

LEE HEDGES PLC

Company Reg No PQ 152

Interim Financial Statements

30th September 2026

LEE HEDGES PLC

INTERIM FINANCIAL STATEMENTS

30TH SEPTEMBER 2026

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

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME -GROUP

	Group					
	Quarter ended			06 months ended		
	30-09-2026 Rs '000	30-09-2025 Rs '000	Variance %	**30-09-2026 Rs '000**	30-09-2025 Rs '000	Variance %
Continuing Operations						
Revenue	**256,200**	53,005	383	**322,984**	106,442	203
Cost of Sales	**(3,080)**	(791)	289	**(6,152)**	(1,972)	212
Gross Profit	**253,120**	52,214	385	**316,832**	104,470	203
Other Income	**2,627**	19,736	(87)	**8,610**	19,742	(56)
Gain or Loss on bargain purchase/ Investment Property Disposal	**149,689**	-	-	**1,603,520**	-	-
Administrative Expenses	**(159,319)**	(33,332)	378	**(204,348)**	(59,730)	242
Other Expenses	**-**	-	-	**-**	-	-
Results from operating activities	**246,117**	38,618	537	**1,724,614**	64,482	2,575
Net Finance Income	**(39,480)**	32,293	(222)	**(17,156)**	65,995	(126)
Profit / (Loss) before Taxation	**206,637**	70,911	191	**1,707,458**	130,477	1,209
Income Tax Release / (Expense)	**(32,776)**	(11,181)	193	**8,204**	(22,438)	(137)
Profit / (Loss) for the year	**173,861**	59,730	191	**1,715,662**	108,039	1,488
Other Comprehensive Income						
Actuarial Gain/(Loss) on Retirement Benefit Obligation	**(45)**	-	-	**(45)**	-	-
Deferred Tax on other Comprehensive Income	**14**	-	-	**14**	-	-
Total Comprehensive income for the year	**173,830**	59,730	191	**1,715,631**	108,039	1,488
Profit attributable to ;						
Equity holders of the company	**151,437**	59,730	154	**1,693,238**	108,039	1,467
Non controlling Interest	**22,424**	-		**22,424**	-	
Profit / (Loss) for the year	**173,861**	59,730	191	**1,715,662**	108,039	1,488
Total Comprehensive income attributable to ;						
Equity holders of the company	**151,421**	59,730	154	**1,693,222**	108,039	1,467
Non controlling Interest	**22,409**	-		**22,409**	-	
Total Comprehensive income for the year	**173,830**	59,730	191	**1,715,631**	108,039	1,488
Earnings / (loss) per Share (Rs.)	**5.91**	2.33		**66.14**	4.22	

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

	Company					
	Quarter ended			06 months ended		
	30-09-2026	30-09-2025	Variance	**30-09-2026**	30-09-2025	Variance
	Rs '000	Rs '000	%	**Rs '000**	Rs '000	%
Continuing Operations						
Revenue	**-**	1,026	(100)	**2,621**	2,037	29
Cost of Sales	**-**	-	-	**(1,149)**	-	-
Gross Profit	**-**	1,026	(100)	**1,472**	2,037	(28)
Other Income	**66,256**	65,815	1	**68,508**	65,821	4
Gain or Loss on bargain purchase/ Investment Property Disposal	**3,925**	-	-	**(77,164)**	-	-
Administrative Expenses	**(46,459)**	(26,027)	79	**(79,473)**	(50,746)	57
Other Expenses	**-**	-	-		-	-
Results from operating activities	**23,722**	40,814	42	**(86,657)**	17,112	(606)
Net Finance Income	**(53,264)**	2,801	(2,002)	**(56,496)**	7,583	(845)
Profit / (Loss) before Taxation	**(29,542)**	43,615	(168)	**(143,153)**	24,695	(680)
Income Tax Release / (Expense)	**(1,107)**	(2,964)	(63)	**48,818**	(6,005)	(913)
Profit / (Loss) for the year	**(30,649)**	40,651	(175)	**(94,335)**	18,690	(605)
Other Comprehensive Income						
Total Comprehensive income for the year	**(30,649)**	40,651	(175)	**(94,335)**	18,690	(605)
Profit attributable to ;						
Equity holders of the company	**(30,649)**	40,651	(175)	(94,335)	18,690	(605)
Non controlling Interest	**-**	-		**-**	-	
Profit / (Loss) for the year	**(30,649)**	40,651	(175)	**(94,335)**	18,690	(605)
Total Comprehensive income attributable to ;						
Equity holders of the company	**(30,649)**	40,651	(175)	(94,335)	18,690	(605)
Non controlling Interest	**-**	-	-	**-**	-	-
Total Comprehensive income for the year	**(30,649)**	40,651	(175)	**(94,335)**	18,690	(605)
Earnings / (loss) per Share (Rs.)	**(1.20)**	1.59		**(3.68)**	0.73	

LEE HEDGES PLC

(formally known as Shaw Wallace & Hedges PLC)

STATEMENT OF FINANCIAL POSITION

	Group		Company	
		Audited		**Audited**
As at,	**30-09-2026**	31-03-2026	**30-09-2026**	31-03-2026
	Rs '000	Rs '000	**Rs '000**	Rs '000
ASSETS				
Non Current Assets				
Property, Plant & Equipment	**190,339**	149,729	**38,422**	45,551
Right-of-use assets	**-**	-	**-**	103,301
Investment Property	**14,091,812**	6,320,500	**-**	2,700,000
Intangible asset	**2,566**	-	**-**	-
Investments - Subsidiary	**-**	-	**7,206,752**	1,775,420
Financial Assets at Amortised Cost-Non Current	**1,374,474**	1,314,319	**153,915**	147,039
Deferred Tax Assets	**-**	-	**13,304**	-
	15,659,191	7,784,548	**7,412,393**	4,771,311
Current Assets				
Trade and Other Receivables	**454,859**	211,493	**154,582**	184,313
Amounts due from Related Parties	**1,984,442**	-	**-**	-
Financial Assets at Amortised Cost-Current	**209,507**	131,888	**21,929**	20,823
Income Tax Receivables	**-**	27,045	**-**	27,045
Cash & Cash Equivalents	**152,728**	40,821	**6,154**	105
	2,801,536	411,247	**182,665**	232,286
Total Assets	**18,460,727**	8,195,795	**7,595,058**	5,003,597
EQUITY AND LIABILITIES				
Equity				
Stated Capital	**51,205**	51,205	**51,205**	51,205
Capital Reserves	**-**	553,231	**-**	553,231
Revenue Reserves	**8,393,570**	6,198,321	**4,158,639**	3,750,948
Total Equity attributable to Equity holder of the Parent	**8,444,775**	6,802,757	**4,209,844**	4,355,384
Non controlling Interest	**2,287,409**	-	**-**	-
Total Equity	**10,732,184**	6,802,757	**4,209,844**	4,355,384
Non Current Liabilities				
Redemable Preference Share	**-**	-	**-**	-
Lease Liability-Non Current	**-**	-	**-**	60,814
Interest bearing loan and borrowings-Non Current	**1,867,785**	-	**1,690,000**	
Retiring Benefit Obligations	**39,940**	15,855	**15,824**	15,824
Security Deposit	**407,444**	78,790	**-**	30,230
Deferred Tax Liabilities	**3,004,979**	920,435	**-**	289,450
	5,320,148	1,015,080	**1,705,824**	396,318
Current Liabilities				
Other Payables	**446,395**	224,173	**35,128**	81,508
Amounts due to Related Parties	**193,311**	-	**1,173,188**	-
Lease Liability - Current	**-**	-	**-**	38,078
Interest bearing loan and borrowings-Current	**391,056**	-	**180,000**	-
Income Tax Payable	**242,314**	21,476	**216,128**	-
Bank Overdraft	**1,135,319**	132,309	**74,946**	132,309
	2,408,395	377,958	**1,679,390**	251,895
Total Equity and Liabilities	**18,460,727**	8,195,795	**7,595,058**	5,003,597
Net Asset Value per Share (Rs.)	**329.84**	265.70	**164.43**	170.11

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)
Accountant

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.

9th November 2026

(Sgd)A. R. Walpita
Director

(Sgd)M.H. Jamaldeen
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 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	-	-	-	-	108,039	108,039	-	108,039
Total comprehensive income for the year	-	-	-	-	108,039	108,039	-	108,039
Dividend Distibution	-	-	-	-	-	-	-	-
Balance as at 30th September 2025	51,205	553,231	81,786	-	5,564,894	6,251,116	-	6,251,116
Balance as at 1st April 2026	51,205	553,231	81,786	-	6,116,535	6,802,757	-	6,802,757
Total comprehensive income for the year								
Profit / (Loss) for the period	-	-	-	-	1,693,238	1,693,238	22,424	1,715,662
Actuarial gain / (loss) on retirement benefit obligation				-	(23)	(23)	(22)	(45)
Trasfer to retained earnings due to disposal of Property,Plant & Equipments		(553,231)			553,231	-		-
Deferred Tax on other Comprehensive Income	-	-	-		8	8	6	14
Total comprehensive income for the year	-	(553,231)	-	-	2,246,454	1,693,223	22,408	1,715,631
Dividend Distibution	-	-	-	-	(51,205)	(51,205)	-	(51,205)
Amount transferred due to changes in holdings	-	-	-	-	-	-	2,265,001	2,265,001
Balance as at 30th September 2026	**51,205**	**-**	**81,786**	**-**	**8,311,784**	**8,444,775**	**2,287,409**	**10,732,184**

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 2025	51,205	553,231	81,786	-	4,001,826	4,688,048
Total comprehensive income for the year						
Profit / (Loss) for the period	-	-	-	-	18,690	18,690
Total comprehensive income for the year	-	-	-	-	18,690	18,690
Dividend Distibution	-	-	-	-	-	-
Balance as at 30th September 2025	51,205	553,231	81,786	-	4,020,516	4,706,738
Balance as at 1st April 2026	51,205	553,231	81,786	-	3,669,162	4,355,384
Total comprehensive income for the year						
Profit / (Loss) for the period	-	-	-	-	(94,335)	(94,335)
Trasfer to retained earnings due to disposal of Property,Plant & Equipments	-	(553,231)	-	-	553,231	-
Total comprehensive income for the year	-	(553,231)	-	-	458,896	(94,335)
Dividend Distibution	-	-	-	-	(51,205)	(51,205)
Balance as at 30th September 2026	**51,205**	**-**	**81,786**	**-**	**4,076,853**	**4,209,844**

LEE HEDGES PLC
(formally known as Shaw Wallace & Hedges PLC)
STATEMENT OF CASH FLOWS

For the	Group		Company	
	06 months ended	06 months ended	**06 months ended**	06 months ended
	30-09-2026	30-09-2025	**30-09-2026**	30-09-2025
	Rs '000	Rs '000	**Rs '000**	Rs '000
Cash Flows from Operating Activities				
Profit / (Loss) before Taxation	**1,707,458**	130,477	**(143,153)**	24,695
Adjustments for :				
Finance Cost	**95,940**	9,129	**95,900**	12,432
Finance Income	**(78,784)**	(75,124)	**(39,404)**	(20,015)
Dividend Income	**-**	-	**(66,256)**	(46,161)
Depreciation on Property, Plant & Equipment	**20,419**	18,133	**7,040**	7,828
Provision for Retirement Benefit Obligation	**24,649**	-	**-**	-
(Gain) / Loss on Disposal / Exchange of Property, plant & Equipment	**-**	(19,660)	**-**	(19,660)
Gain or Loss on bargain purchase/ Investment Property Disposal	**-**	-	**77,164**	-
(Gain) / Loss on Disposal of Property, Plant & Equipment	**70,561**		**-**	-
Gain on acquisition	**(1,674,081)**	-	**-**	-
Amortisation of ROU	**466**	-	**5,935**	7,122
Provision for/(reversal of) impairment on amounts due from subsidiaries	**-**	-	**25,499**	377
Operating Profit / (Loss) before Working Capital Changes	**166,628**	62,955	**(37,275)**	(33,382)
(Increase)/Decrease in Trade and Other Receivables	**68,315**	(1,832)	**29,731**	336
(Increase)/Decrease in Related Company Balance	**856,535**	-	**1,147,689**	6,467
Increase/(Decrease) in Security Deposit	**42,628**	-	**(30,230)**	-
Increase/(Decrease) in Payables	**(226,755)**	104,594	**(46,380)**	92,280
Cash Generated from / (Used in) Operations	**885,958**	165,717	**1,063,535**	65,701
Interest Paid	**(95,940)**	(9,129)	**(95,900)**	(12,432)
Interest Income	**78,784**	6,823	**39,404**	2,880
Retirement benefit obligations paid	**-**	(1,478)	**-**	(1,478)
Income Tax Paid	**(91,432)**	(39,862)	**(10,764)**	(17,760)
Net Cash Flows from Operating Activities	**777,370**	122,071	**996,275**	36,911
Cash Flows from Investing Activities				
Acquisition of Property, Plant & Equipment	**(831)**	(341,487)	**-**	(217,737)
Acquisition of Investments Property	**(33,682)**	-	**-**	-
Acquisition of Subsidiary	**(5,207,142)**	-	**(5,431,332)**	-
Proceed From Sale of Property, Plant & Equipment	**72,500**	-	**-**	-
Proceed From Sale of Investments Property	**2,619,000**	45,849	**2,619,000**	45,849
Proceeds from disposal of Equity Securities / (Investment in Shares)	**-**	-	**-**	-
Dividend Received	**-**	-	**66,256**	46,161
Net (Increase)/Decrease in Financial Assets at Amortised Cost	**(139,955)**	363,257	**(8,423)**	334,217
Net Cash Flows from Investing Activities	**(2,690,110)**	67,619	**(2,754,499)**	208,490
Cash Flows from Financing Activities				
Dividend paid	**(48,364)**	(38,405)	**(48,364)**	(38,405)
Net Increase/(Decrease) from Interest bearing loan and borrowings	**1,870,000**	-	**1,870,000**	-
Net Increase/(Decrease) in Redemable Preference Share	**(800,000)**	-	**-**	-
Repayment of Long-term Lease Liabilities	**-**	-	**-**	(5,549)
Net Cash Flows from Financing Activities	**1,021,636**	(38,405)	**1,821,636**	(43,954)
Net Increase / (Decrease) in Cash and Cash Equivalents	**(891,103)**	151,285	**63,412**	201,447
Cash and Cash Equivalents at beginning of the period	**(91,488)**	(405,849)	**(132,204)**	(419,890)
Cash and Cash Equivalents at end of the period (Note A)	**(982,591)**	(254,564)	**(68,792)**	(218,443)
Note				
A. Analysis of Cash and Cash Equivalents				
Bank and Cash Balances	**152,728**	43,916	**6,154**	41,604
Bank Overdrafts	**(1,135,319)**	(298,480)	**(74,946)**	(260,047)
	(982,591)	(254,564)	**(68,792)**	(218,443)

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. 349, Kollupitiya Road, Colombo

2 Market Price of Share

Information pertaining to the shares traded during the Quarter ended 30th September 2026, extracted from the website of the Colombo Stock Exchange, is set out below:

	30-Sep-2026	30-Sep-2025
Period	2026-3	2025-3
Date High	1-Jul-26	15-Aug-25
High Rs.	324.00	215.00
Date Low	20-Jul-26	1-Jul-25
Low Rs.	265.75	136.25
Close Rs.	285.25	185.00
Trade Vol.	970	933
Share Vol.	919,611	582,592
Turn Over Rs.	272,877,601	104,101,588.50
Last traded Date	30-Sep-26	29-Sep-25
Days Traded	60	60

3 Shareholders' Information

	30-Sep-2026	30-Sep-2025
	Rs.	Rs.
Earnings per Ordinary Share (Rs.)	**66.14**	4.22
Net Assets per Share (Rs.)	**329.84**	242.66
Debt/Equity Ratio (%)	**-**	-
Current Ratio (Times)	**1.16**	1.15

4 Directors' Shareholding

	30-Sep-2026	30-Sep-2025
Prof. Dr.D.S.L.P. Wijesinghe	Nil	Nil
Mr. S. S. Vamathevan	Nil	Nil
Mr A. R. Walpita	Nil	N/A
Mr.M.H. Jamaldeen	Nil	N/A
Mr A. J. B. Warman	Nil	N/A
Mr R. M. M. J. Ratnayake	1,260	N/A
Mr A. A. Marikar	Nil	N/A
Mr N. Joseph	Nil	N/A

Total Number of Shareholders	1,285	1,034
Total Number of shares of the company	25,602,730	25,602,730
Number of Public Shareholders	1,282	1,032
% of Public Shareholders	28.51%	28.52%

The float adjusted market capitalisation as at 30th September 2026 -Rs.2,082,337,265.75

Public shareholding percentage as at 30th September 2026 is 28.51% 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 2026. 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 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 30th September 2026

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 2026

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 September 30,2026 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 30th September 2026 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 30th September 2026

13. Twenty Major Shareholders as at 30th September 2026			
	Name of Shareholder	**No. of share**	**%**
1	Lanka Realty Investments PLC	13,057,595	51
2	Eighth Wonder	5,243,832	20.48
3	Sampath Bank PLC/Senthilverl Holdings (Pvt) Ltd	2,570,191	10.04
4	J.B. Cocoshell (Pvt) Ltd	246,296	0.96
5	Mr. L.G. Byatt (Deceased)	227,810	0.89
6	Hatton National Bank PLC/Dawi Investment Trust (Pvt) Ltd	189,153	0.74
7	LOLC Finance PLC/R.C.J.Goonewardene	153,640	0.6
8	Commercial Bank of Ceylon PLC/ H.G. Balasuriya	135,000	0.53
9	LOLC Finance PLC/R.Magdon Ismail	97,482	0.38
10	Guardian Equity Limited	96,490	0.38
11	Invenco Capital (Private) Limited Account No. 03	92,817	0.36
12	Mr. R.J. Grewar (Deceased)	79,985	0.31
13	Mr. R.L. Vincent	75,935	0.3
14	Mrs. P. Mansell	75,935	0.3
15	Mr. P. Bois	75,935	0.3
16	Bank Of Bermuda Ltd.	75,935	0.3
17	People's Leasing & Finance PLC / Dr.H.S.D.Soysa & Mrs.G.Soysa	69,975	0.27
18	People`s Leasing And Finance PLC/S.P.Perera	68,500	0.27
19	Commercial Bank Of Ceylon PLC/P.Subasinghe	61,263	0.24
20	Mrs. A.M. Jayesinghe	56,000	0.22

Directors as at 30th September 2026

Prof. Dr.D.S.L.P. Wijesinghe
Mr. S. S. Vamathevan
Mr A. R. Walpita
Mr.M.H. Jamaldeen
Mr A. J. B. Warman
Mr R. M. M. J. Ratnayake
Mr A. A. Marikar
Mr N. Joseph