

MELSTACORP PLC



INTERIM FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST MARCH 2026

MELSTACORP PLC
STATEMENTS OF COMPREHENSIVE INCOME

Rs. '000s For the year ended 31st March,	GROUP			COMPANY		
	Unaudited 2026 Rs. '000	Audited 2025 Rs. '000	Variance %	Unaudited 2026 Rs. '000	Audited 2025 Rs. '000	Variance %
Continuing operations						
Revenue	285,603,041	260,869,240	9.48	227,156	182,428	24.52
Excise duty	(110,594,850)	(91,318,188)	21.11	-	-	-
Cost of sales and net benefits paid	(89,437,125)	(88,041,050)	1.59	(9,956)	(14,139)	(29.59)
Gross Profit	85,571,066	81,510,002	4.98	217,200	168,289	29.06
Other Operating Income	3,803,912	3,451,802	10.20	13,816,976	12,726,223	8.57
Selling and distribution expenses	(7,002,973)	(6,988,561)	0.21	-	-	-
Administrative Expenses	(35,778,571)	(32,753,829)	9.23	(492,735)	(465,794)	5.78
Other Operating Expenses	(655,275)	(536,410)	22.16	(558,569)	(1,333,253)	(58.10)
Profit from Operations	45,938,159	44,683,004	2.81	12,982,872	11,095,465	17.01
Finance Income	5,330,478	3,624,308	47.08	1,078,417	1,113,980	(3.19)
Finance Cost	(7,652,475)	(9,443,977)	(18.97)	(322,975)	(524,833)	(38.46)
Net Finance Income/(cost)	(2,321,997)	(5,819,669)	(60.10)	755,442	589,147	28.23
Share of Profit of Equity-Accounted Investees (Net of Tax) 11	2,299,574	1,418,429	62.12	-	-	-
Profit before Tax for the period	45,915,736	40,281,764	13.99	13,738,314	11,684,612	17.58
Income Tax	(20,239,212)	(18,045,681)	12.16	(169,360)	(353,091)	(52.03)
Profit after tax from continuing operations for the period	25,676,524	22,236,083	15.47	13,568,954	11,331,521	19.75
Discontinued Operations						
Profit/ (loss) from discontinued operations (Net of Tax) 12	936,288	35,299	2,552.45	-	-	-
Profit for the period	26,612,812	22,271,382	19.49	13,568,954	11,331,521	19.75
Other comprehensive income						
Items that will never be reclassified to profit or loss						
Revaluation of property, plant and equipment	10,001,164	694,555	1,339.94	-	-	-
Equity investments at FVOCI – net change in fair value	8,454,374	9,582,484	(11.77)	7,023,304	7,770,249	(9.61)
Actuarial gain/(losses) on retirement benefit obligations	(57,549)	(366,647)	84.30	-	1,887	(100.00)
Share of other comprehensive income of equity-accounted investees (net of tax)	(18,860)	(6,993)	169.70	-	-	-
Income tax on other comprehensive income	(2,674,369)	(350,470)	663.08	-	(566)	(100.00)
	15,704,760	9,552,929	64.40	7,023,304	7,771,570	(9.63)
Items that are or may be reclassified to profit or loss						
Exchange Difference on translation of foreign operations	2,294,013	(748,474)	406.49	-	-	-
Net movement on cash flow hedges	(42,609)	679,261	(106.27)	-	-	-
Share of other comprehensive income of equity accounted investees	381,600	(120,155)	417.59	-	-	-
	2,633,004	(189,368)	1,490.42	-	-	-
Total other comprehensive income for the period	18,337,764	9,363,561	95.84	7,023,304	7,771,570	(9.63)
Total comprehensive income for the period	44,950,577	31,634,943	42.09	20,592,258	19,103,091	7.80
Profit Attributable to:						
Equity Holders of the Parent	20,073,171	17,094,144	17.43	13,568,954	11,331,521	19.75
Non Controlling Interest	6,539,641	5,177,238	26.32	-	-	-
Profit for the period	26,612,812	22,271,382	19.49	13,568,954	11,331,521	19.75
Total Comprehensive Income Attributable to:						
Equity Holders of the Parent	32,785,702	26,399,327	24.19	20,592,258	19,103,091	7.80
Non Controlling Interest	12,164,874	5,235,616	132.35	-	-	-
Total comprehensive income for the period	44,950,576	31,634,943	42.09	20,592,258	19,103,091	7.80
Earnings per Share (Rs.)						
Basic Earnings per Share	17.22	14.67	17.43	11.64	9.72	19.75

Comparative information has been re-presented to reflect the classification of discontinued operations as disclosed in Note No.12 to these Financial Statements.

MELSTACORP PLC
STATEMENTS OF COMPREHENSIVE INCOME

Rs. '000s For the quarter ended 31st March,	GROUP			COMPANY		
	Unaudited 2026 Rs. '000	Unaudited 2025 Rs. '000	Variance %	Unaudited 2026 Rs. '000	Unaudited 2025 Rs. '000	Variance %
Continuing Operations						
Revenue	80,047,835	73,822,402	8.43	58,973	43,977	34.10
Excise duty	(30,218,659)	(24,691,832)	22.38	-	-	-
Cost of sales and net benefits paid	(23,560,000)	(25,193,288)	(6.48)	(4,363)	(3,467)	25.85
Gross Profit	26,269,176	23,937,282	9.74	54,609	40,510	34.81
Other Operating Income	1,866,077	1,398,236	33.46	4,531,526	4,434,813	2.18
Selling and distribution expenses	(1,555,315)	(2,390,158)	(34.93)	-	-	-
Administrative Expenses	(10,881,265)	(8,583,746)	26.77	(125,368)	(141,346)	(11.30)
Other Operating Expenses	(462,592)	(114,143)	305.27	(558,569)	(1,076,743)	(48.12)
Profit from Operations	15,236,083	14,247,471	6.94	3,902,198	3,257,233	19.80
Finance Income	1,406,746	828,614	69.77	267,683	260,121	2.91
Finance Cost	(1,938,130)	(1,711,864)	13.22	(55,474)	(129,814)	(57.27)
Net Finance Income/(cost)	(531,384)	(883,251)	(39.84)	212,209	130,306	62.85
Share of Profit of Equity-Accounted Investees (Net of Tax)	728,112	115,560	530.07	-	-	-
Profit before Tax for the Quarter	15,432,811	13,479,780	14.49	4,114,408	3,387,540	21.46
Income Tax	(5,672,180)	(5,088,617)	11.47	70,779	(203,659)	(134.75)
Profit after tax from continuing operations for the quarter	9,760,631	8,391,162	16.32	4,185,187	3,183,881	31.45
Discontinued Operations						
Profit/ (loss) from discontinued operations (Net of Tax)	392,853	(222,370)	276.67	-	-	-
Profit for the quarter	10,153,484	8,168,792	24.30	4,185,187	3,183,881	31.45
Other comprehensive income						
Items that will never be reclassified to profit or loss						
Revaluation of property, plant and equipment	10,001,164	694,555	1,339.94	-	-	-
Equity investments at FVOCI – net change in fair value	(2,920,435)	(4,140,316)	(29.46)	(3,025,546)	(3,949,541)	(23.39)
Actuarial gain/(losses) on retirement benefit obligations	(57,549)	(366,647)	84.30	-	1,887	(100.00)
Share of other comprehensive income of equity-accounted investees (net of tax)	(18,860)	(6,993)	169.70	-	-	-
Income tax on other comprehensive income	(2,674,369)	(400,005)	568.58	-	(566)	(100.00)
	4,329,950	(4,219,406)	202.62	(3,025,546)	(3,948,220)	(23.37)
Items that are or may be reclassified to profit or loss						
Exchange Difference on translation of foreign operations	646,509	527,559	22.55	-	-	-
Net movement on cash flow hedges	290,612	(160,760)	280.77	-	-	-
Share of other comprehensive income of equity accounted investees	190,639	74,014	157.57	-	-	-
	1,127,760	440,813	155.84	-	-	-
Total other comprehensive income for the quarter	5,457,710	(3,778,593)	244.44	(3,025,546)	(3,948,220)	23.37
Total comprehensive income for the quarter	15,611,194	4,390,199	255.59	1,159,642	(764,339)	251.72
Profit Attributable to:						
Equity Holders of the Parent	6,181,342	4,855,188	27.31	4,185,187	3,183,881	31.45
Non Controlling Interest	3,972,142	3,313,604	19.87	-	-	-
Profit for the quarter	10,153,484	8,168,792	24.30	4,185,187	3,183,881	31.45
Total Comprehensive Income Attributable to:						
Equity Holders of the Parent	7,016,940	912,009	669.39	1,159,642	(764,339)	251.72
Non Controlling Interest	8,594,254	3,478,190	147.09	-	-	-
Total Comprehensive Income for the Quarter	15,611,194	4,390,199	255.59	1,159,642	(764,339)	251.72
Earnings per Share (Rs.)	5.30	4.17		3.59	2.73	

MELSTACORP PLC
STATEMENTS OF FINANCIAL POSITION

As at,	GROUP		COMPANY	
	Unaudited	Audited	Unaudited	Audited
	31-Mar-2026	31-Mar-2025	31-Mar-2026	31-Mar-2025
	Rs. '000s	Rs. '000s	Rs. '000s	Rs. '000s
Non-Current Assets				
Property, plant and equipment	158,996,811	148,041,086	53,859	10,933
Intangible assets	6,298,054	6,346,541	2,140	1,529
Investment property	12,282,749	8,900,595	9,839,435	7,797,859
Biological assets	12,584,128	11,631,450	-	-
Right-of-use assets	29,887,178	16,216,433	-	7,304
Investments in subsidiaries	-	-	63,854,345	63,964,295
Investment in equity accounted investees	12,632,787	10,928,868	-	-
Deferred tax asset	7,140,472	7,420,408	-	-
Other non current financial investments	66,102,027	56,835,717	54,092,954	47,069,048
	305,924,208	266,321,098	127,842,733	118,850,968
Current Assets				
Inventories	17,117,441	14,245,346	845	918
Produce on bearer biological assets	13,685	14,158	-	-
Trade and other receivables	46,751,399	42,936,286	150,459	253,567
Amounts due from related companies	504,942	533,616	603,780	526,553
Other current financial investments	31,642,329	29,597,154	5,079,493	5,085,746
Other current assets	9,284	9,283	-	-
Cash and cash equivalents	25,334,896	21,908,504	77,803	4,503
	121,373,976	109,244,347	5,912,381	5,871,287
Assets held for Sale	857,481	922,243	-	-
Total assets	428,155,665	376,487,688	133,755,113	124,722,255
EQUITY AND LIABILITIES				
Share capital and reserves				
Stated Capital	70,000,000	70,000,000	70,000,000	70,000,000
Reserves	82,988,401	70,157,018	37,927,847	30,904,543
Retained earnings/(Losses)	4,806,358	(7,877,963)	21,962,812	16,108,786
Equity attributable to owners of the Company	157,794,759	132,279,055	129,890,659	117,013,329
Non controlling interest	72,150,775	62,902,231	-	-
Total equity	229,945,534	195,181,286	129,890,659	117,013,329
Non-Current Liabilities				
Interest bearing loans and borrowings	39,549,239	35,899,296	-	-
Lease liabilities	25,204,382	12,490,090	-	-
Retirement benefit obligations	5,482,089	5,036,802	19,983	26,911
Deferred tax liabilities	30,451,211	27,580,800	1,391,234	1,364,012
Other liabilities	304,886	392,246	-	-
	100,991,807	81,399,234	1,411,217	1,390,923
Current Liabilities				
Trade and other payables	55,233,967	50,726,250	403,497	406,347
Amount due to related companies	2,385,823	2,300,791	679,085	618,600
Income tax payable	6,412,804	5,842,146	-	168,026
Interest bearing loans and borrowings	6,218,416	11,859,273	-	-
Lease liabilities	2,345,136	1,855,824	-	8,828
Bank overdrafts and other short term borrowings	24,622,177	27,322,884	1,370,655	5,116,202
	97,218,324	99,907,168	2,453,238	6,318,003
Total liabilities	198,210,131	181,306,402	3,864,455	7,708,926
Total Equity and Liabilities	428,155,665	376,487,688	133,755,113	124,722,255
Net Assets per Share (Rs.)	135.40	113.51	111.46	100.41

The above unaudited figures are provisional and subject to audit.

I certify that the Financial Statements have been prepared and presented in compliance with the requirements of Companies Act No. 07 of 2007.

'Sgd.
Prasanna Pinto
Group Financial Controller

The Directors are responsible for the preparation and presentation of these Financial Statements.
Signed for and on behalf of the board.

Sgd.
C. R. Jansz
Deputy Chairman

'Sgd.
L.U.D.Fernando
Director

MELSTACORP PLC
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GROUP

	Attributable to equity holders of parent											Non controlling interest	Total equity
	Stated	Revaluation	Capital	Reserve	General	Exchange	Timber	Fair Value	Cash Flow	Retained	Total		
	capital	reserve	reserve	fund	reserve	fluctuation	reserve	reserve	Hedge Reserve	Earnings/ (Losses)			
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 1st April 2024	70,000,000	19,189,855	19,112,137	20,491	4,732,352	5,547,659	3,351,768	9,103,824	(624,044)	(15,090,850)	115,343,192	59,970,421	175,313,613
Total Comprehensive Income for the Period													
Profit after tax for the year	-	-	-	-	-	-	-	-	-	17,094,144	17,094,144	5,177,238	22,271,382
Other Comprehensive Income													
Equity investments at FVOCI – net change in fair value	-	-	-	-	-	-	-	9,448,005	-	-	9,448,005	134,479	9,582,484
Defined Benefit Plan Actuarial Gains (Losses) (Net Of Tax)	-	-	-	-	-	-	-	-	-	(267,134)	(267,134)	(99,513)	(366,647)
Revaluation of property, plant and equipment investees (net of tax)	-	656,067	-	-	-	-	-	-	-	-	656,067	38,488	694,555
Gain on change in Fair Value of Biological Assets	-	-	-	-	-	(61,679)	-	-	-	(3,590)	(65,269)	(61,879)	(127,148)
Net movement on Cash flow Hedges	-	-	-	-	-	-	-	-	155,842	-	155,842	523,419	679,261
Exchange difference on translation of foreign operations	-	-	-	-	-	(279,467)	-	-	-	-	(279,467)	(469,007)	(748,474)
Income tax on other comprehensive income	-	(428,584)	-	-	-	-	-	(1,017)	-	86,740	(342,861)	(7,609)	(350,470)
Total Other Comprehensive Income for the period	-	227,483	-	-	-	(341,146)	-	9,446,988	155,842	(183,984)	9,305,183	58,378	9,363,561
Total Comprehensive Income for the period	-	227,483	-	-	-	(341,146)	-	9,446,988	155,842	16,910,160	26,399,327	5,235,616	31,634,943
Transactions with owners directly recorded in the Equity													
Dividends paid to Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	(3,042,927)	(3,042,927)
Share of Net Assets of Equity-Accounted Investees (Net of Tax)	-	-	-	-	-	-	-	-	-	67,520	67,520	64,013	131,533
Acquisition of Non Controlling Interest Changes in % Holding of Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends Paid During the Period	-	-	-	-	-	-	-	-	-	(8,857,018)	(8,857,018)	-	(8,857,018)
Acquisition of Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred From/To Retained Earnings	-	-	-	-	(38,973)	-	494,874	-	-	(455,901)	-	-	-
Retirement of Revalued assets	-	(222,092)	-	-	-	-	-	-	-	222,092	-	-	-
Effect on changes in percentage holding of subsidiaries	-	-	-	-	-	-	-	-	-	(673,739)	(673,739)	673,739	-
Acquisition of Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	1,584	1,584
Acquisition of control over equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Direct costs on shares issued by subsidiaries	-	-	-	-	-	-	-	-	-	(227)	(227)	(215)	(442)
Total Contributions by and Distributions to Owners	-	(222,092)	-	-	(38,973)	-	494,874	-	-	(9,697,273)	(9,463,464)	(2,303,806)	(11,767,270)
Balance as at 31st March 2025	70,000,000	19,195,246	19,112,137	20,491	4,693,379	5,206,513	3,846,642	18,550,812	(468,202)	(7,877,963)	132,279,056	62,902,230	195,181,286

MELSTACORP PLC
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GROUP

	Attributable to equity holders of parent												
	Stated	Revaluation	Capital	Reserve	General	Exchange	Timber	Fair Value	Cash Flow	Retained	Total	Non	Total equity
	capital	reserve	reserve	fund	reserve	fluctuation	reserve	reserve	Hedge Reserve	Earnings/ (Losses)		controlling	
Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 1st April 2025	70,000,000	19,195,246	19,112,137	20,491	4,693,379	5,206,513	3,846,642	18,550,812	(468,202)	(7,877,963)	132,279,055	62,902,231	195,181,286
Total Comprehensive Income for the Period													
Profit after tax for the year	-	-	-	-	-	-	-	-	-	20,073,171	20,073,171	6,539,641	26,612,812
Other Comprehensive Income													
Net Change in Fair Value of FVTOCI Investments	-	-	-	-	-	-	-	8,349,052	-	-	8,349,052	105,322	8,454,374
Defined Benefit Plan Actuarial Gains (Losses) (Net Of Tax)	-	-	-	-	-	-	-	-	-	(19,810)	(19,810)	(37,740)	(57,549)
Revaluation of property, plant and equipment	-	5,118,897	-	-	-	-	-	-	-	(451,923)	4,666,975	5,334,189	10,001,164
Income tax on other comprehensive income	-	(1,286,984)	-	-	-	-	-	324	-	48,183	(1,238,477)	(1,435,891)	(2,674,369)
Exchange Difference on translation of foreign operations	-	-	-	-	-	778,291	-	-	-	-	778,291	1,515,722	2,294,013
Net movement on Cash flow Hedges	-	-	-	-	-	-	-	-	(9,776)	-	(9,776)	(32,833)	(42,609)
Share of Other Comprehensive Income of Equity-Accounted Investees (Net of Tax)	-	-	-	-	-	195,887	-	-	-	(9,611)	186,276	176,464	362,740
Total Other Comprehensive Income for the period	-	3,831,913	-	-	-	974,178	-	8,349,377	(9,776)	(433,160)	12,712,531	5,625,233	18,337,764
Total Comprehensive Income for the period	-	3,831,913	-	-	-	974,178	-	8,349,377	(9,776)	19,640,011	32,785,702	12,164,874	44,950,576
Transactions with owners directly recorded in the Equity													
Dividends paid to Non Controlling Interest	-	-	-	-	-	-	-	-	-	-	-	(2,933,248)	(2,933,248)
Share of Net Assets of Equity Accounted Investees	-	-	-	-	-	-	-	-	-	81,379	81,379	77,153	158,532
Acquisition of Non Controlling Interest and Changes in % Holding of Subsidiaries	-	-	-	-	-	-	-	-	-	452,449	452,449	(148,255)	304,194
Transfer from FVOCI reserve to retained earnings on disposal of instruments measured at FVOCI	-	-	-	-	-	-	-	(1,160,731)	-	1,072,986	(87,745)	87,745	-
Unclaimed dividends transferred to reserves	-	-	-	-	-	-	-	-	-	941	941	275	1,216
Dividends paid/declared	-	-	-	-	-	-	-	-	-	(7,717,023)	(7,717,023)	-	(7,717,023)
Transferred From/To Retained Earnings	-	-	-	-	415,980	-	430,443	-	-	(846,423)	-	-	-
Total Contributions by and Distributions to Owners	-	-	-	-	415,980	-	430,443	(1,160,731)	-	(6,955,691)	(7,269,998)	(2,916,330)	(10,186,328)
Balance as at 31st March 2026	70,000,000	23,027,159	19,112,137	20,491	5,109,359	6,180,691	4,277,084	25,739,458	(477,978)	4,806,358	157,794,759	72,150,775	229,945,534

MELSTACORP PLC
STATEMENTS OF CHANGES IN EQUITY

COMPANY	Stated capital Rs.'000	Revaluation reserve Rs.'000	Capital reserve Rs.'000	Fair Value reserve Rs.'000	Retained earnings/(losses) Rs.'000	Total Rs.'000
Balance as at 1st April 2024	70,000,000	109,382	19,100,000	3,924,913	13,632,963	106,767,258
Profit after tax for the year	-	-	-	-	11,331,521	11,331,521
Other Comprehensive Income						-
Equity investments at FVOCI – net change in fair value	-	-	-	7,770,249	-	7,770,249
Total Other Comprehensive Income for the period	-	-	-	7,770,249	1,321	7,771,570
Total Comprehensive Income for the period	-	-	-	7,770,249	11,332,842	19,103,091
Transactions with Owners of the Company directly recognized into Equity						
Dividend paid	-	-	-	-	(8,857,018)	(8,857,018)
Transactions with Owners of the Company directly recognized into Equity	-	-	-	-	(8,857,018)	(8,857,018)
Balance as at 31st March 2025	70,000,000	109,382	19,100,000	11,695,162	16,108,788	117,013,331
Balance as at 1st April 2025	70,000,000	109,382	19,100,000	11,695,162	16,108,788	117,013,331
Profit after tax for the year	-	-	-	-	13,568,954	13,568,954
Other Comprehensive Income						-
Equity investments at FVOCI – net change in fair value	-	-	-	7,023,304	-	7,023,304
Total Other Comprehensive Income for the period	-	-	-	7,023,304	-	7,023,304
Total Comprehensive Income for the period	-	-	-	7,023,304	13,568,954	20,592,258
Transactions with Owners of the Company directly recognized into Equity						
Dividend paid	-	-	-	-	(7,714,929)	(7,714,929)
Transactions with Owners of the Company directly recognized into Equity	-	-	-	-	(7,714,929)	(7,714,929)
Balance as at 31st March 2026	70,000,000	109,382	19,100,000	18,718,466	21,962,813	129,890,661

MELSTACORP PLC
STATEMENTS OF CASH FLOWS

	GROUP		COMPANY	
	Unaudited	Audited	Unaudited	Audited
	2026	2025	2026	2025
	Rs. '000	Rs. '000	Rs. '000	Rs. '000
For the year ended 31st March,				
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before taxation from continuing operations	45,915,736	40,281,764	13,738,315	11,684,612
Profit before taxation from discontinued operations	936,288	45,204	-	-
Profit before tax	46,852,024	40,326,968	13,738,315	11,684,612
Adjustment for				
Depreciation and amortization of PPE, Biological assets, ROU Assets and intangible assets	9,740,193	10,948,399	12,742	10,635
Provision for gratuity	890,340	805,769	(3,483)	8,888
Interest Expenses	6,987,905	8,042,168	322,975	524,833
Interest income	(3,335,458)	(3,007,804)	(1,052,160)	(1,086,906)
Dividend income	(969,821)	(827,589)	(13,239,116)	(12,190,676)
(Gain) / loss on Disposal/Retire of Property, Plant and Equipment, biological assets & ROU Assets	(635,944)	(238,501)	-	256,510
(Gain)/Loss on Fair Value of Investment Properties	-	-	-	(456,463)
Amortization of government grants	(17,202)	(17,205)	-	-
Provision/(Reversal) for Bad & Doubtful Debts and impairment	(791,914)	(1,021,944)	-	-
Provision for Impairment/ written off of Receivables in Subsidiaries	-	-	-	1,076,675
Impairment of investments in joint ventures/Associates	-	15,826	(73,295)	-
Impairment of goodwill on acquisition of subsidiaries	-	81,816	-	-
Share of profit of equity-accounted investees (net of tax)	(2,299,574)	(1,418,429)	-	-
(Gain)/ Loss on disposal of other financial investments	(4,218)	(38,662)	-	68
(Gain) on disposal of Group Investments	-	-	(236,318)	(45,318)
Impairment of property Plant and Equipment, biological assets and Intangible Assets	99,111	18,295	-	-
(Gain) / loss on Change in Fair Value of Biological Assets	(899,221)	(763,735)	-	-
(Gain)/loss on change in fair value of financial assets at fair value through profit or loss	(89,833)	(82,885)	(26,257)	(27,074)
Operating Profit before Working Capital Changes	55,526,389	52,822,487	(556,597)	(244,216)
(Increase)/Decrease in Inventories	(2,871,622)	(293,932)	69	27
(Increase)/Decrease in Receivables	(1,217,347)	(909,097)	102,511	(180,207)
(Increase)/Decrease in Related Party Receivable and Payable	113,709	1,401,815	539,192	(324,961)
Increase/(Decrease) in Payables	4,507,717	469,014	13,726	(248,997)
Cash Generated/ (used) from Operations	56,058,846	53,490,287	98,901	(998,354)
Dividend Received	969,821	827,589	13,239,116	12,190,676
Interest Paid	(5,971,410)	(7,326,261)	(322,624)	(461,042)
Income Tax and surcharge tax Paid	(16,518,208)	(16,081,657)	(326,741)	(339,833)
Retiring Gratuity Paid	(450,731)	(676,817)	(3,445)	(882)
Net Cash Flow from Operating Activities	34,088,319	30,233,141	12,685,207	10,390,565
CASH FLOW FROM INVESTING ACTIVITIES				
Acquisition of Investment in equity accounted investees & Joint ventures	1,116,927	-	-	-
Proceeds from disposal of joint ventures	-	650,000	-	650,000
Dividends received from equity accounted investees	1,403,823	614,853	-	-
Investment in joint ventures	-	(200,089)	-	(184,794)
Proceeds from disposal of shares of subsidiaries	-	-	346,269	-
Net cash outflow on disposal of the company	-	(56,219)	-	-
Net Proceeds from Disposal / (Acquisition) of Other Financial Investments	(5,221,929)	(5,358,057)	55,615	(3,000,063)
Proceeds from settlement of Loans given to Related Companies	-	-	614,694	95,000
Acquisition of Property, Plant & Equipment, Investment Property, intangible assets & Biological Assets	(11,771,738)	(4,556,808)	(2,090,552)	(124,572)
Loans disbursed to Subsidiaries and Associates	-	-	(70,724)	(169,700)
Proceeds on Disposal of Property, Plant & Equipment	1,452,291	606,082	-	-
Interest Received	3,335,458	3,007,804	2,448	953,320
Net Cash Flow Generated / (Used) in Investing Activities	(9,685,169)	(5,292,434)	(1,142,250)	(1,780,809)
CASH FLOW FROM FINANCING ACTIVITIES				
Net Advances received from/(repaid to) equity accounted investees/ Subsidiaries	(108,184)	(98,276)	-	-
Movement of loan Borrowings and Lessor on Lease Rights	(7,671,727)	(4,756,535)	(9,180)	(8,739)
Direct cost of capital raised by subsidiaries	-	(442)	-	-
Issue of shares by subsidiaries	-	8,120	-	-
Dividends paid	(7,717,023)	(8,857,018)	(7,714,929)	(8,857,018)
Dividend paid by subsidiaries to minority share holders	(2,933,248)	(3,042,927)	-	-
Net Cash Flow used from Financing Activities	(18,430,182)	(16,747,078)	(7,724,109)	(8,865,757)
Net Increase/(Decrease) in Cash & Cash Equivalent during the year	5,972,969	8,193,629	3,818,848	(256,001)
Cash & Cash Equivalents				
At the beginning of the year	(5,414,380)	(13,765,178)	(5,111,700)	(4,855,698)
Effect of movements in exchange rates	154,131	157,169	-	-
Net movement during the period	5,972,969	8,193,629	3,818,848	(256,001)
At the end of the year (Note A)	712,720	(5,414,380)	(1,292,852)	(5,111,699)
Note A-Cash and Equivalents are as follows				
Short Term Deposits	7,961,765	6,800,560	69,000	-
Cash in Hand & Bank	17,300,391	15,063,351	8,803	4,503
Cash in transit	72,741	44,593	-	-
Bank overdrafts and other short term borrowings	(24,622,177)	(27,322,884)	(1,370,655)	(5,116,202)
	712,720	(5,414,380)	(1,292,852)	(5,111,699)

MELSTACORP PLC
NOTES TO THE FINANCIAL STATEMENTS

SEGMENTAL INFORMATION

For the year ended 31st March,

(a) Revenue

	GROUP	
	2026	2025
	Rs.'000	Rs.'000
Beverages	170,239,984	145,191,378
Plantation	8,664,175	9,529,614
Tourism	67,334,154	65,034,984
Maritime, Freight & Logistics	15,264,347	16,913,235
Strategic Investment	10,638,430	10,752,958
Services	3,906,176	3,259,735
Financial Services	9,555,775	10,187,336
Gross revenue from continuing operations	285,603,041	260,869,240

(b) Industry Segment Profit

Beverages	31,360,141	27,720,048
Plantation	1,985,220	2,307,752
Tourism	7,010,182	4,845,889
Maritime, Freight & Logistics	4,922,190	4,596,139
Strategic Investment	(520,507)	(401,058)
Services	1,809,236	647,714
Financial Services	(650,724)	565,280
Profit Before Tax from continuing operations	45,915,736	40,281,764
Taxation	(20,239,212)	(18,045,681)
Profit After Tax from continuing operations	25,676,524	22,236,083
Profit/ (loss) from discontinued operations (Net of Tax)	936,288	35,299
Profit for the period	26,612,812	22,271,382

(Note-12)

- 1 The interim Financial Statements have been prepared in accordance with the Accounting Policies set out in the most recent Annual Report and are in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting.
- 2 Where appropriate, the previous year's presentation has been amended to conform to current year classifications.
- 3 **Amount due from the Secretary to the Treasury o/a of SLIC Shares**

As per the Judgment delivered by the Supreme Court of the Democratic Socialist Republic of Sri Lanka on June 2009 it was declared and directed that the shares of SLIC purported to have been sold to Distilleries Consortium on 11th April 2003 along with any shares purchased from employees as per SSPA shall be deemed to have been held for and on behalf of the Secretary to the Treasury.

As directed by the said judgment, the Secretary to the Treasury returned the money that was paid by Group Subsidiary Milford Holdings (Pvt) Limited (MHL) to purchase shares from SLIC.

In respect of Profits Earned

Further, MHL was entitled to retain the profits of SLIC derived by MHL from 11 April 2003 to 04th June 2009 in lieu of the interest for the aforesaid investment. The Secretary to the Treasury was directed to cause profits of SLIC to be computed and audited from the date of the last audited Balance Sheet of SLIC to 04th June 2009 to enable MHL to obtain such profits.

However, Secretary to the Treasury has not settled the profits made by SLIC to MHL.

4 Impact of Revival of Underperforming Enterprises and Underutilized Assets Act – Pelwatte Sugar Industries PLC Group (PSIP)

Consequent to the enactment and passage of the above Act of Parliament on 9 November 2011, the state officials are occupying the land leased to PSIP and running the operations of PSIP and its related companies. Subsequently a Compensation Tribunal was formed as required by the Act. Without assuming any liability or without any prejudice to, or impact on its rights, PSIP has submitted a claim to the Compensation Tribunal.

On 13 March 2013 Commercial High Court of Western Province (Colombo Civil) issued a winding-up order of Pelwatte Sugar Industries PLC. The Court has appointed P.E.A. Jayewickreme and G.J. David, as the Liquidators.

Since our group is deprived of participating in controlling the financial, operating policies and other relevant activities, the financial statements of PSIP have been deconsolidated from the group financial statements in year 2013/14. The investment made in PSIP is classified as a fully impaired long term investment in the group.

5 Non Financial Information

		Quarter ended	
		31-Mar-2026	31-Mar-2025
Net Assets Value per Share	- Group (Rs)	135.40	113.51
	- Company (Rs)	111.46	100.41
Market Price per Share	- Last Traded (Rs)	168.00	127.00
	- Highest (Rs)	186.50	143.00
	- Lowest (Rs)	158.50	73.60

6 The stated capital comprises 1,165,397,072 ordinary shares.

7 Earnings per Share

The number of shares (1,165,397,072) held as at 31st March 2026 have been used for the purpose of calculation of Earnings per Share.

8 Contingent Liabilities

There has not been a significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the year ended 31 March 2025.

9 Fair value measurement and related fair value disclosures

As at reporting date there were no significant differences in the comparison made between fair value and carrying value of financial assets and liabilities, from what was disclosed in the annual report for the year ending 31st March 2025. There were no transfers between different levels of fair value hierarchy or changes to assets classes classified on recurring and non-recurring basis. Valuation techniques or significant unobservable inputs used for measuring level 3 fair values remains unchanged from 31st March 2025.

During the period under review there were no transfers in and out of level 3 financial instrument measurement and any change in fair values are captured in the statement of other comprehensive income.

Unquoted equity shares that are subjected to level 3 of fair value measurement hierarchy, were revalued as at the reporting date. Fair value would not significantly vary if one or more unobservable inputs used for valuation were changed.

MELSTACORP PLC
NOTES TO THE FINANCIAL STATEMENTS

10 Events occurring after the reporting period

Subsequent to the reporting period, no circumstances have arisen which would require adjustment to or disclosure in the financial statements.

11 Share of Profit of Equity-Accounted Investees (Net of Tax)

For the year ended 31st March,

	2026	2025
	<u>Rs.000</u>	<u>Rs.000</u>
Share of Profit of Continuing Joint ventures and associates	2,299,574	1,577,204
Share of Profit of Joint venture disposed during the years	(a) -	(158,775)
Total Share of Profit of Equity-Accounted Investees (Net of Tax) from Joint ventures and Associates	<u>2,299,574</u>	<u>1,418,429</u>

(a) Disposal of Joint Ventures - Melsta GAMA (Pvt) Ltd

The Group disposed of its investment in Melsta GAMA (Pvt) Ltd—a cement importing, packaging, and distribution project located at the Colombo Port—for a total consideration of Rs. 650 million, effective 31 October 2024.

A loss of Rs. 158 Mn, representing the Group’s share of results for the seven months ended 31 October 2024, has been recognized under “Share of profit/(loss) of equity-accounted investees.”

12 Discontinued Operations

During the 2024/25 and 2025/26 financial years, Melstacorp PLC ceased operations in the following entities: Lanka Bell Group (a national CDMA service provider), Melsta Laboratories (Pvt) Ltd (a diagnostic service provider), Texpro Industries (Pvt) Ltd (a manufacturer of dyed and printed woven fabrics), Melsta Pharmaceuticals (Pvt) Ltd (Retail Pharmaceuticals) .

Results of discontinued operations

For the year ended 31st March,

	2026	2025
Note	Rs. '000	Rs. '000
Revenue	54,795	471,654
Cost of sales and net benefits paid	(111,698)	(1,764,049)
Gross Profit	(56,903)	(1,292,395)
Other Operating Income	1,314,094	1,877,719
Selling and distribution expenses	-	(142)
Administrative Expenses	(64,377)	(254,044)
Other Operating Expenses	(167,948)	(38,581)
Results from Operating activities	1,024,866	292,557
Finance Income	67	475
Finance Cost	(88,645)	(247,828)
Net Finance Income/(cost)	(88,578)	(247,353)
Profit before Tax for the period	936,288	45,204
Income Tax	-	(9,905)
Profit after tax for the period	936,288	35,299
Income tax on gain on disposal of discontinued operations	-	-
Profit from discontinued operations (Net of Tax)	936,288	35,299

MELSTACORP PLC
NOTES TO THE FINANCIAL STATEMENTS

Top 25 Shareholders – 31st March 2026

	NAME	SHAREHOLDING	%
1	MILFORD EXPORTS (CEYLON) (PVT) LIMITED	500,819,000	42.97
2	LANKA MILK FOODS (CWE) LIMITED	151,846,000	13.03
3	MR. M.A. YASEEN	148,794,980	12.77
4	MRS. L.E.M. YASEEN	80,263,000	6.89
5	COMMERCIAL BANK OF CEYLON PLC/M.A.YASEEN	39,000,000	3.35
6	MRS. R.R. TAKAHASHI	31,100,000	2.67
7	COMMERCIAL BANK OF CEYLON PLC/L.E.M.YASEEN	25,000,000	2.15
8	MR. D.H.S. JAYAWARDENA	20,545,532	1.76
9	MRS. P.M.P.G.N. PRIYADARSHANI	17,448,213	1.50
10	MRS. S.M. CHRYSOSTOM	11,390,000	0.98
11	STASSEN EXPORTS (PVT) LIMITED	8,746,800	0.75
12	RUBICOND ENTERPRISES LIMITED	5,943,859	0.51
13	MCSEN RANGE PRIVATE LIMITED	5,459,864	0.47
14	BBH-REDWHEEL FRONTIER MARKETS EQUITY MASTER FUND LIMITED	4,937,755	0.42
15	CITIBANK NEWYORK S/A NORGES BANK ACCOUNT 2	4,813,820	0.41
16	HATTON NATIONAL BANK PLC-SENFIN GROWTH FUND	4,024,872	0.35
17	COMMERCIAL BANK OF CEYLON PLC/ G.A.B. HARISCHANDRA	3,465,458	0.30
18	EMPLOYEE'S PROVIDENT FUND	3,080,000	0.26
19	DEUTSCHE BANK AG AS TRUSTEE FOR JB VANTAGE VALUE EQUITY FUND	2,183,372	0.19
20	RENUKA HOTELS PLC	1,800,000	0.15
21	SAM INNOVATORS (PVT) LTD	1,449,400	0.12
22	HATTON NATIONAL BANK PLC A/C NO 3 -EMPLOYEES RETIREMENT & PENSION FUND	1,200,000	0.10
23	MR. M.V. THEAGARAJAH & MRS. L.THEAGARAJAH	1,200,000	0.10
24	BNYM RE ACADIAN FRONTIER MARKETS EQUITY FUND	1,146,225	0.10
25	MRS. S. BALENDRA	1,106,051	0.10
	SUB TOTAL	1,076,764,201	92.39
	OTHERS	88,632,871	7.61
	TOTAL	1,165,397,072	100.00

Percentage of Shares held by the public

41.48%

Total No. of share holders who hold the public holding

14,627

Float Adjusted Market Capitalization

The Public Holding of the Company as of 31st March 2026 was 41.48 % comprising of 14,627 shareholders and the Float adjusted Market Capitalization of Rs.81,208,576,344.00. Interm of Rule 7.13 1(a) of the listing rule of CSE , the Company Qualifies with the Minimum Public Holding Requirement under the Option One.

Directors' Shareholdings as at 31st March 2026

	No of Shares	%
Mr. D. Hasitha S. Jayawardena	20,545,532	1.76
Mr. C. R. Jansz	-	-
Mr. N. De S. Deva Aditya	-	-
Mr. K. J. Kahanda	-	-
Mr.L.U.D.Fernando	-	-
Mr.Reyaz Mihular	-	-
Dr.R.A. Fernando	-	-
Mr.A. Goonesekere	-	-
Mr. L. H. A. Lakshman Silva	8,000	0.0007
Mr.M.A.N.S Perera (Resigned w.e.f 18/09/2025)	-	-

MELSTACORP PLC
NOTES TO THE FINANCIAL STATEMENTS

CORPORATE INFORMATION

NAME OF COMPANY

Melstacorp PLC

No.110, Norris Canal Road,

Colombo 10, Sri Lanka.

Tel: 011-5900300

Fax: 011-5900333

Web: www.melstacorp.com

COMPANY REGISTRATION NUMBER

PB 11755 PQ

BOARD OF DIRECTORS

Mr. D. Hasitha S. Jayawardena

Mr. C. R. Jansz

Mr. N. De S. Deva Aditya

Mr. K. J. Kahanda

Ms.D.S.T. Jayawardena

Mr.L.U.D.Fernando

Mr.Reyaz Mihular

Dr.R.A. Fernando

Mr.A. Goonesekere

Mr. L. H. A. Lakshman Silva

Mr.M.A.N.S Perera (Resigned w.e.f 18/09/2025)

COMPANY SECRETARY

Messrs. Corporate Services (Private) Limited

No.216, De Saram Road,

Colombo 10.

AUDITORS

Messrs. KPMG

Chartered Accountants

No.32A, Sir Mohamed Macan Markar Mawatha,

Colombo 03, Sri Lanka.

REGISTRARS

Central Depository Systems (Private) Limited

Registrar Services and Corporate Actions Unit

No.341/5, Kotte Road,

Rajagiriya, Sri Lanka.

BANKERS

Commercial Bank of Ceylon PLC

Bank of Ceylon

Hatton National Bank PLC

Sampath Bank PLC