KELANI TYRES PLC

(Reg: No. PQ 123)

INTERIM FINANCIAL STATEMENTS

FOR SIX MONTHS ENDED SEPTEMBER 30, 2026

Corporate Office
203, Union Place
Colombo 02.

KELANI TYRES PLC AND ITS GROUP

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(all amounts in Sri Lankan Rupees thousands)

	Group		Company		Group		Company	
	Apr. -Sep.		Apr. - Sep.		Jul. -Sep.		Jul. -Sep.	
	2026 *(Un audited)*	2025 *(Audited)*	2026 *(Un audited)*	2025 *(Audited)*	2026 *(Un audited)*	2025 *(Audited)*	2026 *(Un audited)*	2025 *(Audited)*
Revenue	-	-	-	-	-	-	-	-
Direct costs	-	-	-	-	-	-	-	-
Gross margin	-	-	-	-	-	-	-	-
Operating income	**31,624**	**27,219**	**781,624**	**777,220**	15,891	12,193	765,892	12,193
	31,624	27,219	781,624	777,220	15,891	12,193	765,892	12,193
Administrative costs	(34,975)	(24,025)	(34,906)	(24,013)	(21,275)	(14,877)	(21,216)	(14,871)
Management Expenses	(52,312)	(43,647)	(52,312)	(43,647)	(28,118)	(21,193)	(28,118)	(21,193)
Depriciation	(631)	(567)	(631)	(567)	(318)	(289)	(318)	(289)
Other Operating Expenses	-	-	-	-	-	-	-	-
Operating profit	**(56,294)**	**(41,020)**	**693,775**	**708,993**	**(33,820)**	**(24,166)**	**716,239**	**(24,160)**
Finance Income	51,142	43,764	51,142	43,764	32,648	26,255	32,648	26,255
Finance costs	(432)	(1,420)	(432)	(1,420)	(308)	(999)	(308)	(999)
Net Finance Income	**50,710**	**42,344**	**50,710**	**42,344**	**32,340**	**25,257**	**32,340**	**25,257**
Share of results of JV Net of Tax	11,133	197,833	-	-	(151,840)	251,532	-	-
Profit/(Loss) before tax	5,549	199,157	744,485	751,337	(153,320)	252,623	748,579	1,096
Tax	(2,395)	(4,433)	(2,395)	(4,433)	**(2,395)**	**(2,033)**	**(2,395)**	**(2,033)**
Profit/(Loss) for the period	**3,154**	**194,724**	**742,090**	**746,904**	**(155,714)**	**250,590**	**746,185**	**(936)**
Other comprehensive income:								
Items that will not be reclasified to profit or (loss)								
Share of other comprehensive - -Income/expenses from Joint Venture	(2,647)	304	-	-	(1,370)	156	-	-
Total comprehensive income - -for the period, net of tax	**507**	**195,028**	**742,090**	**746,904**	**(157,084)**	**250,746**	**746,185**	**(936)**
Earning per share (for the period)	**0.04**	**2.42**	**9.23**	**9.29**	**(1.94)**	**3.12**	**9.28**	**(0.01)**

KELANI TYRES PLC AND ITS GROUP

CONSOLIDATED STATEMENT OF FINANCIAL POSSITION

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
ASSETS	**30-09-2026** ***(un-audited)***	**31-03-2026** ***(audited)***	**30-09-2026** ***(un-audited)***	**31-03-2026** ***(audited)***
Non-current assets				
Property, plant and equipment	42,463	42,715	42,463	42,715
Investment Property	800,000	800,000	800,000	800,000
Investments in subsidiaries	-	-	10	10
Investment in JV	4,803,496	5,545,010	139,607	139,607
	5,645,958	6,387,725	982,079	982,332
Current assets				
Trade and other receivables	12,591	12,607	12,591	12,607
Amounts due from related parties	30,922	28,800	30,922	28,800
Income Tax Refund	11,857	11,857	11,857	11,857
Other Investments	1,219,802	1,010,516	1,219,802	1,010,516
Cash and cash equivalents	336,310	316,588	332,806	312,965
	1,611,482	1,380,368	1,607,978	1,376,745
Total assets	**7,257,441**	**7,768,093**	**2,590,058**	**2,359,077**
EQUITY AND LIABILITIES				
Equity attributable to equity holders				
Stated capital	402,000	402,000	402,000	402,000
Revaluation reserves	1,124,205	1,124,205	29,297	29,297
Retained earnings	5,457,852	5,979,945	1,885,377	1,665,887
Total equity	6,984,056	7,506,150	2,316,674	2,097,184
Non - current liabilities				
Retirement benefit obligations	15,250	16,450	15,250	16,450
Deferred tax liability	128,377	128,378	128,377	128,378
	143,627	144,828	143,627	144,828
Current liabilities				
Trade and other payables	114,780	113,040	114,780	112,990
Provision for Taxation	-	-	-	-
Bank Overdraft	14,977	4,075	14,977	4,075
	129,757	117,115	129,757	117,065
Total liabilities	**273,384**	**261,943**	**273,384**	**261,893**
Total equity and liabilities	**7,257,441**	**7,768,093**	**2,590,058**	**2,359,077**
Net Asset Value Per share	86.87	93.36	28.81	26.08

I certify that these financial statements have been prepared in compliance with requirements of the Companies Act, No. 07 of 2007.

Sgd.
Finance Officer

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

Sgd.
Managing Director
12th November 2026

Sgd.
Director

KELANI TYRES PL AND ITS GROUP

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(all amounts in Sri Lanka Rupees Thousands)

Company

	Stated capital	Revaluation Reserve	Retained Earnings	Total
Balance at 1 April 2025 (audited)	**402,000**	**22,049**	**1,526,049**	**1,950,098**
Profit for the Period	-	-	746,904	746,904
Other comprehensive income	-	-	-	-
Dividend paid	-	-	(522,600)	**(522,600)**
Balance at 30th Sep. 2025 (audited)	**402,000**	**22,049**	**1,750,353**	**2,174,402**
Balance at 1 April 2026 (audited)	**402,000**	**29,297**	**1,665,887**	**2,097,184**
Profit for the Period	-	-	742,090	742,090
Other comprehensive income		-	-	-
Dividend paid	-	-	(522,600)	(522,600)
Balance at 30th Sep. 2026 (un-audited)	**402,000**	**29,297**	**1,885,377**	**2,316,674**

Group

	Stated capital	Revaluation Reserve	Retained Earnings	Total
Balance at 1 April 2025 (audited)	**402,000**	**1,116,957**	**6,052,866**	**7,571,823**
Profit for the Period	-	-	194,724	194,724
Other comprehensive income	-	-	304	304
Dividend paid	-	-	(522,600)	(522,600)
Balance at 30th Sep. 2025 (audited)	**402,000**	**1,116,957**	**5,725,294**	**7,244,251**
Balance at 1 April 2026 (audited)	**402,000**	**1,124,205**	**5,979,945**	**7,506,150**
Profit for the Period	-	-	3,154	3,154
Other comprehensive income	-	-	(2,647)	(2,647)
Dividend paid	-	-	(522,600)	(522,600)
Balance at 30th Sep. 2026 (un-audited)	**402,000**	**1,124,205**	**5,457,852**	**6,984,056**

KELANI TYRES PLC AND ITS GROUP

Cash flow statement

(all amounts in Sri Lankan Rupees thousands)

	Six months ended 30th Sep. 2026		Six months ended 30th Sep. 2025	
	Group	**Company**	**Group**	**Company**
Cash flows from operating activities				
Cash generated from (used in) operations	(56,032)	(55,913)	(75,616)	(75,553)
Interest received	51,142	51,142	43,764	43,764
Interest paid	(432)	(432)	(1,420)	(1,420)
Tax paid	(2,395)	(2,395)	(2,496)	(2,496)
Gratuity paid	(1,200)	(1,200)	-	-
Net cash generated from (used in) operating activities	**(8,917)**	**(8,798)**	**(35,768)**	**(35,706)**
Cash flows from investing activities				
Purchases of property, plant and equipment	(377)	(377)	(920)	(920)
Dividend received	750,000	750,000	750,000	750,000
Investment in government securities	(209,286)	(209,286)	(10,340)	(10,340)
Net cash (used in)/generated from investing activities	**540,337**	**540,337**	**738,740**	**738,740**
Cash flows from financing activities				
Dividend payment	(522,600)	(522,600)	(522,600)	(522,600)
Net cash (used in)generated from financing activities	**(522,600)**	**(522,600)**	**(522,600)**	**(522,600)**
Net (decrease)/increase in cash and cash equivalents	**8,820**	**8,939**	**180,372**	**180,434**
Movement in cash and cash equivalents				
At the start of period	312,513	308,890	280,915	277,144
(Decrease)/increase	8,820	8,939	180,372	180,434
At the end of period	**321,333**	**317,829**	**461,286**	**457,578**

KELANI TYRES PLC AND ITS GROUP

NOTES TO THE INTERIM FINANCIAL STATEMENTS:

(all amounts are in Sri Lanka Rupees thousands)

1 **General Information**

Company

The company is a limited liability company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The address of its registered office is P.O.Box 8, Nungamugoda, Kelaniya.

Group

Joint Venture (JV):

The JV's principal activity is the manufacture of tyres and tubes locally and its sale thereof locally and internationaly.

Subsidiary company:

The principal business activity is to hire out motor vehicles.

2 **Basis of preparation**

The Interim Financial Statements have been prepared in compliance with Sri Lanka Accounting Standard (LKAS-34) Interim Financial reporting .These interim financial statements should be read in conjunction with the annual financial statement for the year ended 31 Mar. 2026,

3 **Significant Accounting Policies**

The Company has adopted consistent accounting policies and method applied for the year ended 31st March 2026 and the presentation and classification of the financial statements of the previous year have been ammended where relevent for better presentation and to be comparable with those of the current year.

4 **Stated Capital**

Stated Capital represented by issued shares is given below:

	30/09/2026	30/09/2025	31/03/2026
Ordinery shares as at	**80,400**	**80,400**	**80,400**

5 There have been no other events subsequent to the Balance Sheet date, which require disclosure in the Interim Financial Statements.

6 Provision was made for taxation by the Company and joint venture (JV) CEAT SRI LANKA as follows:

	Company (Rs.)	*JV (Rs.)*
Profit before Tax	744,485	406,354
Less: Provision for Tax	(2,395)	(384,088)
Profit /(Loss) after Tax	**742,090**	**22,266**

7 There were no Contingent Liabilities or Contingent Assets since the Balance Sheet date.

8 There were no Liability towards Management fee or any similar expenditure not provided for in the Interim Financial Statements.

9 **Dividend per share**

	Group		Company	
	30/09/2026	30/09/2025	30/09/2026	30/09/2025
Dividend received from the JV	**750,000**	**750,000**	**750,000**	**750,000**
Dividend declared & paid to shareholders	**522,600**	**522,600**	**522,600**	**522,600**
Number of shares in issue (thousands)	80,400	80,400	80,400	80,400
Dividend per share - (Rs.)	**6.50**	**6.50**	**6.50**	**6.50**

10 The figures have been presented in these financial statements are provisional and subject to audit, and also comparative figures have been reclasified where necessary.

11 Market price per share:

for the quarter ended 30th Sep.

	2026	2025
	Rs.	Rs.
Highest Price (20/08/26 & 13/08/25)	94.80	110.50
Lowest Price (29/09/26 & 02/07/25)	80.10	88.00
Closing Price	82.50	94.40
Last Traded Price	83.00	95.00

KELANI TYRES PLC

TOP 20 SHARE HOLDERS LIST

AS AT 30-09-2026

No.	Name	No of Shares	%
1	SILVERSTOCK LIMITED	39,994,246	49.744
2	MR. H. M. UDESHI	5,530,948	6.879
3	BANK OF CEYLON A/C CEYBANK UNIT TRUST	5,123,886	6.373
4	EMPLOYEES TRUST FUND BOARD	2,453,639	3.052
5	MR. R. C. D. DE SILVA	2,000,000	2.488
6	EMPLOYEE'S PROVIDENT FUND	1,553,800	1.933
7	BANK OF CEYLON ACCOUNT CEYBANK - CENTURY GROWTH FUND	1,011,585	1.258
8	MONA EXPORTS (PVT) LTD	673,982	0.838
9	MRS. T. T. A. DE SILVA WEERASOORIYA	622,612	0.774
10	MOULDEX (PVT) LTD	600,000	0.746
11	MR. A. M. WEERASINGHE	520,000	0.647
12	J. B. COCOSHELL (PVT) LTD	499,065	0.621
13	SAMPATH BANK PLC / ARUNA ENTERPRISES(PVT) LTD	437,600	0.544
14	MRS. K. PUSPARAJ	426,172	0.530
15	MR. B POBRAN	350,240	0.436
16	RANSIRI ENTERPRISES (PRIVATE) LIMITED	310,000	0.386
17	COMMERCIAL BANK OF CEYLON PLC A/C NO. 03	305,500	0.380
18	MRS N MULJIE	290,694	0.362
19	MR. S. SIVAJEEVAN	275,000	0.342
20	MR. T. T. T. AL- NAKIB (DECEASED)	250,000	0.311

PUBLIC HOLDING

The percentage of shares held by the public as at 30th September 2026 is 46.811% comprising of 10,555 shareholders
(30th September 2025 - 46.961% comprising of 10,031 shareholders)

FLOAT ADJUSTED MARKET CAPITALIZATION AS AT 30th SEPTEMBER 2026 - RS. 3,105,023,542/50

The Company is in compliance with Option 4 of Rule 7.13.1.i (a) of the Listing Rule of the Colombo Stock Exchange pertaining to minimum public holding.

SHARE HOLDINGS BY THE DIRECTORS AS AT 30TH SEPTEMBER 2026

Names of Directors	No of Shares as at 30th Sep. 2026	%
Mr. Chanaka De Silva	2,000,000	2.488%
Mr. Rohan T. Fernando	Nil	Nil
Mr. Eraj T. Fernando	84,553	0.105%
Mr. R. P. Weerasooria	Nil	Nil
Mr. P. Samarasekera	Nil	Nil
Mrs. S. S. Jayatilaka	240	0.000
Mrs. R. M. R. D. Rajapaksa	Nil	Nil