Lanka IOC

LANKA IOC PLC

FINANCIAL STATEMENTS - 31ST MARCH 2026

CONTENTS

STATEMENT OF FINANCIAL POSITION

STATEMENT OF COMPREHENSIVE INCOME

STATEMENT OF CHANGES IN EQUITY

CASH FLOW STATEMENT

NOTES TO THE FINANCIAL STATEMENTS

Lanka IOC PLC
Statement of Financial Position
(all amounts in Sri Lanka Rupees 000's)

	Note	As at 31st Mar 2026	As at 31st Mar 2025
ASSETS			
Non Current Assets			
Property, Plant and Equipment		5,306,510	5,162,848
Long term Investment -CPSTL		7,483,000	6,043,000
Long term Investment -TPTL		137,200	137,200
Intangible Assets		673,876	673,876
Right to Use-Lease Assets		541,158	579,624
Other Receivables		193,425	165,367
Long term Investment		31,879,396	15,403,055
		46,214,565	**28,164,970**
Current Assets			
Inventories		37,621,018	43,737,259
Trade and Other Receivables		15,046,812	15,433,878
Short Term Investments		27,276,827	29,519,567
Cash and Bank Balances		1,746,416	1,923,740
		81,691,073	**90,614,443**
Total Assets		**127,905,638**	**118,779,413**
EQUITY AND LIABILITIES			
Capital and Reserves			
Stated Capital		7,576,574	7,576,574
Other Reserve		3,089,000	1,649,000
Retained Earnings		81,375,728	73,466,048
Total Equity		**92,041,302**	**82,691,622**
Non Current Liabilities			
Defined Benefit Obligation (Net)		26,078	10,914
Right to Use-Lease Liability		391,708	490,964
Deferred Tax Liability (Net)		108,006	36,688
		525,792	**538,566**
Current Liabilities			
Interest Bearing Borrowings		1,518,435	7,444,789
Income Tax Payable		1,026,826	720,239
Trade and Other Payables		32,681,476	27,303,080
Right to Use-Lease Liability		111,807	81,117
		35,338,544	**35,549,225**
Total Equity and Liabilities		**127,905,638**	**118,779,413**

(The above figures are audited)

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

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 April 2026

K. Raghu
Managing Director
Date : 17th April 2026

H.Manil Anthony Jayasinghe
Director
Date : 17th April 2026

Lanka IOC PLC

Statement of Comprehensive Income

(all amounts in Sri Lanka Rupees 000's)

	Three Months Ended		Twelve Months Ended	
	Jan-March 2025-26	**Jan-March 2024-25**	**Apr- March 2025-26**	**Apr- March 2024-25**
Revenue	76,141,399	67,101,255	280,653,187	276,287,407
Cost of Sales	(68,486,981)	(61,535,045)	(258,588,323)	(255,263,005)
Gross Profit	**7,654,418**	5,566,209	**22,064,864**	21,024,402
Other Operating Income	33,161	53,762	228,585	185,612
Selling and Distribution Expenses	(3,980,298)	(2,279,012)	(10,462,002)	(8,723,186)
Administrative Expenses	(949,243)	(876,060)	(3,260,470)	(3,142,285)
Operating Profit/(Loss)	**2,758,038**	**2,464,900**	**8,570,977**	**9,344,543**
Finance Income	1,580,201	1,187,205	5,328,020	5,024,589
Finance Expenses	(80,663)	(183,426)	(340,244)	(505,602)
Profit/(Loss) Before Tax	**4,257,576**	**3,468,679**	**13,558,753**	**13,863,530**
Income Tax	(1,126,022)	(741,446)	(2,996,202)	(2,714,925)
Profit/(Loss) for the period	**3,131,554**	**2,727,233**	**10,562,551**	**11,148,605**
Other Comprehensive Income /(Loss)				
Items that will not be reclassified to profit or loss:				
Actuarial Loss on Defined Benefit Obligations	(14,127)	(2,130)	(14,127)	(2,130)
Income tax on other Comprehensive income/(loss)	2,119	320	2,119	320
Fair Value Adjustment on CPSTL	1,440,000	737,000	1,440,000	737,000
				-
Total Comprehensive Income/(Loss), Net of Tax	**4,559,546**	**3,462,423**	**11,990,543**	**11,883,795**
Earnings Per Share	5.88	5.12	19.84	20.94

(The above figures are audited)

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 2024	7,576,574	912,000	64,981,583	73,470,157
Dividends Paid	-	-	(2,662,329)	(2,662,329)
Profit /(Loss) for the Period	-	-	11,148,605	11,148,605
Other Comprehensive Income/(Loss)		737,000	(1,811)	735,189
Balance at 31st March 2025	**7,576,574**	**1,649,000**	**73,466,048**	**82,691,622**
Balance at 1st April 2025	7,576,574	1,649,000	73,466,048	82,691,622
Dividends	-	-	(2,662,329)	(2,662,329)
Forefeited dividend			21,466	21,466
Profit /(Loss) for the Period	-	-	10,562,551	10,562,551
Other Comprehensive Income/(Loss)		1,440,000	(12,008)	1,427,992
Balance at 31st March 2026	**7,576,574**	**3,089,000**	**81,375,728**	**92,041,302**

(The above figures are audited)

Lanka IOC PLC
Cash Flow Statement
(all amounts in Sri Lanka Rupees in '000's)

	Apr- March 2025-26	Apr- March 2024-25
Cash Flows From/(Used in) Operating Activities		
Profit /(Loss)before Income Tax Expense	13,558,753	13,863,530
Adjustments for		
Finance Income	(5,328,020)	(5,024,589)
Finance Expenses	340,244	505,602
Dividend Income	(50,000)	-
Increase/(Decrease) in Allowances for Impairment	115,823	33,070
(Profit)/Loss on Sale of Property Plant and Equipment	(197)	(3,622)
Defined Benefit Plan Cost	10,392	11,101
Depreciation	623,739	568,453
Right to use Assets Adjsutment	-	19,794
Amotisation Right to use Assets	60,097	40,135
Lease Interest - Right to use Assets	20,146	5,751
Exchange Gain /(Loss) on Borrowings	(20,682)	7,718
Operating Profit/(Loss) before Working Capital Changes	**9,330,295**	**10,026,942**
Changes in Working Capital		
(Increase)/ Decrease in Inventories	6,116,241	(17,435,056)
(Increase) /Decrease in Trade and Other Receivables	243,185	3,630,103
Increase/ (Decrease) in Trade and Other Payables	5,367,086	4,609,204
Cash Generated From/(Used in) Operations	**21,056,807**	831,193
Income Tax	(2,578,510)	(3,220,965)
Finance Expenses	(340,244)	(505,602)
Defined Benefit Paid	(27,307)	(24,326)
Net Cash Flows From Operating Activities	**18,110,746**	**(2,919,700)**
Cash Flows from Investing Activities		
Dividend Income	50,000	-
Acquisition of Property, Plant and Equipment	(767,439)	(831,964)
Finance Income	5,328,020	5,024,589
Proceeds on disposal of Property, Plant and Equipment	235	3,998
Withdrawal/(Investment) in Long Term Investments	(16,476,340)	(15,403,055)
Withdrawal/(Investment) in Short Term Investments	2,242,740	9,409,379
Investment In TPTL	-	(39,200)
Net (Investment)/Withdrawal in Gratuity Fund	1,750	(2,395)
Net Cash Flows From/(Used in) Investing Activities	**(9,621,035)**	**(1,838,648)**
Cash Flows From Financing Activities		
Proceed from Interest bearing borrowings	42,709,311	68,224,599
Repayments of Interest bearing borrowings	(48,614,983)	(65,094,144)
Dividend Paid	(2,651,020)	(2,650,813)
Payment to Lease Creditor	(110,342)	(74,993)
Net Cash Flows From/(Used in) Financing Activities	**(8,667,035)**	**404,649**
Net Increase / (Decrease) in Cash and Cash Equivalents	**(177,324)**	**(4,353,699)**
Cash and Cash Equivalents at the Beginning of the Year	1,923,740	6,277,439
Cash and Cash Equivalents at the End of the Period	**1,746,416**	**1,923,740**
Analysis of Cash and Cash Equivalents		
Cash in hand & at Bank	1,746,416	1,923,740
Short Term Investments	-	-
Total cash and cash equivalents	**1,746,416**	**1,923,740**

(The above figures are audited)

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 April 2026.

2 - Basis of preparation

These condensed interim financial statements of Lanka IOC PLC are for the period ended 31st March 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 31st March 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:

Guarantees issued by Banks on behalf of the Company as at 31 March 2026 amounted to Rs 922Mn (2025- Rs 917Mn).

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.A tax provision has been accounted in the books during FY 2025-26 towards MGO and fuel oil supply made during last three years

7- Events after the end of reporting period

No any 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

	Jan -March	
The market prices during	**2025-26**	**2024-25**
Highest prices LKR	158.00	147.00
Lowest prices LKR	128.00	121.00
Last trade price LKR	140.00	137.00

9- Net Asset Value per share (31st March 2026) - LKR	172.86	
Net Asset Value per share (31st March 2025) - LKR		155.30

Notes to the Financial Statement for the quarter ended 31st March 2026

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

11- Names and the Number of Shares held by the largest 20 shareholders as at 31st March 2026

	Name	No.of Shares	Percentage
1	Indian Oil Corporation Limited, India	400,000,005	75.12
2	J B Cocoshell (Pvt) Ltd	8,317,958	1.56
3	Sri Lanka Insurance Corporation Ltd-Life fund	7,975,875	1.50
4	Hatton National Bank PLC-Senfin Growth Fund	4,579,718	0.86
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 Trust Fund Board	2,939,352	0.55
8	Odyssey Capital Partners (Private) Limited	2,742,969	0.52
9	Employees Provident Fund	2,346,558	0.44
10	Mr. L.J.M.A. Jayasundara & Mrs. R.R. Jayasundara	1,794,459	0.34
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	Seylan Bank PLC/K L G.Udayananda	1,647,668	0.31
14	Insite Holdings (Pvt) Ltd	1,471,137	0.28
15	Assetline Finance Limited/British American Technologies Pvt Ltd	1,451,796	0.27
16	MR. R.P. Weerasooriya	1,335,307	0.25
17	National Savings Bank	1,241,959	0.23
18	Merchant Bank of Sri Lanka & Finance PLC /J A S M Jayawickrama	1,100,000	0.21
19	Mr. M.A. Jafferjee	1,085,009	0.20
20	Mr. S.V. Somasunderam	1,036,257	0.20
	Total	**453,173,411**	**85.11**

12- Public Holding as a % of issued Share Capital 24.88%
Number of Public Shareholders 16,202
Compliant under **Option -1** Float adjusted market capitalization (Rs) 18,544,609,081
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- Directors' Shareholding as on 31st March 2026

Mr.Anuj Jain -Chairman	Nil
Mr.Saumitra P Srivastava	Nil
Mr K Raghu Managing Director - Wef 25th Feb 2026	Nil
Mr Dipak Das -Managing Director Ceased Wef 25th Feb 2026	Nil
Mr.Rajesh Singh	Nil
Mr H.Manil Anthony Jayasinghe	Nil
Mr.Sivakrishnarajah Renganathan	Nil
Mr.Satish Kumar Vaduguri -Chairman Ceased Wef 01st Aug 2025	Nil
Mr Rani Venkata Naga Vishweshwar Ceased Wef 22nd Aug 2025	Nil
Mr Nikhil Deep Mathur Ceased Wef 22nd Aug 2025	Nil