,973**	143,436	(32)	**1,810**	16,305	(89)	**9,393**	65,139	(86)
Profit / (Loss) before Taxation	**72,734**	57,294	27	**203,275**	198,147	3	**2,217**	(15,925)	114	**26,916**	18,667	44
Income Tax Release / (Expense)	**(9,271)**	(25,587)	(64)	**(31,708)**	(56,751)	(44)	**(917)**	(17,730)	(95)	**(6,921)**	(33,377)	(79)
Profit / (Loss) for the year	**63,463**	31,707	100	**171,567**	141,396	21	**1,300**	(33,655)	104	**19,995**	(14,710)	236
Other Comprehensive Income												
Changes in the fair value of equity investments at fair value through other comprehensive income	-	2,123	(100)	-	2,123	(100)	-	2,123	(100)	-	2,123	(100)
Total Comprehensive income for the year	**63,463**	33,830	88	**171,567**	143,519	20	**1,300**	(31,532)	104	**19,995**	(12,587)	259
Profit attributable to ;												
Equity holders of the company	**63,463**	31,707	100	**171,567**	141,396	21	**1,300**	(33,655)	104	19,995	(14,710)	236
Non controlling Interest	-	-		-	-		-	-		-	-	
Profit / (Loss) for the year	**63,463**	31,707	100	**171,567**	141,396	21	**1,300**	(33,655)	104	**19,995**	(14,710)	236
Total Comprehensive income attributable to ;												
Equity holders of the company	**63,463**	33,830	88	**171,567**	143,519	20	**1,300**	(31,532)	104	19,995	(12,587)	259
Non controlling Interest	-	-		-	-		-	-	-	-	-	-
Total Comprehensive income for the year	**63,463**	33,830	88	**171,567**	143,519	20	**1,300**	(31,532)	104	**19,995**	(12,587)	259
Earnings / (loss) per Share (Rs.)	**2.48**	1.24		**6.70**	5.52		**0.05**	(1.31)		**0.78**	(0.57)	

LEE HEDGES PLC

(formally known as Shaw Wallace & Hedges PLC)

STATEMENT OF FINANCIAL POSITION

	Group		Company	
		Audited		**Audited**
As at,	**31-12-2025**	31-03-2025	**31-12-2025**	31-03-2025
	Rs '000	Rs '000	**Rs '000**	Rs '000
ASSETS				
Non Current Assets				
Property, Plant & Equipment	**161,189**	852,501	**49,043**	845,653
Right-of-use assets	**-**	-	**59,350**	70,035
Investment Property	**5,716,493**	4,616,850	**3,120,938**	2,021,295
Investments - Subsidiary	**-**	-	**1,775,420**	1,775,420
Financial Assets at Amortised Cost-Non Current	**1,285,775**	483,575	**143,771**	134,227
	7,163,457	5,952,926	**5,148,522**	4,846,630
Current Assets				
Trade and Other Receivables	**210,378**	188,415	**172,842**	154,067
Amounts due from Subsidiary	**-**	-	**-**	6,844
Financial Assets at Amortised Cost-Current	**104,617**	1,531,264	**20,455**	673,036
Income Tax Receivables	**26,411**	-	**26,411**	8,868
Cash & Cash Equivalents	**24,895**	16,568	**3,208**	2,527
	366,301	1,736,247	**222,916**	845,342
Total Assets	**7,529,758**	7,689,173	**5,371,438**	5,691,972
EQUITY AND LIABILITIES				
Equity				
Stated Capital	**51,205**	51,205	**51,205**	51,205
Capital Reserves	**553,231**	553,231	**553,231**	553,231
Revenue Reserves	**5,671,803**	5,538,641	**4,065,202**	4,083,612
Financial Assets FVOCI Reserve	**-**	-	**-**	-
Total Equity attributable to Equity holder of the Parent	**6,276,239**	6,143,077	**4,669,638**	4,688,048
Non controlling Interest	**-**	-	**-**	-
Total Equity	**6,276,239**	6,143,077	**4,669,638**	4,688,048
Non Current Liabilities				
Lease Liability-Non Current	**-**	-	**46,443**	51,381
Retiring Benefit Obligations	**14,063**	15,542	**14,063**	15,542
Security Deposit	**75,864**	43,764	**32,250**	-
Deferred Tax Liabilities	**807,932**	807,932	**400,263**	400,263
	897,859	867,238	**493,019**	467,186
Current Liabilities				
Other Payables	**287,398**	247,145	**148,066**	102,911
Lease Liability - Current	**-**	-	**12,387**	11,410
Income Tax Payable	**16,911**	9,296	**-**	-
Bank Overdraft	**51,351**	422,417	**48,328**	422,417
	355,660	678,858	**208,781**	536,738
Total Equity and Liabilities	**7,529,758**	7,689,173	**5,371,438**	5,691,972
Net Asset Value per Share (Rs.)	**245.14**	239.94	**182.39**	183.11

CERTIFICATION:

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

(Sgd)T. Thangarajah
Senior Executive Officer

The Board of Directors is responsible for preparation and presentation of these Financial Statements.

Signed on behalf of the board of Directors of Lee Hedges PLC.

5th February 2026

(Sgd)A. R. Walpita
Director

(Sgd)S. Vamadevan
Director

LEE HEDGES PLC
(formally known as Shaw Wallace & Hedges PLC)
STATEMENT OF CHANGES IN EQUITY

Group

	Stated Capital	Capital Reserves	General Reserves	Financial Assets FVOCI Reserve	Retained Earning	Total	Non-Controlling Interest	Total Equity
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 1st April 2024	51,205	553,231	81,786	(8,053)	5,102,525	5,780,694	-	5,780,694
Total comprehensive income for the year								
Profit / (Loss) for the period	-	-	-	-	141,396	141,396	-	141,396
Gain on revaluation of Land & Building	-	-	-		-	-	-	-
Actuarial gain / (loss) on retirement benefit obligation	-	-	-	-	-	-	-	-
Net gain on disposal of equity investments at fair value through Other Comprehensive Income	-	-	-	5,930	(5,930)	-	-	-
Net change in equity investments at fair value through other comprehensive income	-	-	-	2,123	-	2,123	-	2,123
Deferred Tax on other Comprehensive Income	-	-	-	-	-	-		-
Total comprehensive income for the year	-	-	-	8,053	135,466	143,519	-	143,519
Dividend Distibution	-	-	-	-	(38,405)	(38,405)	-	(38,405)
Share Issued During the year							-	-
Amount transferred due to change in holding	-	-	-		-	-	-	-
Balance as at 31st December 2024	51,205	553,231	81,786	-	5,199,586	5,885,808	-	5,885,808
Balance as at 1st April 2025	51,205	553,231	81,786	-	5,456,855	6,143,077	-	6,143,077
Total comprehensive income for the year								
Profit / (Loss) for the period	-	-	-	-	171,567	171,567	-	171,567
Total comprehensive income for the year	-	-	-	-	171,567	171,567	-	171,567
Dividend Distibution	-	-	-	-	(38,405)	(38,405)	-	(38,405)
Balance as at 31st December 2025	**51,205**	**553,231**	**81,786**	**-**	**5,590,017**	**6,276,239**	**-**	**6,276,239**

Company

	Stated Capital	Capital Reserves	General Reserves	Financial Assets FVOCI Reserve	Retained Earning	Total
	Rs. '000	**Rs. '000**	**Rs. '000**	**Rs. '000**	**Rs. '000**	**Rs. '000**
Balance as at 1st April 2024	51,205	553,231	81,786	(8,053)	3,975,121	4,653,290
Total comprehensive income for the year						
Profit / (Loss) for the period	-	-	-	-	(14,710)	(14,710)
Gain on revaluation of Land & Building	-	-	-		-	-
Actuarial gain / (loss) on retirement benefit obligation	-	-	-	-	-	-
Net gain on disposal of equity investments at fair value through Other Comprehensive Income	-	-	-	5,930	(5,930)	-
Net change in equity investments at fair value through other comprehensive income	-	-	-	2,123	-	2,123
Deferred Tax on other Comprehensive Income	-	-	-		-	-
Total comprehensive income for the year	-	-	-	8,053	(20,640)	(12,587)
Dividend Distibution	-	-	-	-	(38,405)	(38,405)
Balance as at 31st December 2024	51,205	553,231	81,786	-	3,916,076	4,602,298
Balance as at 1st April 2025	51,205	553,231	81,786	-	4,001,826	4,688,048
Total comprehensive income for the year						
Profit / (Loss) for the period	-	-	-	-	19,995	19,995
Total comprehensive income for the year	-	-	-	-	19,995	19,995
Dividend Distibution	-	-	-	-	(38,405)	(38,405)
Balance as at 31st December 2025	**51,205**	**553,231**	**81,786**	**-**	**3,983,416**	**4,669,638**

LEE HEDGES PLC

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STATEMENT OF CASH FLOWS

For the	Group		Company	
	09 months ended 31-12-2025 Rs '000	09 months ended 31-12-2024 Rs '000	**09 months ended 31-12-2025 Rs '000**	09 months ended 31-12-2024 Rs '000
Cash Flows from Operating Activities				
Profit / (Loss) before Taxation	**203,275**	198,147	**26,916**	18,667
Adjustments for :				
Finance Cost	**11,176**	5,668	**15,801**	6,052
Interest Income	**(108,149)**	(149,104)	**(25,194)**	(71,191)
Dividend Income	**-**	(190)	**(46,161)**	(46,351)
Depreciation on Property, Plant & Equipment	**29,830**	16,440	**11,379**	16,413
Gain on Disposal / Exchange of Property, plant & Equipment	**(19,660)**	5,207	**(19,660)**	5,207
Amortisation of ROU	**-**	-	**10,683**	10,206
Provision for/(reversal of) impairment on amounts due from subsidiaries	**-**	-	**666**	348
Operating Profit / (Loss) before Working Capital Changes	**116,472**	76,168	**(25,570)**	(60,649)
(Increase)/Decrease in Trade and Other Receivables	**(21,963)**	(326,270)	**(18,775)**	(316,117)
(Increase)/Decrease in Related Company Balance	**-**	-	**6,178**	(348)
Increase/(Decrease) in Payables	**72,353**	(11,898)	**77,405**	(10,981)
Cash Generated from / (Used in) Operations	**166,862**	(262,000)	**39,238**	(388,095)
Interest Paid	**(11,176)**	(5,668)	**(15,801)**	(6,052)
Interest Income	**18,155**	43,715	**13,176**	26,053
Retirement benefit obligations paid	**(1,478)**	-	**(1,478)**	-
Income Tax Paid	**(50,505)**	(86,139)	**(24,464)**	(41,679)
Net Cash Flows from Operating Activities	**121,858**	(310,092)	**10,671**	(409,773)
Cash Flows from Investing Activities				
Acquisition of Property, Plant & Equipment	**(464,352)**	(344,465)	**(340,602)**	(344,465)
Proceed From Sale of Property, Plant & Equipment	**45,849**	29,322	**45,849**	29,322
Proceeds from disposal of Equity Securities / (Investment in Shares)	**-**	8,206	**-**	8,206
Dividend Received	**-**	190	**46,161**	46,351
Net (Increase)/Decrease in Financial Assets at Amortised Cost	**714,442**	1,181,280	**655,055**	647,434
Net Cash Flows from Investing Activities	**295,939**	874,533	**406,463**	386,848
Cash Flows from Financing Activities				
Dividend paid	**(38,405)**	(38,405)	**(38,405)**	(38,405)
Repayment of Long-term Lease Liabilities	**-**	-	**(3,960)**	(8,599)
Net Cash Flows from Financing Activities	**(38,405)**	(38,405)	**(42,365)**	(47,004)
Net Increase / (Decrease) in Cash and Cash Equivalents	**379,393**	526,036	**374,770**	(69,929)
Cash and Cash Equivalents at beginning of the period	**(405,849)**	231,727	**(419,890)**	48,341
Cash and Cash Equivalents at end of the period (Note A)	**(26,456)**	757,763	**(45,120)**	(21,588)
Note				
A. Analysis of Cash and Cash Equivalents				
Bank and Cash Balances	**24,895**	910,980	**3,208**	131,629
Bank Overdrafts	**(51,351)**	(153,217)	**(48,328)**	(153,217)
	(26,456)	757,763	**(45,120)**	(21,588)

LEE HEDGES PLC
(formally known as Shaw Wallace & Hedges PLC)
NOTES TO THE INTERIM FINANCIAL STATEMENTS

1 Corporate information

Lee Hedges PLC (the Company) is a public limited liability Company listed on the Colombo Stock Exchange, incorporated and domiciled in Sri Lanka. The Company and its subsidiary have the registered office at No. 353, Kollupitiya Road, Colombo 03. The ordinary shares of the Company are being traded in the Colombo Stock Exchange.

Lee Hedges Investments Ltd is fully owned subsidiary of Lee Hedges PLC.

2 Market Price of Share

Information pertaining to the shares traded during the Quarter ended 31st December 2025, extracted from the website of the Colombo Stock Exchange, is set out below:

	31-Dec-2025	**31-Dec-2024**
Period	2025-4	2024-4
Date High	30-Oct-25	30-Dec-24
High Rs.	260.00	97.00
Date Low	3-Oct-25	25-Oct-24
Low Rs.	180.00	69.00
Close Rs.	228.00	92.20
Trade Vol.	1,251	538
Share Vol.	2,765,359	326,553
Turn Over Rs.	588,350,962.50	27,444,896.00
Last traded Date	31-Dec-25	31-Dec-24
Days Traded	61	55

3 Shareholders' Information

	31-Dec-2025	31-Dec-2024
	Rs.	Rs.
Earnings per Ordinary Share (Rs.)	**6.70**	5.52
Net Assets per Share (Rs.)	**245.14**	229.89
Debt/Equity Ratio (%)	**-**	-
Current Ratio (Times)	**1.03**	4.01

LEE HEDGES PLC
(formally known as Shaw Wallace & Hedges PLC)
NOTES TO THE INTERIM FINANCIAL STATEMENTS

4 Directors' Shareholding	31-Dec-2025	31-Dec-2024
Mr. S. Vamadhevan	Nil	Nil
Mr. S M N L Senanayake	Nil	Nil
Dr. D.S.L.P Wijesinghe	Nil	Nil
Mr. S. S Vamathevan	Nil	Nil
Mr.R. R. Spencer	Nil	Nil
Dr. V.V. Vamathevan	Nil	Nil
Mr A R Walpita	Nil	N/A
Total Number of Shareholders	1,040	1,013
Total Number of shares of the company	25,602,730	25,602,730
Number of Public Shareholders	1,038	1,011
% of Public Shareholders	28.52%	28.52%

The float adjusted market capitalisation as at 31st December 2025 -Rs.1,664,695,944.00

Public shareholding percentage as at 31st December 2025 is 28.52% and the Company is in compliance with option 5 of section 7.13.1 (a) of the Listing Rules of Colombo Stock Exchange.

5 Basis of Preparation

The interim financial statements have been prepared in accordance with Sri Lanka Accounting Standard-LKAS 34 Interim Financial Reporting. These interim condensed financial statements should be read in conjunction with the annual financial statements for the year ended 31st March 2025. The financial statements provide information as required in terms of Rule 7.4 of the Colombo Stock Exchange.

The financial statements are provisional and subject to audit.

The interim financial statements have been prepared on a historical cost basis except for financial instruments & Land & building.

The interim financial statements are presented in Sri Lankan rupees and all values are rounded to the nearest thousand except when otherwise indicated.

6 Basis of Consolidation

The interim condensed consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at 31st December 2025

7 Functional and Presentation Currency

These condensed consolidated interim financial statements are presented in LKR, which is the company's functional currency.
All financial information presented in LKR has been rounded to the nearest thousand.

8 Changes in accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and the year ended 31st March 2025

LEE HEDGES PLC
(formally known as Shaw Wallace & Hedges PLC)
NOTES TO THE INTERIM FINANCIAL STATEMENTS

9 Significant accounting policies

9.1 Investment in Subsidiary

The Group has measured an investment in a subsidiary, at deemed cost (previous SLAS carrying amount) in its separate SLFRS financial statements.

9.2 Financial instruments

The Sri Lanka Accounting Standard – SLFRS 9 on "Financial Instruments", which replaces the existing guidance on LKAS 39 on "Financial Instruments: Recognition and Measurement" has become effective for annual reporting periods beginning on or after January 01, 2018. SLFRS 9 replaces the "Incurred Loss Model" in LKAS 39 with forward looking "Expected Loss Model ("ECL") which requires considerable judgement over how changes in economic factors affect ECL, which in turn is to be determined on a probability weighted basis. SLFRS 9 also contains a new classification and measurement approach for financial assets that reflects the business model in which assets are managed based on their cash flow characteristics

Based on the "Statement of Alternative Treatment (SoAT) on the Figures in the Interim Financial Statements" issued by The Institute of Chartered Accountants of Sri Lanka entities are granted with the option to prepare Interim Financial

Statements continuing the application of LKAS 39 with disclosures on impact to the Income Statement and Statement of Profit or Loss and Other Comprehensive Income for the period if SLFRS 9 has been applied.

Accordingly, as permitted by the above SoAT, the Company has prepared the Interim Financial Statements for the quarter ended December 31,2025 based on LKAS39.

9.2.1.1. Other financial liabilities

Financial liabilities are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, these financial liabilities are measured at amortised cost using the effective interest method.

Other financial liabilities comprise bank borrowings, trade and other payables.

9.2.1.2 Loans and receivables

Loans and receivables comprise financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognised at fair value plus any directly attributable transaction costs. Subsequent to initial recognition loans and receivables are measured at amortised cost using the effective interest method, less any impairment losses.
Loans and receivables comprise of cash and cash equivalents, inter company receivables and trade and other receivables.

10 Other information

10.1 Comparative Information

Where necessary comparative figures have been reclassified to conform with the current year's presentation.

10.2 Events Occurring after the Reporting date

There were no other material events that occurred after the Balance Sheet date that require adjustments to or disclosure in the Financial Statements.

11 The number of shares included in the stated capital as at 31st December 2025 is 25,602,730.

12 Contingent Liabilities

There has been no any significant change in the nature of the contingent liabilities and contingent assets as disclosed in the quarterly financial statements as at 31st December 2025

LEE HEDGES PLC

(formally known as Shaw Wallace & Hedges PLC)

Twenty Major Shareholders as at 31st December 2025			
	Name of Shareholder	**No. of share**	**%**
1	Lee Hedges & Company Limited	13,057,595	51.00
2	Pioneer Homes (Private) Limited	5,243,832	20.48
3	Sampath Bank PLC / Senthilverl Holdings (Pvt) Ltd	2,440,707	9.53
4	Hatton National Bank PLC / Dawi Investment Trust (Pvt) Ltd	861,629	3.37
5	Guardian Equity Limited	276,882	1.08
6	Mr. S.R.S. De Saram	242,220	0.95
7	Mr. L.G. Byatt (Deceased)	227,810	0.89
8	Mr. R.C.J. Goonewardene	160,235	0.63
9	Mr. M.M.C. Cooray	105,288	0.41
10	Mrs. L.K. Goonewardene	104,121	0.41
11	Dawi Investment Trust (Pvt) Ltd	91,331	0.36
12	Mr. R.J. Grewar (Deceased)	79,985	0.31
13	Mr. R.L. Vincent	75,935	0.30
14	Mrs. P. Mansell	75,935	0.30
15	Mr. P. Bois	75,935	0.30
16	Bank of Bermuda Ltd.	75,935	0.30
17	People's Leasing & Finance PLC / Dr.H.S.D.Soysa & Mrs.G.Soysa	69,975	0.27
18	Dr. D. Jayanntha	65,000	0.25
19	Mrs. S. Amarasekera	65,000	0.25
20	Mrs. A.M. Jayesinghe	56,000	0.22

Directors as at 31st December 2025

Mr. S. Vamadhevan
Mr. S M N L Senanayake
Dr. D.S.L.P Wijesinghe
Mr. S. S Vamathevan
Mr.R.R. Spencer
Dr. V.V Vamathevan
Mr A R Walpita