CONVENIENCE FOODS (LANKA) PLC

INTERIM REPORT

FOR THE 1ST QUARTER ENDED,
30TH JUNE 2026

CORPORATE INFORMATION

NAME OF THE COMPANY
Convenience Foods (Lanka) PLC

COMPANY NUMBER
PQ 164

LEGAL FORM
A Public Limited Company listed on the Colombo Stock Exchange.

INCORPORATION
27th March 1991 in Sri Lanka

REGISTERED OFFICE
No. 555, High Level Road,
Makumbura, Pannipitiya,
Sri Lanka.

BUSINESS ACTIVITY
Manufacturing and Marketing of Textured Soya Protein (TSP) and Other Food Products.

DIRECTORS OF THE COMPANY
Ms. D.S. Wickramasingha - Chairman
Mr. M.C. Dahanayake - Managing Director
Ms. N.K. Wickramasingha - Director
Mr. L.J.M. De Silva - Director
Ms. S. Ratwatte - Director
Mr. I.S. Fonseka - Director
Mr. M.E. Wickremesinghe - Director

AUDITORS
Ernst & Young Sri Lanka,
Chartered Accountants,
Rotunda Towers, No. 109, Galle Road,
Colombo 03, Sri Lanka.

INVESTOR RELATIONS OFFICER
Mr. Randika Gamhewage
Manager - Financial Reporting
Email: randikag.cf@cbllk.com
+94 11 500 3000 Ext. 3062

SECRETARIES AND REGISTRARS
S S P Corporate Services (Pvt) Ltd,
No.101,Inner Flower Road,
Colombo 03.

BANKERS
National Development Bank PLC
Commercial Bank of Ceylon PLC
Hatton National Bank PLC
People's Bank
Standard Chartered Bank (Sri Lanka) Limited
State Bank of India (Sri Lanka)
Sampath Bank PLC
Nations Trust Bank PLC
DFCC Bank PLC
Seylan Bank PLC

AUDIT (& RISK) COMMITTEE
Ms. S.T. Ratwatte - Chairperson
Mr. I.S. Fonseka
Mr. M.E. Wickremesinghe

REMUNERATION COMMITTEE
Mr. M.E. Wickremesinghe - Chairperson
Ms. S.T. Ratwatte
Ms. N.K. Wickramasingha

RELATED PARTY TRANSACTIONS REVIEW COMMITTEE
Mr. I.S. Fonseka - Chairperson
Ms. S.T. Ratwatte
Mr. M.E. Wickremesinghe

NOMINATIONS AND GOVERNANCE COMMITTEE
Mr. M.E. Wickremesinghe - Chairperson
Ms. S.T. Ratwatte
Ms. N.K. Wickramasingha

SUSTAINABILITY COMMITTEE
Ms. S.T. Ratwatte - Chairperson
Ms. D.S. Wickramasingha
Mr. M.C. Dahanayake
Ms. N.K. Wickramasingha
Mr. I.S. Fonseka
Mr. M.E. Wickremesinghe

CONVENIENCE FOODS (LANKA) PLC
STATEMENT OF COMPREHENSIVE INCOME

For the 03 Months Ended 30th June	2026 Rs.	2025 Rs.	Variance %
Revenue from Contracts with Customers	**1,689,150,164**	**1,507,200,022**	**12.1**
Cost of Sales	(1,191,491,803)	(959,927,313)	24.1
Gross Profit	**497,658,361**	**547,272,709**	**-9.1**
Other Operating Income	12,427,938	6,228,457	99.5
Research and Development Expenses	(8,077,664)	(7,606,338)	6.2
Selling Expenses	(61,245,764)	(79,350,096)	-22.8
Distribution Expenses	(149,504,522)	(135,406,999)	10.4
General and Administrative Expenses	(107,621,633)	(92,518,450)	16.3
Other Operating Expenses	(37,097,942)	(33,318,202)	11.3
Operating Profit	**146,538,774**	**205,301,081**	**-28.6**
Other Investment Income	59,999,062	46,970,966	27.7
Profit Before Financing and Income Taxes	206,537,836	252,272,047	**-18.1**
Interest Expenses on Borrowings	(18,960)	(155,110)	-87.8
Finance Charge on Lease	(2,444,769)	(4,427,672)	-44.8
Profit Before Income Taxes	**204,074,107**	**247,689,265**	**-17.6**
Income Tax Expense	(61,222,231)	(72,705,433)	-15.8
Profit for the Period	**142,851,876**	**174,983,832**	**-18.4**
Other Comprehensive Income			
Total Other Comprehensive Income for the Period	-	-	
Total Comprehensive Income for the Period	**142,851,876**	**174,983,832**	**-18.4**
Basic and Diluted Earnings Per Share	**51.95**	**63.63**	

Figures in brackets indicate deductions.
The above figures are not audited.

CONVENIENCE FOODS (LANKA) PLC
STATEMENT OF FINANCIAL POSITION

As at	30.06.2026 Rs.	31.03.2026 Rs.
Assets		
Non Current Assets		
Property, Plant and Equipment	484,566,681	500,094,838
Right of Use Assets	117,930,789	126,415,216
Intangible Assets	12,896,413	10,739,363
Long Term Deposits	215,726,027	385,336,986
Total Non Current Assets	**831,119,910**	**1,022,586,403**
Current Assets		
Inventories	908,668,426	824,811,763
Trade and Other Receivables	1,130,088,422	941,006,877
Amounts due from Related Companies	77,581,604	77,515,012
Short Term Deposits	2,331,374,085	2,058,674,947
Cash and Cash Equivalents	222,360,925	344,530,065
Total Current Assets	**4,670,073,462**	**4,246,538,664**
Total Assets	**5,501,193,372**	**5,269,125,067**
Equity and Liabilities		
Equity		
Stated Capital	52,521,178	52,521,178
Other Reserves	41,613,945	41,613,945
Retained Earnings	4,049,522,859	3,906,670,983
Total Equity	**4,143,657,982**	**4,000,806,106**
Liabilities		
Non Current Liabilities		
Deferred Tax Liability	30,824,671	37,493,548
Lease Liabilities	85,675,928	93,914,987
Employee Benefit Liabilities	123,338,216	120,535,620
Total Non Current Liabilities	**239,838,815**	**251,944,155**
Current Liabilities		
Trade and Other Payables	959,634,892	721,677,073
Lease Liabilities	32,016,233	31,399,691
Current Tax Liabilities	93,514,273	48,916,229
Amounts due to Related Companies	32,531,177	214,381,813
Total Current Liabilities	**1,117,696,575**	**1,016,374,806**
Total Liabilities	**1,357,535,390**	**1,268,318,961**
Total Equity and Liabilities	**5,501,193,372**	**5,269,125,067**
Net assets value per share	**1,506.78**	**1,454.84**

It is certified that the Financial Statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

S.K.I.S. Senarathne
General Manager - Finance

The Board of Directors is responsible for these financial statements. Approved and signed for and on behalf of the Board;

D.S. Wickramasingha
Chairman

M.C. Dahanayake
Managing Director

28th July 2026
Colombo

The above figures are not audited.

CONVENIENCE FOODS (LANKA) PLC
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30TH JUNE 2026

	Stated Capital Rs.	Other Reserves Rs.	Retained Earnings Rs.	Total Equity Rs.
Balance as at 1st April 2025	52,521,178	41,613,945	3,165,656,503	3,259,791,626
Profit for the period	-	-	174,983,832	174,983,832
Balance as at 30th June 2025	**52,521,178**	**41,613,945**	**3,340,640,335**	**3,434,775,458**
Balance as at 1st April 2026	52,521,178	41,613,945	3,906,670,983	4,000,806,106
Profit for the period	-	-	142,851,876	142,851,876
Balance as at 30th June 2026	**52,521,178**	**41,613,945**	**4,049,522,859**	**4,143,657,982**

The above figures are not audited.

CONVENIENCE FOODS (LANKA) PLC
STATEMENT OF CASH FLOWS

For the 03 Months Ended 30th June	2026 Rs.	2025 Rs.
Cash Flows from Operating Activities		
Operating Profit/(Loss)	146,538,774	205,301,081
Adjustments to Reconcile Operating Profit to Net Cash Flows:		
Depreciation of Property, Plant and Equipment	21,815,314	20,810,140
Amortization of Intangible Assets	403,560	466,940
Depreciation of Right of Use Assets	8,484,427	8,823,592
Provision for Retirement Benefit Obligation	6,165,296	4,642,484
Operating Profit before Working Capital Changes	**183,407,371**	**240,044,237**
Changes in Working Capital		
(Increase)/Decrease in Inventories	(83,856,663)	4,326,702
(Increase)/Decrease in Trade and Other Receivables	(189,081,545)	(22,020,998)
(Increase)/Decrease in Amounts due from Related Companies	(66,592)	10,680,923
Increase/(Decrease) in Amounts due to Related Companies	(181,850,636)	(10,053,305)
Increase/(Decrease) in Trade and Other Payables	237,957,819	(247,660,783)
Cash (Used in) / Generated from Operations	**(33,490,246)**	**(24,683,224)**
Gratuity Paid	(3,362,700)	(2,407,200)
Income Tax Paid	(23,293,065)	(67,020,356)
Net Cash Flows (Used in) / from Operating Activities	**(60,146,011)**	**(94,110,780)**
Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	(6,287,157)	(7,585,425)
Purchase of Intangible Assets	(2,560,609)	-
Interest Received	59,999,062	46,970,966
Withdrawal of/(Placement in) Fixed Deposits	(103,088,179)	(112,409,679)
Net Cash Flows (Used in) / from Investing Activities	**(51,936,883)**	**(73,024,138)**
Cash Flows from Financing Activities		
Repayment of Lease	(7,622,517)	(6,247,024)
Interest Paid	(2,463,729)	(4,582,782)
Net Cash Flows (Used in) / from Financing Activities	**(10,086,246)**	**(10,829,806)**
Net (Decrease) / Increase in Cash and Cash Equivalents	**(122,169,140)**	**(177,964,724)**
Cash and Cash Equivalents at the Beginning of the Period	**344,530,065**	**203,984,146**
Cash and Cash Equivalents at the End of the Period	**222,360,925**	**26,019,422**

Figures in brackets indicate deductions.
The above figures are not audited.

CONVENIENCE FOODS (LANKA) PLC
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

1 The Interim Report

The Interim Condensed Financial Statements have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 -Interim Financial Reporting, using the same accounting policies and methods outlined in the Annual Audited Financial Statements for the year ended 31st March 2026. These Interim Condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2026. Accordingly, the Interim Report contains notes, comprising significant accounting policies and explanatory information.

These Statements also provide information required by the Colombo Stock Exchange.

2 Corporate Information

Convenience Foods (Lanka) PLC is a Public Limited Company incorporated and domiciled in Sri Lanka and listed in the Colombo Stock Exchange.

3 Approval of Financial Statements

The interim condensed financial statements of the Company for the three months period ended 30th June 2026 were authorised for issue by the Board of Directors on 28th July 2026.

4 Segmental Information

Segmental information is not presented since the Company does not have distinguishable components to be identified as a segment since all operations are treated as one segment.

5 Comparative figures

Certain reclassifications have been made to the comparative figures to improve the comparability and fair presentation of these financial statements. These reclassifications have not resulted in changes to the profit for the quarter or total net assets previously reported as at 30th June 2025.

6 Significant Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows due to their nature, size or incidence for the period ended 30th June 2026.

7 Events After the Reporting Period

There were no significant events after the reporting period that would require adjustments to or disclosures in these interim financial statements for the period ended 30th June 2026.

8 Commitments and Contingencies

Financial Commitments

Commitments on account of Letters of credit as of 30th June 2026 were Rs. 37,755,169 (31st March 2026: Rs. 65,106,986). Shipping Guarantees as of 30th June 2026 were Rs. 80,331,990 (31st March 2026: Rs. 66,953,644). Imports Bills as of 30th June 2026 were Rs. 147,219,543 (31st March 2026: Rs. 57,776,288).

Capital Commitments

There were no significant capital commitments as at reporting date.

Contingencies - Pending Litigations

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 31st March 2026. 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 financial year.

An appeal is pending in the Supreme Court against the judgment delivered by the Court of Appeal in favour of the Company, relating to the income tax assessment for the year of assessment 1991/1992.

Based on information currently available, the Management is of the view that the ultimate resolution of this legal matter is unlikely to have a material adverse impact on the Company's financial position, results of operations or liquidity. Accordingly, no provision has been recognised in these Financial Statements.

9 Additional Funding

No additional funds were raised by the Entity during the quarter through an Initial Public Offering or the issuance of further securities.

CONVENIENCE FOODS (LANKA) PLC
ADDITIONAL NOTES

1 Share Prices during the Quarter and Market Value of Shares

	03 Months Ended 30th June 2026 Rs.	03 Months Ended 30th June 2025 Rs.
Highest price recorded	2,650.00	1,462.00
Lowest price recorded	2,200.00	1,200.00
Last traded price	2,420.00	1,365.75
Market capitalisation (Rs. Mn.)	6,655.00	3,755.81

2 Names and the number of shares held by the 25 major shareholders

	As At 30th June 2026	
	No of Shares	% of Holding
1 CBL INVESTMENTS LIMITED	1,962,977	71.38%
2 HATTON NATIONAL BANK PLC/DAWI INVESTMENT TRUST (PVT) LTD	282,286	10.26%
3 J.B. COCOSHELL (PVT) LTD	165,825	6.03%
4 MR A.M.DE.S. JAYARATNE	18,570	0.68%
5 LOLC FINANCE PLC/V.M.GUNARATNE	15,000	0.55%
6 EST.OF LAT K.C. VIGNARAJAH	13,600	0.49%
7 MR. S.S.C. FERNANDO	11,709	0.43%
8 DFCC BANK PLC/MR.P.PRANAVAN	10,000	0.36%
9 MR. U.I. SURIYABANDARA	9,503	0.35%
10 MR. L.H.S. PEIRIS	8,161	0.30%
11 COCOSHELL ACTIVATED CARBON COMPANY (PVT) LTD	7,260	0.26%
12 MR. R.J.S. JAYAMAHA	7,000	0.25%
13 MR. Z.G. CARIMJEE	6,867	0.25%
14 MR. A.J. RUMY	6,400	0.23%
15 SAMPATH BANK PLC/L.T.R.S.L.JAYAWARDHANA	6,000	0.22%
16 MRS. M.M. UDESHI	6,000	0.22%
17 PEOPLE'S LEASING & FINANCE PLC/L.H.L.M.P.HARADASA	5,123	0.19%
18 MR E.D.K. WEERASURIYA & MR S. WEERASURIYA SENAKA	4,684	0.17%
19 MR U.C. BANDARANAYAKE & MRS L. BANDARANAYAKE LAKMALI	4,023	0.15%
20 MR. S.K. HATHIRAMANI (DECEASED)	3,850	0.14%
21 MRS. Z.M. ADAMALLY	3,433	0.12%
22 MISS K.M. AMARATUNGA	3,242	0.12%
23 SAMPATH BANK PLC/MR. ABISHEK SITHAMPALAM	3,000	0.11%
24 MR. N.I. WEERASINGHE	3,000	0.11%
25 MR. G.C. GOONETILLEKE	2,094	0.08%
Sub total	**2,569,607**	**93.45%**
Others	**180,393**	**6.55%**
Issued Capital	**2,750,000**	**100.00%**

3 Director's holding of shares as at 30th June 2026.

Ms. D.S. Wickramasingha - Chairman	Nil
Mr. M.C. Dahanayake - Managing Director	Nil
Ms. N.K. Wickramasingha - Director	Nil
Mr. L.J.M. De Silva - Director	Nil
Ms. S.T. Ratwatte - Director	Nil
Mr. I. S. Fonseka - Director	Nil
Mr. M.E. Wickremesinghe - Director	Nil

4 Public shareholding percentage as at 30th June 2026 was 28.62% and comprised of 1,890 Shareholders.

5 The Float adjusted market capitalization of the company as at 30th June 2026 was Rs. 1,904,595,660.

6 The Float adjusted market capitalization of the company falls under Option 5 of Rule 7.13.1 (i) (a) of the Listing rules of the Colombo Stock Exchange and the company has complied with the minimum public holding requirement applicable under said option.