THE EQUATION OF CARE

Muller & Phipps (Ceylon) PLC

Interim Financial Statements

For The Period Ended 30th June 2026

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

For the Period Ended 30th June	Unaudited 2026 Rs,000	Unaudited 2025 Rs,000	Variance
Revenue from contract with customers	**128,797**	146,640	-12%
Cost of Sales	**(106,344)**	(101,866)	4%
Gross Profit	**22,453**	44,774	-50%
Other Operating Income	**10**	3,190	-100%
Administrative Expenses	**(22,572)**	(22,828)	-1%
Distribution Expenses	**(16,406)**	(49,486)	-67%
Loss from Operations	**(16,515)**	(24,350)	-32%
Finance Income	**1,591**	3,875	-59%
Finance Costs	**(7,254)**	(4,735)	53%
Net Financing Costs	**(5,663)**	(860)	558%
Loss Before Tax	**(22,178)**	(25,210)	-12%
Income Tax Expenses	**-**	(3,173)	-100%
Loss for the Period	**(22,178)**	(28,383)	-22%
Other Comprehensive Income			
Items that will not be Reclassified to Profit or Loss			
Equity Investments at FVOCI - Net Change in Fair Value	**3**	12	-75%
Other Comprehensive Income for the Period, Net of Tax	**3**	12	-75%
Total Comprehensive Income for the Period	**(22,175)**	(28,371)	-22%
Loss Per Share (Rs.)	**(0.08)**	(0.10)	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

For the Period Ended 30th June	Unaudited 2026 Rs,'000	Unaudited 2025 Rs,'000	Variance
Revenue from contract with customers	500	500	0%
Cost of Sales	-	-	
Gross Profit	500	500	0%
Administrative Expenses	(3,808)	(2,251)	69%
Loss from Operations	(3,308)	(1,751)	89%
Finance Income	310	467	-34%
Finance Costs	(3,343)	(3,004)	11%
Net Financing Costs	(3,033)	(2,537)	20%
Loss Before Tax	(6,341)	(4,288)	48%
Income Tax Reversal	-	28	-100%
Loss for the Period	(6,341)	(4,260)	49%
Loss Per Share (Rs.)	(0.022)	(0.015)	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF FINANCIAL POSITION

	Group		Company	
As at	**Unaudited 30-06-2026 Rs.'000**	Audited 31-03-2026 Rs.'000	**Unaudited 30-06-2026 Rs.'000**	Audited 31-03-2026 Rs.'000
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	**4,002**	4,421	**-**	-
Intangible Assets	**625**	673	**-**	-
Right of Use Assets	**680**	906	**-**	-
Investments in Subsidiaries	**-**	-	**323,897**	323,897
Other Financial Assets	**15,311**	18,434	**15,219**	18,344
Deferred Tax Assets	**65,405**	65,405	**25**	25
Total Non Current Assets	**86,023**	89,839	**339,141**	342,266
Current Assets				
Inventories	**172,639**	180,915	**-**	-
Trade and Other Receivables	**182,300**	174,370	**-**	-
Amounts Due From Related Companies	**3,696**	510	**729**	502
Loans Due From Related Companies	**39,515**	39,379	**-**	-
Financial Derivative Asset	**2,129**	1,234	**-**	-
Income Tax Recoverable	**997**	987	**986**	976
Cash and Cash Equivalent	**49,326**	78,369	**3,864**	4,688
Total Current Assets	**450,602**	475,764	**5,579**	6,166
TOTAL ASSETS	**536,625**	565,603	**344,720**	348,432
EQUITY AND LIABILITIES				
Equity				
Stated Capital	**83,000**	83,000	**83,000**	83,000
Other Component of Equity	**26,375**	26,372	**9,720**	9,720
Retained Earnings	**(266,955)**	(244,778)	**91,358**	97,699
Equity Attributable to Equity Holders of the Company	**(157,580)**	(135,406)	**184,078**	190,419
Non Controlling Interest	**250,000**	250,000	**-**	-
Total Equity	**92,420**	114,594	**184,078**	190,419
Non-Current Liabilities				
Retirement Benefit Obligations	**32,547**	31,484	**-**	-
Interest Bearing Borrowings	**115,460**	115,460	**115,460**	115,460
Total Non Current Liabilities	**148,007**	146,944	**115,460**	115,460
Current Liabilities				
Trade and Other Payables	**111,655**	177,295	**5,145**	5,435
Interest Bearing Borrowings	**151,173**	99,523	**-**	-
Lease Liabilities	**801**	1,053	**-**	-
Amounts Due to Related Companies	**32,569**	26,194	**40,037**	37,118
Total Current Liabilities	**296,198**	304,065	**45,182**	42,553
Total Liabilities	**444,205**	451,009	**160,642**	158,013
Total Equity & Liability	**536,625**	565,603	**344,720**	348,432
Net Asset Value Per Share (Rs.)	**(0.56)**	**(0.48)**	**0.65**	**0.67**

Above figures are provisional and subject to audit.

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

sgd
A.D.T.Mendis
Director / Group Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Approved and signed for and on behalf of the Board of Muller & Phipps (Ceylon) PLC.

sgd
S.D.R.Arudpragasam
Chairman

sgd
S.Rajaratnam
Director

Colombo
Date: 03rd August 2026

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF CHANGES IN EQUITY

Group

	EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY							
		Other Component of Equity						
	Stated Capital	General Reserve	Capital Reserve	FVOCI Reserves	Accumulated Losses	Total	Non-Controlling Interest	Total
	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000
Balance as at 1st April 2025	83,000	5,000	401	19,431	(171,308)	(63,476)	250,000	186,524
Total Comprehensive Income								
Loss for the period	-	-	-	-	(28,383)	(28,383)	-	(28,383)
Other comprehensive income for the period	-	-	-	12	-	12	-	12
Balance as at 30th June 2025	**83,000**	**5,000**	**401**	**19,443**	**(199,691)**	**(91,847)**	**250,000**	**158,153**
Balance as at 1st April 2026	83,000	5,000	401	20,971	(244,778)	(135,406)	250,000	114,594
Total Comprehensive Income								
Loss for the period	-	-	-	-	(22,178)	(22,178)	-	(22,178)
Other comprehensive income for the period	-	-	-	3	-	3	-	3
Balance as at 30th June 2026	**83,000**	**5,000**	**401**	**20,974**	**(266,955)**	**(157,580)**	**250,000**	**92,420**

Company

		Other Component of Equity				
	Stated Capital	General Reserve	Capital Reserve	FVOCI Reserves	Retained Earnings	Total
	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000	Rs,'000
Balance as at 1st April 2025	83,000	5,000	401	2,758	119,821	210,980
Total Comprehensive Income						
Loss for the period	-	-	-	-	(4,260)	(4,260)
Balance as at 30th June 2025	**83,000**	**5,000**	**401**	**2,758**	**115,561**	**206,720**
Balance as at 1st April 2026	83,000	5,000	401	4,319	97,699	190,419
Total Comprehensive Income						
Loss for the period	-	-	-	-	(6,341)	(6,341)
Balance as at 30th June 2026	**83,000**	**5,000**	**401**	**4,319**	**91,358**	**184,078**

Figures in brackets indicate deductions.
Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF CASHFLOWS

For the Period Ended 30th June	Group		Company	
	Unaudited 2026 Rs.'000	Unaudited 2025 Rs.'000	**Unaudited 2026 Rs.'000**	Unaudited 2025 Rs.'000
Cash flows from Operating Activities				
Loss before tax	**(22,178)**	(25,210)	**(6,341)**	(4,288)
Adjustments for:				
Depreciation on property, plant and equipment	**387**	433	**-**	-
Amortisation of intangible asset	**48**	48	**-**	-
Amortization on right to use assets	**226**	226	**-**	-
Interest expenses	**5,850**	4,736	**3,343**	3,004
Provision for retirement benefit obligation	**1,064**	1,260	**-**	-
Profit on sale of Property, Plant & Equipment	**(10)**	-	**-**	-
Impairment provision/(reversal) on amount due from related parties	**(111)**	92	**(16)**	93
(Reversal) / provision for inventories	**(577)**	(11,322)	**-**	-
Interest income	**(1,592)**	(3,875)	**(310)**	(467)
Operating cashflow before working capital changes	**(16,893)**	(33,612)	**(3,324)**	(1,658)
(Increase) / Decrease in inventories	**8,852**	43,586	**-**	-
(Increase) / Decrease in trade & other receivables	**(7,930)**	83,394	**-**	(19)
(Increase) / Decrease in amount due from related companies	**(3,210)**	(2,318)	**(211)**	-
(Increase) / Decrease financial derivative	**(895)**	833	**-**	-
Increase/ (Decrease) in trade & other payables	**(65,640)**	(54,258)	**(290)**	98
Increase/ (Decrease) in amount due to related companies	**3,033**	(442)	**(424)**	1,214
Cash (used in) / generated from operations	**(82,683)**	37,183	**(4,249)**	(365)
Interest expenses paid	**(2,507)**	(1,731)	**-**	-
Income tax paid	**(10)**	(2)	**(10)**	-
Retiring benifits paid	**-**	(448)	**-**	-
Net cash (used in) / generated from operations activities	**(85,200)**	35,002	**(4,259)**	(365)
Cash flow from investing activities				
Interest received	**1,592**	3,643	**310**	236
Proceeds from disposal of property, plant & equipment	**42**	-	**-**	-
Proceeds from redemption of debenture	**3,125**	-	**3,125**	-
Net cash generated from investing activities	**4,759**	3,643	**3,435**	**236**
Cash Flows from Financing Activities				
Repayment of lease liabilities	**(252)**	(221)	**-**	-
Net movement in short term loans	**51,650**	(18,539)	**-**	-
Net cash generated / (used in) from financing activities	**51,398**	(18,760)	**-**	**-**
Increase/ (decrease) in Cash & Cash Equivalents	**(29,043)**	19,885	**(824)**	(129)
Cash & Cash Equivalents at the beginning of the period	**78,369**	52,402	**4,688**	2,044
Cash & Cash Equivalents at the end of the period	**49,326**	72,287	**3,864**	1,915
Analysis of Cash & Cash Equivalents				
Cash in hand & at Bank	**49,326**	72,287	**3,864**	1,915
Cash & Cash Equivalents at the end of the period	**49,326**	72,287	**3,864**	1,915

Figures in brackets indicate deductions.
Above figures are provisional and subject to audit.

NOTES TO THE FINANCIAL STATEMENTS

1. Account Status

The figures are provisional and subject to audit.

2. Basis of Preparation

The Interim Financial Statements for the period ended 30th June 2026 have been prepared in accordance with the accounting policies set out in the audited Financial Statements for the year ended 31st March 2026, and also in compliance with Sri Lanka Accounting Standard 34 - Interim Financial Reporting.

3. Capital Commitments and Contingent Liabilities

Capital Commitments

There were no material capital commitment, which require adjustment to or disclouser in the financial statements as at the reporting date.

Contingent Liabilities

There were no material contingent liabilities, which require adjustment to or disclouser in the financial statements as at the reporting date.

4. Events Occurring after the Reporting Date

There have been no material events subsequent to the interim period which require disclosures in the provisional Interim Financial Statements.

5. Going Concern Basis of Accounting

The interim financial statements have been prepared on a going concern basis.

As disclosed in the Annual Report for the year ended 31 March 2026, the Directors reassessed the Group's ability to continue as a going concern as of 30 June 2026, taking into account the latest financial performance, forecast cash flows, available banking facilities, and the progress of the subsidiary's mitigation plans.

In making this assessment, the Directors noted that the subsidiary incurred a net loss after tax of Rs. 15,841,535/- for the period ended 30 June 2026 (2025/26 – Rs. 25,238,937/-), had accumulated losses of Rs. 317,975,477/- as of 30 June 2026 (31 March 2026 – Rs. 302,133,942/-), recorded net operating cash outflows of Rs. 80,943,255/- during the period (2025/26 – positive operating cash flows of Rs. 37,448,903/-), and that its net assets remain below half of its stated capital. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the subsidiary's ability to continue as a going concern.

Nevertheless, the Directors considered that the subsidiary had positive working capital, with current assets exceeding current liabilities by Rs. 193,771,868/- as of 30 June 2026 (31 March 2026 – Rs. 207,854,494/-), together with unutilized trust receipt facilities available to finance inventory purchases. They also considered the strategic initiatives implemented by management to improve operational efficiency, profitability, and cash flows.

Having considered these factors, the Directors are satisfied that the subsidiary has adequate resources to continue its operations for the foreseeable future. Accordingly, the Directors of the Parent Company consider it appropriate to prepare the interim financial statements on a going concern basis.

6. Share Related Information

6.1. Market Value

Market value of a share for the quarter ended	30.06.2026	30.06.2025
	Rs.	Rs.
Highest	2.70	1.70
Lowest	1.90	1.00
Last Traded	2.10	1.40

6.2 Stated Capital and Public Holding

	30.06.2026	30.06.2025
Stated Capital (Rs.)	83,000,000	83,000,000
No. of shares represented by the stated capital	283,000,000	283,000,000
Percentage of shares held by the public	48.66%	48.66%
No. of Public Shareholders	3,900	2,886

6.3. The applicable option under CSE Rule 7.13.1 (i) (a) (1) on minimum public holding is option 5 and the Float Adjusted Market Capitalization as of 30.06.2026 was Rs.289,186,380.00

6.4. None of the Directors held shares directly as at 30.06.2026

6.5 Major Shareholders as at 30th June 2026

	Name	Shareholding	% Holding
1	E.B. CREASY & COMPANY PLC	73,061,773	25.82%
2	AMANA BANK PLC/E.B. CREASY & COMPANY PLC	72,000,000	25.44%
3	SAMPATH BANK PLC/SENTHILVERL HOLDINGS (PVT) LTD	28,300,000	10.00%
4	MR. DARANAKUMBURALAGE SHALIKA RANGAJITH DARANAKUMBURA	5,500,000	1.94%
5	MR. AJITH KRISHANTHA PALLIYA GURUGE DON (DECEASED)	5,248,632	1.85%
6	GETZ BROS. & CO. INC.	3,675,000	1.30%
7	MR. SHANTILAL TISSA HERAT	2,977,216	1.05%
8	MR. MOHAMED NAJUMUDEEN MOHAMED ZACKIE	1,814,097	0.64%
9	MR. GAME KANKANAMGE KASUN MADUSANKA	1,575,000	0.56%
10	COMMERCIAL BANK OF CEYLON PLC/ S.A. SENEVIRATNE	1,500,000	0.53%
11	MISS SHARMILA SHASHI PRABAH KANDAMBI	1,288,838	0.46%
12	SENKADAGALA FINANCE PLC/T.NITHYANANDALINGAM	1,200,000	0.42%
13	MR. BRIAN LESTER SEBASTIAN PEIRIS & MRS. LORRAINE BERNADETTE PEIRIS	1,100,000	0.39%
14	MR. NIRMALAN ARJUN	1,100,000	0.39%
15	MR. SAMARAKOON MUDIYANSELAGE VIPULA SENARATH BANDARA SAMARAKOON	1,077,571	0.38%
16	MR. COLAMBA PATABENDIGE CHRISTO CHATURA SUBHASHANA PEIRIS	1,058,572	0.37%
17	MR. RAVINDRA ERLE RAMBUKWELLE	1,019,000	0.36%
18	MR. BUWANEKA TISSA PRATHAPASINGHE & MRS. UMA KUMARI PRATHAPASINGHE	1,000,000	0.35%
19	MRS. MAHEEKA RAJATHAMALA NANAYAKKARA & MRS. NANDA PADMINI DANGAMPOLA	1,000,000	0.35%
20	CITIZENS DEVELOPMENT BUSINESS FINANCE PLC/R.RANAWEERA	1,000,000	0.35%
21	HATTON NATIONAL BANK PLC/RAVINDRA ERLE RAMBUKWELLE	900,000	0.32%
22	MISS. IMALKA MADUSHANI DE LIVERA & MRS. DONA ANUSHA SANJEEWANI WEERASINGHE	867,885	0.31%
	Total	208,263,584	73.59%

CORPORATE INFORMATION

Name of the Company
Muller & Phipps (Ceylon) PLC

Legal Form
Public Quoted Company with Limited
Liability incorporated in Sri Lanka on 08 May 1964
Under the Companies Ordinance No 51 of 1938

Company Registration No.
PQ 177

Board of Directors
Chairman
S.D.R.Arudpragasam, FCMA(UK)

Directors
R. C. A. Welikala
S.Rajaratnam, B. Sc., CA.
S.W. Gunawardena. B.Sc., MBA
A.D.T.Mendis FCCA-UK, ACA, MCSI-UK,MBA (USQ-AUS), BSc Finance Special (Hons)
K.G. Punchihewa, FCA, CPA(Aus)
S.B. Perera, FCMA/CGMA(UK), B.Sc. Mech.Eng. (Hons)
P.Y.S Perera, FCA, FCMA (UK)

Subsidiary
Muller & Phipps (Health Care) Limited

Registered Office
P.O. Box 37
98, Sri Sangaraja Mawatha
Colombo 10.
Telephone: 94(11) 2421311
Fax: 94(11)2448534

Secretaries
Corporate Managers & Secretaries (Private) Ltd.
8-5/2, Leyden Bastian Road,
York Arcade Building,
Colombo 1.

Auditors
KPMG
Chartered Accountants
32A, Sir Mohamed Macan Markar Mawatha,
Colombo 3.

Legal Advisers
Julius & Creasy Attorneys at Law
No.371, R A De Mel Mawatha
Colombo 3

Bankers
Hatton National Bank PLC
Standard Chartered Bank
Commercial Bank of Ceylon PLC
National Development Bank PLC
Union Bank of Colombo PLC
Amana Bank PLC
Bank of Ceylon
Peoples Bank

MULLER & PHIPPS (CEYLON) PLC

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