LANKA CERAMIC PLC

Provisional Financial Statements

For the period ended 31st December 2025

LANKA CERAMIC PLC

Statement of Financial Position

As at	Company		Group	
	31.12.2025 (Unaudited) Rs.	31.03.2025 (Audited) Rs.	31.12.2025 (Unaudited) Rs.	31.03.2025 (Audited) Rs.
ASSETS				
Non-current assets				
Property, plant and equipment	**188,760,491**	206,929,255	**188,760,491**	206,929,255
Investment property	**1,056,382,000**	1,056,382,000	**1,056,382,000**	1,056,382,000
Other equity investments	**-**	-	**70,605,497**	70,605,497
Investment in subsidiary	**56,666,760**	56,666,760	**-**	-
Total non-current assets	**1,301,809,251**	1,319,978,015	**1,315,747,988**	1,333,916,752
Current assets				
Inventories	**7,063,565**	7,722,408	**7,063,565**	7,722,408
Trade and other receivables	**148,489,365**	133,656,450	**147,672,665**	132,973,058
Cash and cash equivalents	**109,816,858**	92,598,162	**109,816,858**	92,598,162
Total current assets	**265,369,788**	233,977,020	**264,553,088**	233,293,628
Total assets	**1,567,179,039**	1,553,955,035	**1,580,301,076**	1,567,210,380
EQUITY AND LIABILITIES				
Stated capital	**300,000,000**	300,000,000	**300,000,000**	300,000,000
Reserves	**221,383,947**	221,383,947	**231,141,063**	231,141,063
Retained earnings	**630,967,082**	614,082,522	**630,150,380**	613,399,128
Total equity	**1,152,351,029**	1,135,466,469	**1,161,291,443**	1,144,540,191
Non-current liabilities				
Deferred tax liabilities	**349,670,297**	335,735,070	**353,851,920**	339,916,693
Retirement benefit liability	**7,575,357**	7,688,496	**7,575,357**	7,688,496
Other non-current liabilities	**33,628,037**	33,884,455	**33,628,037**	33,884,455
Total non-current liabilities	**390,873,691**	377,308,021	**395,055,314**	381,489,644
Current liabilities				
Trade and other payables	**23,954,319**	41,180,545	**23,954,319**	41,180,545
Total current liabilities	**23,954,319**	41,180,545	**23,954,319**	41,180,545
Total equity and liabilities	**1,567,179,039**	1,553,955,035	**1,580,301,076**	1,567,210,380
Net Assets Value Per Share (Rs.)	**192.06**	**189.24**	**193.55**	**190.76**

These Financial Statements are in compliance with the requirements of the Companies Act No 7 of 2007.

Sgd
B.G.W. Sarathchandra
Head of Finance

The Board of Directors is responsible for the preparation and presentation of these financial statements.
Signed for and on behalf of the Board by,

Sgd
A.M. Weerasinghe
Chairman

Sgd
L.P.B. Talwatte
Managing Director

January 29, 2026

LANKA CERAMIC PLC

Statement of Profit or Loss and Other Comprehensive Income

	Company						Group					
	Nine Months			Quarter			Nine Months			Quarter		
For the period ended	31.12.2025 Rs.	31.12.2024 Rs.	Variance %	31.12.2025 Rs.	31.12.2024 Rs.	Variance %	31.12.2025 Rs.	31.12.2024 Rs.	Variance %	31.12.2025 Rs.	31.12.2024 Rs.	Variance %
Revenue	**159,571,761**	167,840,156	(5)	**46,784,569**	52,066,471	(10)	**159,571,761**	167,840,156	(5)	**46,784,569**	52,066,471	(10)
Cost of sales	**(95,682,104)**	(96,485,885)	(1)	**(31,803,781)**	(29,870,783)	6	**(95,682,104)**	(96,485,885)	(1)	**(31,803,781)**	(29,870,783)	6
Gross profit	**63,889,657**	**71,354,271**	(10)	**14,980,788**	**22,195,688**	(33)	**63,889,657**	**71,354,271**	(10)	**14,980,788**	**22,195,688**	(33)
Other income	**66,652,281**	69,977,706	(5)	**22,805,254**	23,232,619	(2)	**66,652,281**	69,977,706	(5)	**22,805,254**	23,232,619	(2)
Distribution cost	**(9,427,930)**	(9,621,460)	(2)	**(3,313,230)**	(3,273,465)	1	**(9,427,930)**	(9,621,460)	(2)	**(3,313,230)**	(3,273,465)	1
Administrative expenses	**(26,486,304)**	(26,130,397)	1	**(8,408,826)**	(8,801,862)	(4)	**(26,619,612)**	(26,197,128)	2	**(8,506,398)**	(8,813,755)	(3)
Finance cost	**(2,120,273)**	(2,894,553)	(27)	**(731,234)**	(269,207)	172	**(2,120,273)**	(2,894,553)	(27)	**(731,234)**	(269,207)	172
Finance income	**8,570,398**	5,385,844	59	**2,966,691**	1,627,418	82	**8,570,398**	5,385,844	59	**2,966,691**	1,627,418	82
Profit before tax	**101,077,829**	**108,071,410**	(6)	**28,299,443**	**34,711,192**	(18)	**100,944,521**	**108,004,679**	(7)	**28,201,871**	**34,699,298**	(19)
Income tax expense	**(30,793,269)**	(33,779,808)	(9)	**(8,534,554)**	(10,452,570)	(18)	**(30,793,269)**	(33,779,808)	(9)	**(8,534,554)**	(10,452,570)	(18)
Profit for the period	**70,284,560**	**74,291,602**	(5)	**19,764,889**	**24,258,622**	(19)	**70,151,252**	**74,224,871**	(5)	**19,667,317**	**24,246,728**	(19)
Deferred tax reversal on land disposal	-	1,500,000	(100)	-	-	-	-	1,500,000	(100)	-	-	-
Total comprehensive income for the period	**70,284,560**	**75,791,602**	(7)	**19,764,889**	**24,258,622**	(19)	**70,151,252**	**75,724,871**	**(7)**	**19,667,317**	**24,246,728**	(19)
Earnings Per Share -from continuing operations (Rs.)	***11.71***	***12.38***		***3.29***	***4.04***		***11.69***	***12.37***		***3.28***	***4.04***	

LANKA CERAMIC PLC

Statement of Changes in Equity

	Company			
	Stated capital Rs.	**Revaluation reserve Rs.**	**Retained earnings Rs.**	**Total Rs.**
Balance as at 01st April 2024	300,000,000	237,827,347	497,653,497	1,035,480,844
Profit for the period	-	-	74,291,602	74,291,602
Other comprehensive income	-	1,500,000	-	1,500,000
Total comprehensive income	-	1,500,000	74,291,602	75,791,602
Transfer from revaluation reserve on disposal of land	-	(5,000,000)	5,000,000	-
Final dividend - 2023/24	-	-	(7,200,000)	(7,200,000)
Balance as at 31 December 2024	**300,000,000**	**234,327,347**	**569,745,099**	**1,104,072,446**
Balance as at 01st April 2025	300,000,000	221,383,947	614,082,522	1,135,466,469
Profit for the period	-	-	70,284,560	70,284,560
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	70,284,560	70,284,560
Final dividend - 2024/25			(53,400,000)	(53,400,000)
Balance as at 31st December 2025	**300,000,000**	**221,383,947**	**630,967,082**	**1,152,351,029**

Statement of Changes in Equity

	Group				
	Stated capital Rs.	**Revaluation reserve Rs.**	**Fair value reserve Rs.**	**Retained earnings Rs.**	**Total Rs.**
Balance as at 01st April 2024	300,000,000	237,827,347	7,867,997	497,163,254	1,042,858,598
Profit for the period	-	-	-	74,224,871	74,224,871
Other comprehensive income	-	1,500,000	-	-	1,500,000
Total comprehensive income	-	1,500,000	-	74,224,871	75,724,871
Transfer from revaluation reserve on disposal of land	-	(5,000,000)	-	5,000,000	-
Final dividend - 2023/24	-		-	(7,200,000)	(7,200,000)
Balance as at 31 December 2024	**300,000,000**	**234,327,347**	**7,867,997**	**569,188,125**	**1,111,383,469**
Balance as at 01st April 2025	300,000,000	221,383,947	9,757,116	613,399,128	1,144,540,191
Profit for the period	-	-	-	70,151,252	70,151,252
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	70,151,252	70,151,252
Final dividend - 2024/25	-	-	-	(53,400,000)	(53,400,000)
Balance as at 31st December 2025	**300,000,000**	**221,383,947**	**9,757,116**	**630,150,380**	**1,161,291,443**

LANKA CERAMIC PLC

Cash Flow Statement

For the period ended	Company		Group	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	Rs.	Rs.	Rs.	Rs.
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit/(loss) before income tax	**101,077,829**	108,071,410	**100,944,521**	108,004,679
Adjustments for;				
Depreciation and amortization	**18,987,767**	20,979,000	**18,987,767**	20,979,000
Finance cost	**2,120,273**	2,894,553	**2,120,273**	2,894,553
(Profit)/ loss on sale of property, plant & equipment	**-**	(2,645,000)	**-**	(2,645,000)
Deferred income	**(256,418)**	-	**(256,418)**	-
Interest Income	**(8,570,398)**	(5,385,844)	**(8,570,398)**	(5,385,844)
Provision for retirement benefit obligations	**890,610**	628,889	**890,610**	628,889
Operating profit before working capital changes	**114,249,663**	124,543,008	**114,116,355**	124,476,277
(Increase)/ decrease in inventories	**658,843**	255,886	**658,843**	255,886
(Increase)/ decrease in trade and other receivables	**(14,832,915)**	631,255	**(14,699,607)**	697,986
Increase/ (decrease) in trade and other payables	**(33,879,806)**	3,451,261	**(33,879,806)**	3,451,261
Cash generated from operations	**66,195,785**	128,881,410	**66,195,785**	128,881,410
Finance cost paid	**(2,120,273)**	(2,894,553)	**(2,120,273)**	(2,894,553)
Retirement benefit costs paid	**(1,003,750)**	-	**(1,003,750)**	-
Income tax paid	**(204,464)**	-	**(204,464)**	-
Net cash from/ (used in) operating activities	**62,867,298**	125,986,857	**62,867,298**	125,986,857
CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES				
Acquisition of property, plant & equipment	**(819,000)**	(1,943,000)	**(819,000)**	(1,943,000)
Interest Income	**8,570,398**	5,385,844	**8,570,398**	5,385,844
Proceeds from sale of property,plant & equipment	**-**	9,084,681	**-**	9,084,681
Net cash flows from / (used in) investing activities	**7,751,398**	12,527,525	**7,751,398**	12,527,525
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of interest bearing borrowings	**-**	(8,520,000)	**-**	(8,520,000)
Dividend paid	**(53,400,000)**	(22,200,000)	**(53,400,000)**	(22,200,000)
Net cash flows from financing activities	**(53,400,000)**	(30,720,000)	**(53,400,000)**	(30,720,000)
Net increase / (decrease) in cash and cash equivalents	**17,218,696**	107,794,382	**17,218,696**	107,794,383
MOVEMENT IN CASH & CASH EQUIVALENTS				
Cash and cash equivalents at the beginning of the period	**92,598,162**	(54,372,852)	**92,598,162**	(54,372,852)
Cash and cash equivalents at the end of the period	**109,816,858**	53,421,530	**109,816,858**	53,421,530

Notes

1.) Corporate Information

Lanka Ceramic PLC ("the Company") is a public limited liability Company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The registered office of the Company is located at No.23, Narahenpita Road, Nawala.

2.) Figures for the period ended 31st December 2025 are provisional and subject to audit.

3). Number of fully paid ordinary shares as at 31st December 2025 is 6,000,000 (31st March 2025 - 6,000,000).

4). The consolidated financial statements of the Group comprise Lanka Ceramic PLC (Parent Company) and its fully owned subsidiary; LC Plantation Projects Limited.

The principal activity of LC Plantation Projects Limited is holding of investments. The Company was incorporated on 5th March 2021.

5). Basis of Preparation

The financial statements of the Company and the Group have been prepared in accordance with Sri Lanka Accounting Standards comprising SLFRS and LKAS as issued by the Institute of Chartered Accountants of Sri Lanka.

The financial statements of the Company and the Group have been prepared on a historical cost basis, other than land and buildings that have been measured at fair value.

6). Significant Accounting Policies

The same accounting policies as disclosed in the annual report for the year ended 31st March 2025 have been followed in the preparation of interim financial statements and are in compliance with LKAS 34 - Interim Financial Reporting.

The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period.

7). Fair value measurement and related fair value disclosures

The fair values of all the financial assets and financial liabilities recognized during the period were not materially different from the transaction prices at the date of initial recognition. There were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 categories as per the fair value hierarchy, during the period. Further, carrying values of financial assets and financial liabilities as at the end of the reporting period were assumed that the respective carrying amounts approximate their fair values.

8). The Company's parent undertaking is Royal Ceramics Lanka PLC and ultimate parent undertaking is Vallibel One PLC.

9). Cash and cash equivalents for the cash flow purposes.

	Company/Group	
	As at 31st December 2025	As at 31st December 2024
Favourable cash and cash equivalent balances.		
Cash and bank balances	109,816,858	53,421,530
Cash and cash equivalents for the cash flow purposes	109,816,858	53,421,530

10). Events occurring after the Balance Sheet date

There have been no material events occurring after the Balance Sheet date that require adjustments or disclosure to these financial statements.

11). There have been no significant changes in contingent liabilities other than which were disclosed in the annual report for the year ended 31st March 2025.

12). Share Information

Market price of the shares,

	2025/26 (3rd Quarter)	2024/25 (3rd Quarter)
	Price (Rs.)	Price (Rs.)
Highest	178.50	150.00
Lowest	165.00	102.00
Last Traded	170.00	150.00

13). Directors' shareholding as at 31st December 2025

Shareholder	No. of shares	%
Mr. A.M. Weerasinghe	-	-
Mr. L.P.B. Talwatte	-	-
Mr. T.G. Thoradeniya (Resigned w.e.f. 31.12.2025)	-	-
Ms. A.M.L. Page	-	-
Mr. S.M. Liyanage	-	-
Ms. K.D. Weerasinghe	-	-
Mr. H.M.A. Jayesinghe *(Appointed w.e.f 20th December 2025)*	-	-

14). Twenty five major shareholders as at 31st December 2025

	Shareholder	No. of shares	%
1	Royal Ceramics Lanka PLC	4,413,390	73.56
2	Mr. A.A. Page	750,000	12.50
3	Mr. R.S. Ingram	42,642	0.71
4	Bimputh Finance PLC	28,818	0.48
5	Mr. M. Balasubramaniam	26,709	0.45
6	TRL Holdings (Pvt) Limited	26,014	0.43
7	Vyjayanthi & Company Limited	20,000	0.33
8	Mr. R. Maheswaran (Deceased)	18,735	0.31
9	Miss. M.P. Radhakrishnan	15,135	0.25
10	Miss. A. Radhakrishnan	15,134	0.25
11	Arunodhaya (Pvt) Limited	13,741	0.23
12	Arunodhaya Industries (Pvt) Limited	13,741	0.23
13	Arunodhaya Investments (Pvt) Limited	13,738	0.23
14	Mr. U.I. Suriyabandara	13,465	0.22
15	Mr. N.H. Talgaswatte	12,500	0.21
16	Mr. Z.G. Carimjee	10,267	0.17
17	Mr. U.C. Bandaranayake and Mrs. L. Bandaranayake	10,000	0.17
18	Mr. Y.K.H. Gunawardena	10,000	0.17
19	MR. P.A.G.T.P. Attanayake	7,919	0.13
20	Commercial Bank of Ceylon PLC/ P. Gajendra	6,806	0.11
21	Mr. J.D. Vithanage & Mrs. R.P. Priyadarshani	6,500	0.11
22	Mrs. K.A.U. Kodithuwakku	6,336	0.11
23	Commercial Bank of Ceylon PLC/ S. Vasudevan	6,000	0.10
24	MR. A.A.P.S.K. Karunarathne & MR. A.A.P.K. Karunarathne	5,790	0.10
25	MRS. D.R. Costa	5,439	0.09
	Sub Total	5,498,819	91.65
	Other Shareholders	501,181	8.35
	Grand Total	6,000,000	100

The Percentage of shares held by the public as at 31st December 2025 -13.26% comprising of 1,762 shareholders.

15). The float adjusted market capitalization as at 31st December 2025 is Rs. 135,415,147.50
Ordinary voting shares of Lanka Ceramic PLC have been transferred from the Main Board to Diri Savi Board, with effect from 02nd July 2018.

The Float adjusted market capitalization of the Company falls under Option 2 of Rule 7.13.1 (i) (b) of the listing rules of the Colombo Stock Exchange and the Company has complied with the minimum public holding requirement applicable under the said option.

CORPORATE INFORMATION

Name of the Company

Lanka Ceramic PLC

Legal Form

A Public Quoted Company with Limited Liability, Incorporated under the provision of Companies Act No 17 of 1982 and re-registered under the Companies Act No. 07 of 2007.

Company Registration Number

PQ 157

Board of Directors

Mr. A.M. Weerasinghe - Chairman
Mr. L.P.B. Talwatte - Managing Director
Mr. T.G. Thoradeniya - (Resigned w.e.f. 31st December 2025)
Ms. A.M.L. Page
Mr. J.D.N. Kekulawala - (Resigned w.e.f. 08th December 2025)
Mr. S.M. Liyanage
Ms. K.D. Weerasinghe
Mr. H.M.A. Jayesinghe - (Appointed w.e.f. 20th December 2025)

Company Secretaries

P W Corporate Secretarial (Pvt) Ltd
3/17, Kynsey Road, Colombo 8
Tel: +94 11 4640360

Company Registrars

Central Depository Systems (Pvt) Limited
Ground Floor, M & M Center, 341/5, Kotte Road, Rajagiriya.
Tel: +94 11 2356491| Fax: +94 11 2440396| Web: www.cds.lk

Registered Office

No. 23, Narahenpita Road, Nawala
Telephone: +94 11 4504610, +94 11 4504612
Facsimile: +94 11 4504614

Auditors

Ernst & Young
Chartered Accountants
Rotunda Towers, No. 109, Galle Road, P.O. Box 101, Colombo 03
Telephone: +94 11 2463500 | Facsimile: +94 11 7687869

Bankers

Hatton National Bank PLC
People's Bank
Sampath Bank PLC