ACME PRINTING AND PACKAGING PLC

Interim Financial Statements
for the Quarter Ended
30th September 2026

Focussed

Overview

ACME Printing and Packaging PLC recorded revenue of Rs. 378.4 Mn for the six months ended September 2026, a 27% decline against the previous year. Despite lower revenue, gross profit improved significantly to Rs. 73.6 Mn from Rs. 18.4 Mn, reflecting a 299% increase. The Group continued to report an operating loss, although this reduced by 52% to Rs. 40.0 Mn. Loss after tax also improved considerably, declining from Rs. 165.4 Mn to Rs. 14.9 Mn. The period included a Rs. 1.425 Bn Rights Issue, which happened in the previuos Financial Year, and the disposal of the Piliyandala property for Rs. 630 Mn, supporting the Group's financial restructuring and operational plans.

Operating Environment

The period was characterised by significant financial and operational restructuring. The disposal of the Piliyandala land and factory premises to Singer Sri Lanka PLC for Rs. 630 Mn was completed during the quarter. The Group also continued utilising proceeds from its Rs. 1.425 Bn Rights Issue to settle intercompany loans, reduce bank borrowings, support working capital and fund factory relocation and modernisation. By 30 September 2026, approximately Rs. 1.244 Bn of the proceeds had been utilised. These initiatives indicate the Group's focus on strengthening its financial position and improving operational efficiency.

Financial Performance

Group revenue declined by 27% to Rs. 378.4 Mn, while gross profit increased by 299% to Rs. 73.6 Mn, supported by a 39% reduction in cost of sales. Administrative and distribution expenses also declined by 10% and 54%, respectively. Further, other expences include Rs. 59.7 Mn loss on sale of Piliyandala property. Consequently, the operating loss narrowed by 52% to Rs. 40.0 Mn. Net finance expense reduced significantly by 70% to Rs. 25.6 Mn, contributing to a 61% reduction in loss before tax. Loss after tax improved by 91% to Rs. 14.9 Mn. Total assets increased to Rs. 2.298 Bn, while cash and cash equivalents stood at Rs. 791.2 Mn.

Financial Performance – Key Highlights

	Six Months FY 2026/27 Rs. Mn	**Six Months FY 2025/26 Rs. Mn**	**Variance**
Revenue	378	517	(27%)
Gross Profit	74	18	300%
Operating Loss	(40)	(83)	Loss reduced by 52%
Loss After Tax	(15)	(165)	Loss reduced by 91%
Earnings per Share (Rs.)	(0.02)	(0.75)	Loss per share reduced by 97%

Note: Figures are rounded to the nearest Rs. million. The variance for loss-making indicators represents the reduction in losses.

ACME PRINTING & PACKAGING PLC

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the Three months ended 30th September			For the Six months ended 30th September		
	2026 Rs'000 Unaudited	2025 Rs'000 Unaudited	% Change + / (-)	2026 Rs'000 Unaudited	2025 Rs'000 Unaudited	% Change + / (-)
Revenue	181,911	237,649	(23%)	378,427	517,379	(27%)
Cost of Sales	(155,455)	(231,457)	(33%)	(304,805)	(498,947)	(39%)
Gross Profit	26,456	6,192	327%	73,622	18,432	299%
Other Income / (Expense)	15,926	7,936	101%	43,155	10,596	307%
Administrative Expenses	(42,674)	(30,007)	42%	(80,762)	(89,497)	(10%)
Distribution Expenses	(3,593)	(10,965)	(67%)	(7,505)	(16,392)	(54%)
Other Expenses	(59,682)	-	-	(68,358)	-	-
Impairment (Provision) / Reversal of Trade Receivables	1,171	-	-	(163)	(6,454)	(97%)
Profit / (Loss) from Operations	(62,395)	(26,844)	132%	(40,010)	(83,315)	(52%)
Finance Income	15,573	652	2,288%	20,245	700	2,792%
Finance Expense	(22,749)	(42,600)	(47%)	(45,879)	(86,848)	(47%)
Net Finance Expense	(7,176)	(41,948)	(83%)	(25,634)	(86,148)	(70%)
Profit / (Loss) before Taxation	(69,572)	(68,792)	(1%)	(65,644)	(169,463)	61%
Income Tax Expense	61,368	(4,469)	(1,473%)	50,712	4,021	1,161%
Profit / (Loss) for the Period	(8,204)	(73,261)	89%	(14,932)	(165,442)	91%
Other Comprehensive Income for the Period						
Total Other Comprehensive Income for the period	-	-	-	-	-	-
Total Comprehensive (Expense)/ Income for the Period	(8,204)	(73,261)	89%	(14,932)	(165,442)	91%
Profit / (Loss) attributable to						
Equity Holders of the Company	(8,204)	(73,261)	89%	(14,932)	(165,442)	91%
Non Controlling Interest	-	-		-	-	
Profit / (Loss) for the Period	(8,204)	(73,261)	89%	(14,932)	(165,442)	91%
Total Comprehensive Income Attributable to						
Equity Holders of the Company	(8,204)	(73,261)	89%	(14,932)	(165,442)	91%
Non Controlling Interest	-	-	-	-	-	-
Total Comprehensive Income for the Period	(8,204)	(73,261)	89%	(14,932)	(165,442)	91%
Basic Loss per Share	Rs. (0.01)	Rs. (0.33)	96%	Rs. (0.02)	Rs. (0.75)	97%

Market price per share	Quarterly	
	2026	2025
Highest	Rs. 5.30	Rs. 7.40
Lowest	Rs. 3.50	Rs. 4.70
Last Traded Price	Rs. 3.60	Rs. 6.80

Figures in brackets indicate deductions.
All values are in Rupees '000, unless otherwise stated.

ACME PRINTING & PACKAGING PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

	For the Three months ended 30th September			For the Six months ended 30th September		
	2026 Rs'000 Unaudited	2025 Rs'000 Unaudited	% Change +/(-)	2026 Rs'000 Unaudited	2025 Rs'000 Unaudited	% Change +/(-)
Revenue	182,093	147,498	23%	365,988	324,724	13%
Cost of Sales	(166,879)	(144,245)	16%	(325,352)	(313,480)	4%
Gross Profit / (Loss)	15,214	3,253	368%	40,636	11,244	261%
Other Income	15,926	12,808	24%	41,041	19,779	108%
Administrative Expenses	(41,289)	(37,020)	12%	(78,032)	(85,430)	(9%)
Distribution Expenses	(1,639)	(4,511)	(64%)	(5,551)	(9,978)	(44%)
Other Expenses	(59,682)	-	-	(68,300)	-	-
Impairment (Provision) / Reversal of Trade Receivables	1,171	-	-	(163)	(6,454)	(97%)
Profit / (Loss) from Operations	(70,299)	(25,470)	176%	(70,369)	(70,839)	(1%)
Finance Income	14,475	658	2,100%	18,499	706	2,520%
Finance Expense	(17,741)	(31,622)	(44%)	(35,750)	(63,453)	(44%)
Net Finance Expense	(3,266)	(30,964)	(89%)	(17,251)	(62,747)	(73%)
Profit / (Loss) before Taxation	(73,565)	(56,434)	(30%)	(87,619)	(133,586)	34%
Income Tax Expense	59,724	(4,537)	(1,416%)	47,763	580	8,137%
Profit / (Loss) for the Period	(13,841)	(60,971)	77%	(39,856)	(133,006)	70%
Other Comprehensive Income for the Period	-	-		-	-	
Total Other Comprehensive Income for the period	-	-	-	-	-	-
Total Comprehensive (Expense)/ Income for the Period	(13,841)	(60,971)	77%	(39,856)	(133,006)	70%
Profit / (Loss) attributable to						
Equity Holders of the Company	(13,841)	(60,971)	77%	(39,856)	(133,006)	70%
Non Controlling Interest	-	-		-	-	
Profit / (Loss) for the Period	(13,841)	(60,971)	77%	(39,856)	(133,006)	70%
Total Comprehensive Income Attributable to						
Equity Holders of the Company	(13,841)	(60,971)	77%	(39,856)	(133,006)	70%
Non Controlling Interest						
Total Comprehensive Income for the Period	(13,841)	(60,971)	77%	(39,856)	(133,006)	70%
Basic Loss per Share	Rs. (0.02)	Rs. (0.28)	93%	Rs. (0.06)	Rs. (0.61)	90%

Figures in brackets indicate deductions.
All values are in Rupees '000, unless otherwise stated.

ACME PRINTING & PACKAGING PLC
STATEMENT OF FINANCIAL POSITION

	Group		Company	
	As at 30th Sep 2026 Rs'000 Unaudited	As at 31st March 2026 Rs'000 Audited	As at 30th Sep 2026 Rs'000 Unaudited	As at 31st March 2026 Rs'000 Audited
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	412,333	444,324	97,073	108,936
Intangible Assets	4,841	5,812	4,841	5,812
Right of Use Assets	2,076	2,109	-	-
Investment in Subsidiaries	-	-	488,400	488,400
Total Non-Current Assets	419,250	452,245	590,314	603,148
Current Assets				
Assets Held for Sales		629,185	-	629,185
Inventories	168,770	129,065	168,453	124,581
Trade and Other Receivables	496,295	197,031	300,103	178,772
Amount Due from Related Parties	422,594	32,407	445,693	55,166
Cash and Cash Equivalents	791,189	508,381	779,128	355,353
Total Current Assets	1,878,848	1,496,069	1,693,377	1,343,057
Total Assets	2,298,098	1,948,314	2,283,691	1,946,205
EQUITY & LIABILITIES				
Equity				
Stated Capital	665,000	2,260,085	665,000	2,260,085
Revaluation Reserve	292,992	720,702	132,486	560,196
Accumulated Losses	(496,455)	(2,504,318)	(27,081)	(2,010,021)
Total Equity	461,538	476,469	770,405	810,260
Non-Current Liabilities				
Interest Bearing Borrowings	432,711	190,597	318,479	62,537
Lease Creditors	2,367	2,232	-	-
Deferred Tax Liability	250,009	300,722	170,387	218,145
Defined Benefit Obligation	12,881	32,277	2,687	21,751
Total Non Current Liabilities	697,968	525,828	491,553	302,433
Current Liabilities				
Trade and Other Payables	285,764	304,911	225,583	244,478
Amounts Due to Related Parties	46,227	38,464	33,031	26,370
Interest Bearing Borrowings	286,422	579,020	248,585	539,045
Lease Creditors	3	3	-	-
Bank Overdraft	520,178	23,619	514,534	23,619
Total Current Liabilities	1,138,593	946,017	1,021,732	833,512
Total Liabilities	1,836,561	1,471,845	1,513,285	1,135,945
Total Equity and Liabilities	2,298,098	1,948,314	2,283,691	1,946,205
Net Assets Per Share	**Rs. 0.69**	**Rs. 0.72**	**Rs. 1.16**	**Rs. 1.22**

Figures in brackets indicate deductions.
All values are in Rupees '000, unless otherwise stated.
The above figures are subject to audit

These Financial Statements have been prepared in compliance with the requirements of the Companies Act No 07 of 2007.

.....

Sameera Gamage
Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of the Financial Statements.
Signed for and on behalf of the Board:

13th November 2026

.....
A. Hettiarachchy
Executive Chairman

.....
P. S. Goonewardene
Director

ACME Printing and Packaging PLC
Statement of Changes in Equity

	Group			
	Stated Capital Rs'000	Revaluation Reserve Rs'000	Accumulated Losses Rs'000	Total Rs'000
Balance as at 1st April 2025	**835,085**	**656,090**	**(2,009,649)**	**(518,474)**
Loss for the Year			(165,442)	**(165,442)**
Total Comprehensive Income/(Expense) for the Year	**-**	**-**	**(165,442)**	**(165,442)**
Balance as at 30th September, 2025	**835,085**	**656,090**	**(2,175,091)**	**(683,916)**
Balance as at 1st April 2026	**2,260,085**	**720,702**	**(2,504,318)**	**476,469**
Loss for the Period	-		(14,932)	**(14,932)**
Capital Reduction	**(1,595,085)**		1,595,085	-
Transfer of Revaluation Surplus on Disposal		(427,710)	427,710	-
Total Comprehensive Income/(Expense) for the Year	**(1,595,085)**	**(427,710)**	**2,007,863**	**(14,932)**
Balance as at 30th September, 2026	**665,000**	**292,992**	**(496,455)**	**461,538**

	Company			
	Stated Capital Rs'000	Revaluation Reserve Rs'000	Accumulated Losses Rs'000	Total Rs'000
Balance as at 1st April 2025	**835,085**	**520,712**	**(1,391,626)**	**(35,829)**
Issue of shares				-
Loss for the Year	-	-	(133,006)	**(133,006)**
Revaluation Surplus (net of Tax)				-
Other Comprehensive Income/(Expense) for the Year	-			-
Total Comprehensive Income/(Expense) for the Year	**-**	**-**	**(133,006)**	**(133,006)**
Balance as at 30th September, 2025	**835,085**	**520,712**	**(1,524,633)**	**(168,835)**
Balance as at 1st April 2026	**2,260,085**	**560,196**	**(2,010,021)**	**810,260**
Loss for the Period			**(39,856)**	**(39,856)**
Capital Reduction	**(1,595,085)**		**1,595,085**	-
Transfer of Revaluation Surplus on Disposal	**-**	**(427,710)**	**427,710**	-
Other Comprehensive Income/(Expense) for the Year				-
Total Comprehensive Income/(Expense) for the Year	**(1,595,085)**	**(427,710)**	**1,982,939**	**(39,856)**
Balance as at 30th September, 2026	**665,000**	**132,486**	**(27,081)**	**770,405**

Figures in brackets indicate deductions.
All values are in Rupees '000, unless otherwise stated.
The above figures are subject to audit

ACME PRINTING & PACKAGING PLC
STATEMENT OF CASH FLOWS

For the Period ended 30th September	Group		Company	
	2026	2025	2026	2025
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash flows from operating activities	Unaudited	Unaudited	Unaudited	Unaudited
(Loss) / Profit before taxation	(65,644)	(169,463)	(87,619)	(133,586)
Adjustment for :				
Depreciation on Property, Plant & Equipment	32,286	38,707	12,113	17,985
Depreciation / Amortisation on Intangible Asset	971	971	971	971
Amortization of Right to Use Assets	33	1,091	-	-
Provision for Defined Benefit Obligations net of interest on plan assets	3,781	3,781	3,392	3,392
Provision / (Reversal of Provision) for Slow Moving Inventories	(10,382)	-	(8,618)	-
Provision for Trade Receivables	132	6,454	163	6,454
Provision / (Reversal of Provision) for Impairment of Amounts Due from Related Parties	765	198	(1,175)	-
Provision for Impairment of Investment in Subsidiary	-	-	-	-
Lease Interest	173	-	-	-
Interest Income	(19,920)	(96)	(18,173)	(96)
Interest Expense	44,753	84,178	34,869	61,335
Inventory Written Off	8,676	-	8,618	-
(Gain)/ Loss on disposal of Property Plant & Equipment	59,681	-	59,681	-
Exchange difference on translation of foreign operations	(180)	568	(180)	-
Operating Profit before working capital changes	55,126	**(33,611)**	4,222	**(43,545)**
Decrease / (Increase) in Inventories	(37,998)	34,927	(43,871)	(13,953)
Decrease / (Increase) in Trade & other Receivables	(281,632)	215,616	(103,732)	59,536
Decrease / (Increase) in Amount Due from Related Parties	(40,953)	(10,619)	(39,352)	96,741
(Increase) / Decrease in Amount Due to Related Parties	7,763	(5,411)	6,661	244
Increase / (Decrease) in Trade & Other Payables	(18,968)	(143,439)	(18,887)	(40,060)
Cash generated from Operations	(316,662)	**57,463**	(194,959)	**58,963**
Interest Paid	(32,587)	(53,093)	(22,069)	(37,327)
Employee Benefits paid	(23,178)	(6,592)	(22,455)	(6,410)
Net Cash Flow generated from / (used in) Operating activities	(372,427)	**(2,222)**	(239,483)	**15,226**
Cash Flows from Investing activities				
Purchase of Property, Plant & Equipment	(296)	(13,953)	(252)	(7,330)
Interest Received	2,157	96	411	96
Proceed form Disposal of Property, Plant & Equipment	569,504	-	569,504	-
Net Cash Flow (used in) / From Investing activities	571,365	**(13,857)**	569,663	**(7,234)**
Cash flows from Financing activities				
Repayment of Long Term Borrowing	(34,088)	(23,081)	(20,260)	(18,641)
Repayment of Lease	(39)	(1,592)		-
Proceeds Short Term Borrowings	229,164	554,385	229,163	549,180
Repayment of Short Term Borrowings	(257,726)	(529,674)	(256,221)	(528,905)
Loan given to Inter Company	(350,000)	-	(350,000)	-
Net Cash Flow (Used in) / From Financing activities	(412,689)	**38**	(397,319)	**1,634**
Net Increase in Cash & Cash Equivalents	(213,751)	(16,041)	(67,139)	9,626
Cash & cash equivalents at the beginning of the period	484,762	(22,840)	331,734	(24,228)
Cash & cash equivalents at the end of the period	271,011	**(38,881)**	264,595	**(14,602)**

Figures in brackets indicate deductions.

All values are in Rupees '000, unless otherwise stated.

The above figures are subject to audit

ACME PRINTING & PACKAGING PLC
NOTES TO THE FINANCIAL STATEMENTS

1. STATED CAPITAL

The stated capital consists of 665,000,000 shares issued as at 30th September 2026

2. BASIS OF PREPARATION

2.1. The condensed interim financial statements of Acme Printing & Packaging PLC are for the period ended 30th September 2026. They have been prepared in accordance with LKAS 34, interim financial reporting. These interim financial statements have been prepared in accordance with the SLFRS standards and IFRIC interpretations issued and effective as at the time of preparing these statements. The condensed interim financial statements do not include all of the information required for full Annual financial statements and have not been audited.

2.2. The same accounting policies and methods of computation have been followed in the interim financial statements as compared to the recent Annual financial statement published for the Year ended 31st March 2026.

3. COMPARATIVE INFORMATION

Comparative information has been restated / reclassified where necessary in line with the changes to the new Sri Lanka Accounting Standards (SLFRS / LKAS) which are effective from 1st January 2012.

4. CONTINGENT LIABILITIES

There are no material contingent liabilities as at the reporting date which would require adjustment or disclosure in financial statements .

5. EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

There have been no material events occurring after the Statement of Financial Position date that require adjustments to or disclosure in the Interim Financial Statements .

6. OTHER DISCOURSES

Right Issue of shares

The Company made a Rights Issue of 570,000,000 Ordinary Shares at a price of Rs 2.50 per Share to the holders of the Issued Ordinary Shares of the Company as at the end of trading on 6th February 2026, in the proportion of six (6) new Ordinary Shares for every One (1) existing issued Ordinary Share held in the Capital of the Company. The Issue closed on 4th March 2026. The total number of shares subscribed for on the Right Issue was 570,000,000 shares and the total consideration received was Rs 1,425,000,000.00. The proceeds of the Rights Issue will be utilized for factory relocation and modernization, repayment of intercompany loan and bank borrowings, and working capital requirements.

Right issue funds utlisation as at 30th September 2026 following objectives,

Objective No.	Objective as per circular	Amount allocated as per circular in LKR	Proposed date of utilization as per circular	Amount allocated from proceeds in LKR (A)	% of total proceeds	"Amount utilized Rs (B)"	"% of utilization against allocation (B/A)"	Clarification if not fully utilised including where funds are invested
01.	Settlement of Intercompany Loans	425,000,000.00	Immediately upon the completion of the rights issue.	425,000,000	30%	425,000,000	100%	N/A
02.	Settlement of Bank borrowings	175,000,000.00	Immediately upon the completion of the rights issue.	175,000,000	12%	175,000,000	100%	N/A
03.	Relocation and modernization of factory	475,000,000.00	Before 31st March 2026	475,000,000	33%	306,185,862	64%	Invested in fixed deposit A/C & money market A/C with HNB
04.	Working Capital	350,000,000.00	Within 30 days upon the completion of the rights issue.	350,000,000	25%	338,168,546	97%	Invested in money market A/C with HNB
		1,425,000,000.00		**1,425,000,000**		**1,244,354,408**		

Sale of Factory Premises in Piliyandala

During the quarter, the Company completed the sale of its land and factory premises situated in Piliyandala to Singer Sri Lanka PLC for a total consideration of Rs. 630 million, pursuant to the Sale and Purchase Agreement executed with the purchaser in April 2026.

ACME PRINTING & PACKAGING PLC
DIRECTORS' SHAREHOLDING AS AT 30TH SEPTEMBER 2026

No	Name of the Director	No of shares
1	MR. A. RAJARATNAM	Nil
2	MR. P.S. GOONEWARDENE	Nil
3	MR. A. HETTIARACHCHI	Nil
4	MR. S.D.R. ARUDPRAGASAM	Nil
5	HATTON NATIONAL BANK PLC/SRI DHAMAN RAJENDRAM ARUDPRAGASAM	5,600,000
6	MR. K.G. PUNCHIHEWA	Nil
7	MR. A.I. PIYADIGAMA (Resigned w.e.f 31st July 2026)	Nil
8	MR.A SAMARATHUNGA	Nil
		5,600,000

ACME PRINTING & PACKAGING PLC
TWENTY (20) MAJOR SHAREHOLDERS AS AT 30TH SEPTEMBER 2026

No	Name	Number of Shares	Percentage %
1	LANKEM CEYLON PLC	335,827,655	50.50
2	DARLEY BUTLER & CO LTD	129,588,760	19.49
3	HATTON NATIONAL BANK PLC/SRI DHAMAN RAJENDRAM ARUDPRAGASAM	5,600,000	0.84
4	MR. D.G.N. SAMARASEKARA	5,580,966	0.84
5	ASSETLINE FINANCE PLC/H.M.LALITH	5,004,250	0.75
6	MR. K. NEROOZAN	4,522,728	0.68
7	MR. K. THINESKUMAR	2,756,809	0.41
8	MR. G. WICKREMASINGHE	2,508,805	0.38
9	MR. M.H.A. KAMIL	2,489,839	0.37
10	MR. U.G.J. CHAMINDA	2,283,442	0.34
11	MS. H.N.M.U. SANDAMALI	1,836,830	0.28
12	ASSETLINE FINANCE PLC/M.S.HIRIPITIYA	1,800,000	0.27
13	MR. C.N. PAKIANATHAN	1,729,054	0.26
14	COMMERCIAL BANK OF CEYLON PLC/S.VASUDEVAN	1,701,256	0.26
15	PEOPLE S LEASING AND FINANCE PLC/L.P.HAPANGAMA	1,257,088	0.19
16	MR. M.T.M. PEIRIS	1,250,000	0.19
17	DFCC BANK PLC/MR.K.S.D.SENAWEERA	1,125,000	0.17
18	SENKADAGALA FINANCE PLC/L.A.J.F.MORAIS	1,095,000	0.16
19	MRS. S.I. KUMARASINGHE	1,088,000	0.16
20	MR. K.D. JAYASOORIYA	1,075,000	0.16

NOTES

Public Holding 29%

Number of Shareholders represented by public holding 5,866

Float adjustment market capitalization as at 30th September 2026 was Rs. 694,212,120/-

The Company complies with the Listing Rules 7.13.1 (a) under option 5 (Less than Rs.2.5 Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding & minimum 500 public shareholders).