LANKA IOC PLC

FINANCIAL STATEMENTS - 30TH JUNE 2026

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Lanka IOC PLC

Statement of Financial Position

(all amounts in Sri Lanka Rupees 000's)

	Note	As at 30th June 2026	As at 31st Mar 2026
ASSETS			
Non Current Assets			
Property, Plant and Equipment		5,293,201	5,306,510
Long term Investment -CPSTL		7,483,000	7,483,000
Long term Investment -TPTL		137,200	137,200
Intangible Assets		673,876	673,876
Right to Use-Lease Assets		526,564	541,158
Other Receivables		193,425	193,425
Long term Investment		33,436,461	31,879,396
		47,743,727	**46,214,565**
Current Assets			
Inventories		35,505,368	37,621,018
Trade and Other Receivables		21,256,092	15,046,812
Short Term Investments		19,709,814	27,276,827
Cash and Bank Balances		3,946,635	1,746,416
		80,417,909	**81,691,073**
Total Assets		**128,161,636**	**127,905,638**
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital		7,576,574	7,576,574
Other Reserve		3,089,000	3,089,000
Retained Earnings		82,903,024	81,375,728
Total Equity		**93,568,598**	**92,041,302**
Non Current Liabilities			
Defined Benefit Obligation (Net)		2,109	26,078
Right to Use-Lease Liability		359,627	391,708
Deferred Tax Liability (Net)		175,997	108,006
		537,733	**525,792**
Current Liabilities			
Interest Bearing Borrowings		4,347,825	1,518,435
Income Tax Payable		467,466	1,026,826
Trade and Other Payables		29,119,594	32,681,476
Right to Use-Lease Liability		120,420	111,807
		34,055,305	**35,338,544**
Total Equity and Liabilities		**128,161,636**	**127,905,638**

(The above figures are unaudited)

I certify that these financial statements have been prepared in compliance with requirement of the Companies Act, No. 7 of 2007

Sgd
Avinash Singhal
Sr Vice President (Finance)

The Board of Directors is responsible for these financial statements. The Financial Statements were authorised for issue by the Board of Directors on 17th July 2026

Sgd
K. Raghu
Managing Director
Date : 17th July 2026

Sgd
H.Manil Anthony Jayasinghe
Director
Date : 17th July 2026

Lanka IOC PLC

Statement of Comprehensive Income

(all amounts in Sri Lanka Rupees 000's)

	Three Months Ended	
	Apr- June 2026-27	**Apr- June 2025-26**
Revenue	92,107,073	62,538,420
Cost of Sales	(88,316,816)	(57,741,939)
Gross Profit	**3,790,257**	4,796,481
Other Operating Income	28,725	101,655
		-
Selling and Distribution Expenses	(1,903,577)	(2,320,908)
Administrative Expenses	(821,458)	(710,023)
Operating Profit/(Loss)	**1,093,947**	**1,867,205**
Finance Income	1,329,112	1,147,603
Finance Expenses	(353,948)	(109,531)
Profit/(Loss) Before Tax	**2,069,111**	**2,905,277**
Income Tax	(541,815)	(582,252)
Profit/(Loss) for the period	**1,527,296**	**2,323,025**
Other Comprehensive Income /(Loss)		
Items that will not be reclassified to profit or loss:		
Actuarial Loss on Defined Benefit Obligations	-	-
Income tax on other Comprehensive income/(loss)	-	-
Fair Value Adjustment on CPSTL	-	-
		-
Total Comprehensive Income/(Loss), Net of Tax	**1,527,296**	**2,323,025**
Earnings Per Share	2.87	4.36

(The above figures are unaudited)

Lanka IOC PLC

Statement of changes in equity

(all amounts in Sri Lanka Rupees in '000's)

	Stated Capital Rs.	Other Reserve (Financial Assets at FVOCI) Rs	Retained Earnings Rs.	Total Rs.
Balance at 1st April 2025	7,576,574	1,649,000	73,466,048	82,691,622
Dividends Paid	-		(2,662,328)	(2,662,328)
Profit /(Loss) for the Period	-		2,323,025	2,323,025
Balance at 30th June 2025	**7,576,574**	**1,649,000**	**73,126,745**	**82,352,319**
Balance at 1st April 2026	7,576,574	3,089,000	81,375,728	92,041,302
Profit /(Loss) for the Period			1,527,296	1,527,296
Balance at 30th June 2026	**7,576,574**	**3,089,000**	**82,903,024**	**93,568,598**

(The above figures are unaudited)

Lanka IOC PLC

Cash Flow Statement

(all amounts in Sri Lanka Rupees in '000's)

	Apr- June 2026-27	Apr- June 2025-26
Cash Flows From/(Used in) Operating Activities		
Profit /(Loss)before Income Tax Expense	2,069,111	2,905,277
Adjustments for		
Finance Income	(1,329,112)	(1,147,603)
Finance Expenses	353,948	109,531
Dividend Income	-	(50,000)
(Profit)/Loss on Sale of Property Plant and Equipment	-	(45)
Defined Benefit Plan Cost	(99)	1,134
Depreciation	160,836	146,102
Amotisation Right to use Assets	14,594	14,486
Lease Interest - Right of - use Assets	4,298	3,232
Operating Profit/(Loss) before Working Capital Changes	**1,273,576**	**1,982,114**
Changes in Working Capital		
(Increase)/ Decrease in Inventories	2,115,650	12,237,737
(Increase) /Decrease in Trade and Other Receivables	(6,209,280)	2,430,715
Increase/ (Decrease) in Trade and Other Payables	(3,561,882)	(6,021,534)
Cash Generated From/(Used in) Operations	**(6,381,936)**	10,629,032
Income Tax	(1,033,184)	(748,606)
Finance Expenses	(353,948)	(109,531)
Defined Benefit Paid	(3,493)	-
Net Cash Flows From Operating Activities	**(7,772,561)**	**9,770,895**
Cash Flows from Investing Activities		
Dividend Income	-	50,000
Acquisition of Property, Plant and Equipment	(147,526)	(239,361)
Finance Income	1,329,112	1,147,603
Proceeds on disposal of Property, Plant and Equipment	-	46
Withdrawal/(Investment) in Long Term Investments	(1,557,065)	(9,023,021)
Withdrawal/(Investment) in Short Term Investments	7,567,013	4,499,218
Net (Investment)/Withdrawal in Gratuity Fund	(20,378)	6,348
Net Cash Flows From/(Used in) Investing Activities	**7,171,156**	**(3,559,167)**
Cash Flows From Financing Activities		
Proceed from Interest bearing borrowings	10,864,830	7,284,380
Repayments of Interest bearing borrowings	(8,035,440)	(10,782,382)
Dividend Paid	-	(2,662,329)
Payment to Lease Creditor	(27,766)	(23,863)
Net Cash Flows From/(Used in) Financing Activities	**2,801,624**	**(6,184,194)**
Net Increase / (Decrease) in Cash and Cash Equivalents	**2,200,219**	**27,534**
Cash and Cash Equivalents at the Beginning of the Year	1,746,416	1,923,740
Cash and Cash Equivalents at the End of the Period	**3,946,635**	**1,951,274**
Analysis of Cash and Cash Equivalents		
Cash in hand & at Bank	3,946,635	1,951,274
Total cash and cash equivalents	**3,946,635**	**1,951,274**

(The above figures are unaudited)

Lanka IOC PLC

Notes to the Financial Statement

1 - General Information

The Company commenced commercial operations of importing, selling and distribution of Petroleum products on 14th February 2003. The Company is a public limited liability company incorporated and domiciled in Sri Lanka. The address of its registered office is Level 20, West Tower, World Trade Centre, Colombo.

The Company has its primary listing on the Colombo Stock Exchange.

These financial statements have been approved for issue by the Board of Directors on 17th July 2026.

2 - Basis of preparation

These condensed interim financial statements of Lanka IOC PLC are for the period ended 30th June 2026. They have been prepared in accordance LKAS 34, Interim Financial Reporting, These interim financial statements have been prepared in accordance with those SLFRS standards and IFRIC interpretation 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. The condensed Interim Financial Statements should be read in conjunction with the annual financial statements for the year ended 31st March 2026.

3 - Accounting Policies

The Accounting policies adopted are consistent with those of the previous financial year as reported in the annual financial statements for the year ended 31st March 2026.

4- Net assets per share have been computed based on number of shares in issues as at 30th June 2026

5- The presentation and classification of the Financial Statements of the previous year have been amended, where relevant, for better presentation and to be comparable with those of the current year.

6- Provisions and Contingencies

There were no material contingencies as at the reporting date except the following:

There were no material contingencies as at the reporting date except the following:
NBT cases for the assessment period Oct 2012 to Dec 2015 & April 2016 to Mar 2017 were in favor of LIOC by TAC. IRD has appealed before COA against TAC determination and these cases are being heard at COA. Further, for the period Jan 2012 to June 2012 cases are pending before COA .
COA given it's judgement for the period July-Sep 2012 in December 2023 in favor of LIOC. IRD has filed the appeal before Supreme Court (SC) and Leave to Appeal was refused by SC in July 2025 and the case has been concluded in LIOC favor. Contingent Liability of Rs. 549.15 Mn has been recognized for the above case by the Company in addition to the provision already accounted in the books.
Social Security Contribution Levy (Amendment)Act No.24 of 2025 published on 26.12.2025, exempting sale of Petrol and Diesel wef 01.07.2025.Excess amount on SSCL paid to IRD during Q2 25-26 will be recognized based on the guidelines from Inland Revenue Department of Sri Lanka.

7- Events after the end of reporting period

Final dividend – 2025-26

The Board of Directors of the Company recommend a final dividend of Rs 5/- per share for the financial year ended 31 March 2026. As required by section 56 (2) of the Companies Act No. 07 of 2007, the Board of Directors has confirmed that the Company satisfies the solvency test in accordance with section 57 of the Companies Act No.07 of 2007. The same has been approved by the shareholders at the Annual General Meeting held on 09th July 2026.

No any other events have occurred since the statement of financial position date which would require adjustments to, or disclosure in, the financial statements.

8- Share price movement

	April - June	
The market prices during	**2026-27**	**2025-26**
Highest prices LKR	147.00	141.75
Lowest prices LKR	130.00	121.00
Last trade price LKR	141.50	130.50

9- Net Asset Value per share (30th June 2026) - LKR	175.73	
Net Asset Value per share (30th June 2025) - LKR		154.66

Notes to the Financial Statement for the quarter ended 30th June 2026

10- Stated Capital is represented by 532,465,705 ordinary Shares.

11- <u>Names and the Number of Shares held by the largest 20 shareholders as at 30th June 2026</u>

	Name	**No.of Shares**	**Percentage**
1	Indian Oil Corporation Limited, India	400,000,005	75.12
2	J. B. Cocoshell (Pvt) Ltd	8,318,831	1.56
3	Sri Lanka Insurance Corporation Ltd-Life fund	7,975,875	1.50
4	Hatton National Bank PLC-Senfin Growth Fund	4,929,718	0.93
5	Mr. K.A.S.R. Nissanka	4,450,519	0.84
6	Bank of Ceylon A/C Ceybank Unit Trust	4,158,839	0.78
7	Employees' Provident Fund	3,971,878	0.75
8	Employees' Trust Fund Board	2,746,962	0.52
9	Odyssey Capital Partners (Pvt) Limited	2,742,969	0.52
10	Seylan Bank PLC/K. L. G.Udayananda	1,938,678	0.36
11	Deutsche Bank AG as Trustee for JB Vantage Value Equity Fund	1,794,026	0.34
12	Mr. N. Samarasuriya & Mrs. C. Samarasuriya	1,704,000	0.32
13	Insite Holdings (Pvt) Ltd	1,500,000	0.28
14	Assetline Finance Limited/British American Technologies (Pvt)Ltd	1,451,796	0.27
15	ISP Securities Ltd	1,250,000	0.24
16	National Savings Bank	1,241,959	0.23
18	Mr. M.A. Jafferjee	1,085,009	0.20
18	Akbar Brothers (Pvt) Ltd	1,055,252	0.20
19	Mr. S.V. Somasunderam	1,036,257	0.20
20	Mrs. R. Rajudin	1,000,000	0.19
	Total	**454,352,573**	**85.35**

12-	Public Holding as a % of issued Share Capital	24.88%
	Number of Public Shareholders	17,215
	Compliant under **Option -1** Float adjusted market capitalization (Rs)	18,743,896,550

The Company complies with Minimum Public Holding Requirement under option 1 of the Listing Rules 7.14.1 (a) which is no minimum % requires in Public Holding and Number of Public Shareholders 500 .

13- <u>Directors' Shareholding as on 30th June 2026</u>

Mr.Anuj Jain -Chairman	Nil
Mr K Raghu - Managing Director	Nil
Mr.Saumitra. P. Srivastava	Nil
Mr.Rajesh Singh	Nil
Mr.H.Manil Anthony Jayasinghe	Nil
Mr.Sivakrishnarajah Renganathan	Nil