

KELANI CABLES PLC

Company Reg. No. PQ 117



INTERIM FINANCIAL STATEMENTS

FOR THE 03 MONTHS PERIOD ENDED JUNE 30, 2026

KELANI CABLES PLC
INTERIM FINANCIAL STATEMENTS - 30 JUNE 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the quarter ended 30 June	COMPANY AND INVESTEE		COMPANY	
	2026 Rs.000	2025 Rs.000	2026 Rs.000	2025 Rs.000
Revenue	4,939,800	4,554,484	4,939,800	4,554,484
Cost of sales	(4,108,682)	(3,479,407)	(4,108,682)	(3,479,407)
Gross profit	831,118	1,075,077	831,118	1,075,077
Other income	5,801	6,583	5,801	6,583
Distribution expenses	(225,154)	(191,601)	(225,154)	(191,601)
Administrative expenses	(148,358)	(132,990)	(148,358)	(132,990)
Profit from operations	463,407	757,069	463,407	757,069
Finance income	400,103	196,195	400,103	196,195
Finance expenses	(15,383)	(33,994)	(15,383)	(33,994)
Net finance income	384,720	162,201	384,720	162,201
Share of profit/(loss) on equity accounted investee, net of tax	153	(163)	-	-
Profit before tax	848,280	919,107	848,127	919,270
Income tax expense	(200,125)	(260,574)	(200,125)	(260,574)
Profit for the quarter	648,155	658,533	648,002	658,696
Other comprehensive income				
Items that will not be reclassified to profit or loss	-	-	-	-
Other comprehensive income , net of tax	-	-	-	-
Total comprehensive income for the quarter	648,155	658,533	648,002	658,696
Basic/diluted earnings per share -Rs.	2.97	3.02	2.97	3.02
Market value per share				
Highest price-(Rs.)			123.25	630.00
Lowest price-(Rs.)			99.00	475.00
Last traded price-(Rs.)			108.50	620.00

STATEMENT OF FINANCIAL POSITION

	COMPANY & INVESTEE		COMPANY	
	As at 30 June	As at 31 March	As at 30 June	As at 31 March
	2026 Rs.000	2026 Rs.000	2026 Rs.000	2026 Rs.000
ASSETS				
NON CURRENT ASSETS				
Property, plant and equipment	1,549,901	1,558,840	1,549,901	1,558,840
Investment property	846,000	846,000	846,000	846,000
Right-of-use assets	-	372	-	372
Investment in equity accounted investee	82,457	82,304	51,200	51,200
	2,478,357	2,487,517	2,447,101	2,456,413
CURRENT ASSETS				
Inventories	5,618,142	4,527,735	5,618,142	4,527,735
Trade and other receivables	2,367,908	2,070,650	2,367,908	2,070,650
Amount due from related companies	-	1,016	-	1,016
Value added tax recoverable	1,351,223	971,289	1,351,223	971,289
Deposits and prepayments	28,737	23,192	28,737	23,192
Financial assets measured at FVTPL	3,240,594	4,888,051	3,240,594	4,888,051
Investment in fixed deposits	3,559,111	3,313,480	3,559,111	3,313,480
Cash and cash equivalents	383,451	730,014	383,451	730,014
	16,549,165	16,525,426	16,549,165	16,525,426
TOTAL ASSETS	19,027,523	19,012,943	18,996,266	18,981,839
EQUITY AND LIABILITIES				
EQUITY				
Stated capital	218,000	218,000	218,000	218,000
Capital reserves	823,459	823,459	747,227	747,227
General reserves	430,136	430,136	430,136	430,136
Retained earnings	14,489,111	13,840,954	14,534,086	13,886,083
	15,960,706	15,312,550	15,929,449	15,281,446
NON-CURRENT LIABILITIES				
Employee benefits	245,635	236,730	245,635	236,730
Deferred taxation	330,353	330,353	330,353	330,353
Interest bearing borrowings	11,525	14,184	11,525	14,184
	587,513	581,268	587,513	581,268
CURRENT LIABILITIES				
Trade and other payables	449,146	1,399,822	449,146	1,399,822
Amount due to related companies	472,165	660,334	472,165	660,334
Current tax payables	771,033	798,247	771,033	798,247
Unclaimed dividends	22,912	23,254	22,912	23,254
Interest bearing borrowings	685,638	236,047	685,638	236,047
Bank overdrafts	78,409	1,421	78,409	1,421
	2,479,304	3,119,126	2,479,304	3,119,126
TOTAL LIABILITIES	3,066,816	3,700,393	3,066,816	3,700,393
TOTAL EQUITY AND LIABILITIES	19,027,523	19,012,943	18,996,266	18,981,839
Net asset per share (Rs.)	73.21	70.24	73.07	70.10

These Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

(Sgd.)

Ms. Hemamala Karunasekara
Chief Financial Officer

(Sgd.)

U. G. Madanayake
Chairman

(Sgd.)

Suren Madanayake
Deputy Chairman

August 11, 2026
Colombo

STATEMENT OF CHANGES IN EQUITY

COMPANY AND INVESTEE

	Stated Capital Rs.000	Capital Reserves Rs.000	General Reserves Rs.000	Retained Earnings Rs.000	Total Rs.000
Balance as at 1 April 2025	218,000	823,459	431,136	11,772,076	13,244,672
Profit for the period	-	-	-	658,534	658,534
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	658,534	658,534
Transactions with owners of the Company					
Interim dividend	-	-	-	-	-
Balance as at 30 June 2025	218,000	823,459	431,136	12,430,610	13,903,206
Balance as at 1 April 2026	218,000	823,459	430,136	13,840,954	15,312,550
Profit for the period	-	-	-	648,157	648,157
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	648,157	648,157
Transactions with owners of the Company					
Interim dividend	-	-	-	-	-
Balance as at 31 March 2026	218,000	823,459	430,136	14,489,111	15,960,706

COMPANY

	Stated Capital Rs.000	Capital Reserves Rs.000	General Reserves Rs.000	Retained Earnings Rs.000	Total Rs.000
Balance as at 1 April 2025	218,000	747,227	431,136	11,820,669	13,217,033
Tax effect arising on initial application of SLFRS 09	-	-	-	-	-
Profit for the period	-	-	-	658,696	658,696
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	658,696	658,696
Transactions with owners of the Company					
Interim dividend	-	-	-	-	-
Balance as at 30 June 2025	218,000	747,227	431,136	12,479,366	13,875,729
Balance as at 1 April 2026	218,000	747,227	430,136	13,886,083	15,281,446
Profit for the period	-	-	-	648,004	648,004
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	648,004	648,004
Transactions with owners of the Company					
Interim dividend	-	-	-	-	-
Balance as at 31 March 2026	218,000	747,227	430,136	14,534,086	15,929,449

STATEMENT OF CASH FLOWS

For the period ended 30 June	COMPANY & INVESTEE		COMPANY	
	2026 Rs.000	2025 Rs.000	2026 Rs.000	2025 Rs.000
Cash flow from operating activities				
Profit before tax	848,281	919,108	848,128	919,270
Adjustments for:				
Share of loss/(profit) from equity accounted investee (net of tax)	(153)	163	-	-
Interest income	(49,380)	(123,531)	(49,380)	(123,531)
Interest expense	15,383	2,589	15,383	2,589
Changes in fair value of investment property	-	-	-	-
Depreciation of property, plant and equipment	23,919	21,913	23,919	21,913
Amortization of right-of-use assets	372	372	372	372
Remeasurement gain on financial assets measured at FVTPL	(102,542)	(81,370)	(102,542)	(81,370)
Provision charged for obsolete and slow moving inventories	16,759	9,471	16,759	9,471
Unrealized exchange loss/(gain) on investment in fixed deposits	(145,386)	(33,034)	(145,386)	(33,034)
Provision /(reversal of provision) for warranties	350	(1,394)	350	(1,394)
Provision for employee benefits	10,519	9,563	10,519	9,563
Operating profit before working capital changes	618,123	723,849	618,123	723,849
Changes in working capital				
Increase in inventories	(1,107,167)	(649,352)	(1,107,167)	(649,352)
Increase in trade and other receivables	(297,258)	(23,672)	(297,258)	(23,672)
Decrease in amount due from related companies	1,016	3,289	1,016	3,289
Increase in deposits and prepayments and value added tax recoverable	(385,479)	(186,393)	(385,479)	(186,393)
Decrease in trade and other payables	(951,025)	(520,651)	(951,025)	(520,651)
Increase/(decrease) in amount due to related parties	(188,169)	780,339	(188,169)	780,339
Cash used in operations	(2,309,959)	127,410	(2,309,959)	127,410
Gratuity paid	(1,614)	(3,255)	(1,614)	(3,255)
Current tax paid	(227,339)	(280,595)	(227,339)	(280,595)
Interest paid	(15,383)	(2,589)	(15,383)	(2,589)
Net cash used in operating activities	(2,554,295)	(159,029)	(2,554,295)	(159,029)
Cash flow from investing activities				
Acquisition of property, plant and equipment	(14,980)	(28,827)	(14,980)	(28,827)
Investment in fixed deposits	(1,277,397)	(3,384,342)	(1,277,397)	(3,384,342)
Withdrawal of fixed deposits	1,177,152	3,343,946	1,177,152	3,343,946
Investment in financial assets measured at FVTPL -Unit Trust	-	(1,643,000)	-	(1,643,000)
Withdrawal of financial assets measured at FVTPL -Unit Trust	1,750,000	1,693,000	1,750,000	1,693,000
Interest received	49,380	123,531	49,380	123,531
Net cash generated from investing activities	1,684,155	104,307	1,684,155	104,307
Cash flow from financing activities				
Dividend paid	(342)	(38)	(342)	(38)
Loans obtained	450,000	-	450,000	-
Loans repayments	(2,660)	(2,660)	(2,660)	(2,660)
Lease payments	(409)	(367)	(409)	(367)
Net Cash generated from/(used in) financing activities	446,590	(3,064)	446,590	(3,064)
Net decrease in cash and cash equivalents	(423,550)	(57,786)	(423,550)	(57,786)
Cash and cash equivalents at beginning of the period	728,593	677,531	728,593	677,531
Cash and cash equivalents at the end of the period	305,043	619,746	305,043	619,746

NOTES TO THE FINANCIAL STATEMENTS

- Figures in the Interim Financial Statements are provisional and subject to audit.
- The consolidated interim financial statements have been prepared in accordance with the accounting policies set out in the Annual Report for the year ended 31 March 2025 and are in compliance with Sri Lanka Accounting Standards - LKAS 34 -Interim Financial Reporting.
- The previous period figures have been re-classified to confirm with the current year's presentation.
- The contingent liability as at 30 June 2026 on guarantees given to third parties amounted to Rs.202,148,235/-.
- Net finance income includes the exchange gain/(losses) as follows,

COMPANY/COMPANY AND INVESTEE				
	Period ended 30 June		Quarter ended 30 June	
	2026	2025	2026	2025
	Rs.000	Rs.000	Rs.000	Rs.000
Exchange gain/(loss)	248,181	41,259	248,181	41,259

- On 18th December 2025, a special resolution stating sub-division of shares has been duly passed by the shareholders unanimously at the Extra Ordinary General Meeting of the Company on the said date. Accordingly, the number of shares of the Company after the sub-division is as follows.

No of shares prior to the sub division 21,800,000
No of share after the sub division 218,000,000

The denominator for the purposes of calculating both basic and diluted earnings per share and net asset per share have been adjusted to reflect the share split made as disclosed above.

- The fair value hierarchy of the financial assets measured at FVTPL as follows.

	Level 2	
	COMPANY/COMPANY AND INVESTEE	
	As at 30/06/26	As at 31/03/26
	Rs'000	Rs'000
Financial assets measured at FVTPL (Investment in Unit Trust)	3,240,594	4,888,051

- There have been no other material events subsequent to the interim period which require disclosure in the Financial Statements.
- The number of shares held by the Board of Directors are as follows :

		As at 30 June 2026		As at 30 June 2025	
		No. of Shares	% Holding	No. of Shares	% Holding
Mr. U. G. Madanayake	- Chairman	562,000	0.26%	56,200	0.26%
Mr. Suren Madanayake	- Deputy Chairman	610,000	0.28%	61,000	0.28%
Mrs. N. C. Madanayake	- Director	-	-	-	-
Mr. Deepal Sooriyaarachchi	- Director	-	-	-	-
Mr. Yudhishtan Kanagasabai	- Director	-	-	-	-

- Shares held by public

	No. of Shares	% Holding	No. of Shareholders
Shares held by public as at 30th June 2026	43,996,960	20.2%	4895
Float adjusted market capitalization (Rs.)	4,773,670,160		

Company complies the requirement of Listing Rules of 7.14.1 -Minimum Public Holding as a Continuous Listing Requirement under the option No. 05 of 7.14.1 (a) as follows.

OPTION	MINIMUM PUBLIC HOLDING REQUIREMENT		
	Float adjusted Market Capitalization	Minimum Public Holding Percentage	Number of Public Shareholders
Option -2	Less than Rs.5.0Bn	7.5%	500

- 20 Largest Shareholders of the Company as at 30 June 2026 were as follows:

	No. of Shares	% Holding
1 Lanka Olex Cables (Private) Ltd	163,493,480	75.00%
2 ACL Cables PLC	9,337,560	4.28%
3 People's Leasing & Finance PLC/Mr. Iresh Sridas	1,554,590	0.71%
4 Amana Bank PLC/Hi-Line Trading (Pvt) Ltd	1,000,000	0.46%
5 Goonesekera C. D. M. (Mrs.)	625,000	0.29%
6 Madanayake H. A. S.	610,000	0.28%
7 Arunodhaya Industries (Private) Limited	600,000	0.28%
8 Madanayake U. G.	562,000	0.26%
9 Arunodhaya (Private) Limited	500,000	0.23%
10 Arunodhaya Investment (Private) Limited	500,000	0.23%
11 Seylan Bank PLC/A. P. Jayasinghe	500,000	0.23%
12 Employees Trust Fund Board	466,564	0.21%
13 Ceylinco Shriram Capital Management Services	465,000	0.21%
14 Assetline FinancePLC/ M. S. Kandanage	427,195	0.20%
15 Leonard D.S.	417,030	0.19%
16 Gunewardene A. D.	402,000	0.18%
17 Rajaksa D. M. and Rajapakse D. S. D.	391,900	0.18%
18 DFCC Bank PLC/P. Muraltharan	363,728	0.17%
19 Sampath Bank PLC/Dr. Palamandadige Lahiru S.	370,020	0.17%
20 Sumathipala U. W. J. P. A.	352,000	0.16%

CORPORATE INFORMATION

Name of the Company	- Kelani Cables PLC
Company registration No.	- PQ 117
Legal form	- A Quoted Public Company with Limited Liability, incorporated as Ceylon Non-Ferrous Metal Industries Limited on 27th January 1969. Thereafter on 18th December 1973 the name was changed to Kelani Cables Limited. With the adoption of the Companies Act No. 07 of 2007, re-registered as Kelani Cables PLC in February 2008.
Registered office	- No. 60, Rodney Street, Colombo 08, Sri Lanka. Telephone : 94-11-7608300, 94-11-2697652 Fax : 94-11-2667758, 94 11 2699503
Principle place of business	- P.O. Box 14, Wewelduwa, Kelaniya, Sri Lanka. Telephone : 94-11-2911224, 94-11-7434400 Fax : 94-11-2910481 Email : info@kelanicable.com Website : www.kelanicable.com
Board of directors	- Mr. U. G. Madanayake Mr. Suren Madanayake Mrs. N. C. Madanayake Mr. Deepal Sooriyaarachchi Mr. Yudhishtan Kanagasabai
Chief Executive Officer	- Dr. Anil Munasinghe
Company Secretary	- Corporate Affairs (Private) Limited. No. 68/1, Dawson Street, Colombo 02, Sri Lanka.
Equity Accounted Investee	- ACL-Kelani Magnet Wire (Private) Limited No. 60, Rodney Street, Colombo 08, Sri Lanka. Principle place of business No.78, Raja Mawatha, Ekala, Ja-ela, Sri Lanka.
Auditors	- KPMG (Chartered Accountants) 32A, Sir Mohamed Macan Marker Mawatha P. O. Box 186 Colombo 03 Sri Lanka.
Bankers	- Hatton National Bank PLC Hongkong and Shanghai Banking Corporation Limited Standard Chartered Bank Peoples Bank Nations Trust Bank PLC NDB Bank PLC DFCC Bank PLC Commercial Bank of Ceylon PLC Sampath Bank PLC Indian Overseas Bank