

BALANGODA PLANTATIONS PLC

110, Norris Canal Road, Colombo 10

Company Reg. No: P Q 165

INTERIM FINANCIAL STATEMENTS

SIX MONTHS PERIOD ENDED 30TH JUNE 2026



BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

CORPORATE INFORMATION

Company	:	Balangoda Plantations PLC
Legal Form	:	Public Listed Company
Date of Incorporation	:	11th June 1992
Company Registration No	:	P Q 165
Registered Office	:	110, Norris Canal Road, Colombo 10
Board of Directors	:	Mr. D H S Jayawardena - Executive Chairman Mr. C R Jansz - Non Executive Director Mr. K Dayaparan - Non Executive Director Mr. M R Mihular - Senior Independent Director Dr. R A Fernando - Independent Non-Executive Director Mr. P A Jayatunga - Executive Director / Company Secretary
Secretary	:	Mr. P A Jayatunga 833, Sirimavo Bandaranaike Mawatha Colombo 14. Telephone 2524734 / 2522871
Registrars	:	Central Depository Systems (Pvt) Limited (CDS) Ground Floor, M & M Center 341/5, Kotte Road, Rajagiriya.
Auditors	:	Messrs. KPMG (Chartered Accountants) 32A, Sir Mohamad Macan Markar Mawatha Colombo 03.
Bankers	:	Hatton National Bank PLC City Office 16, Janadhipathi Mawatha Colombo 01.
Parent Company	:	Melstacorp PLC 110, Norris Canal Road Colombo 10.

BALANGODA PLANTATIONS PLC
INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

STATEMENT OF FINANCIAL POSITION		
As at	Unaudited 30/6/2026 Rs '000	Audited 31/12/2025 Rs '000
ASSETS		
Non Current Assets		
Right of Use Assets	455,872	452,674
Immovable Leased Assets	324	333
Property, Plant and Equipment	1,782,548	1,731,068
Intangible Assets	2,332	2,736
Investment Property	514,807	576,038
Bearer Biological Assets	1,503,570	1,526,613
Consumable Biological Assets	4,078,396	3,885,890
Financial Assets Measured at FVOCI	763	947
	8,338,612	8,176,299
Current Assets		
Produce on Bearer Biological Assets	6,257	6,062
Inventories	522,766	479,385
Trade and Other Receivables	283,225	267,187
Amounts due from Related Company	12,092	8,028
Cash and Cash Equivalents	3,269	17,139
Total Current Assets	827,609	777,801
Total Assets	9,166,221	8,954,100
EQUITY AND LIABILITIES		
Equity		
Stated Capital	2,359,091	2,359,091
Revaluation Reserve	1,030,683	1,030,683
Timber Reserve	3,860,649	3,660,649
FVOCI Reserve	615	798
Accumulated Losses	(2,623,051)	(2,553,173)
Total Equity	4,627,987	4,498,048
Non Current Liabilities		
Retirement Benefit Obligations	1,285,697	1,258,336
Deferred Tax Liability	1,881,411	1,829,458
Deferred Income	89,931	94,318
Lease Liability	552,416	529,856
	3,809,455	3,711,968
Current Liabilities		
Lease Liability	3,966	6,739
Trade and Other Payables	421,018	482,045
Items that will not be Reclassified to Profit or Loss	18,570	28,714
Income Tax Payable	110,936	122,656
Bank Overdraft	174,289	103,930
Total Current Liabilities	728,779	744,084
Total Liabilities	4,538,234	4,456,052
Total Equity and Liabilities	9,166,221	8,954,100
Net Assets per Share	97.90	95.15

It is certified that these interim financial statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

D S Heenatigalage
General Manager - Finance

The board of directors are responsible for the preparation and presentation of these Financial Statements.
Approved & signed for and on behalf of the board of directors of Balangoda Plantations PLC by ;

D H S Jayawardena
Chairman
Colombo, 12th August 2026

C R Jansz
Director

INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Period Ended	03 Month ended 30/6/2026 Rs. '000	03 Month ended 30/6/2025 Rs. '000	Variance %	06 Month ended 30/6/2026 Rs. '000	06 Month ended 30/6/2025 Rs. '000	Variance %
Revenue	1,089,427	1,221,326	(11)	1,932,581	2,218,711	(13)
Cost of sales	(984,685)	(1,068,374)	(8)	(1,945,564)	(1,983,544)	(2)
Gross profit	104,742	152,952	(32)	(12,983)	235,167	(106)
Other income	67,281	100,403	(33)	136,653	144,375	(5)
Gain on changes in fair value of biological assets	99,267	85,699	16	200,195	187,435	7
Administrative expenses	(44,058)	(39,796)	11	(80,991)	(77,884)	4
Profit from operating activities	227,232	299,258	(24)	242,874	489,093	(50)
Finance income	214	1,085	(80)	376	1,500	(75)
Finance costs	(22,698)	(23,457)	(3)	(42,232)	(48,671)	(13)
<i>Net Finance costs</i>	<i>(22,484)</i>	<i>(22,372)</i>	<i>1</i>	<i>(41,856)</i>	<i>(47,171)</i>	<i>(11)</i>
Profit before taxation	204,748	276,886	(26)	201,018	441,922	(55)
Income tax expense	(33,460)	(36,409)	(8)	(70,896)	(69,197)	2
Profit for the period	171,288	240,477	(29)	130,122	372,725	(65)
Other comprehensive income / (expenses)						
Items that will not be Reclassified to Profit or Loss						
Net change in the fair value of financial assets measured at FVOCI	(108)	113	(196)	(183)	46	(498)
Total other comprehensive income/(Expense)	(108)	113	(196)	(183)	46	(498)
Total comprehensive income	171,180	240,590	(29)	129,939	372,771	(65)
Basic earnings per share	3.62	5.09		2.75	7.88	

Figures in brackets indicate deductions.

The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

STATEMENT OF CHANGES IN EQUITY

	Stated Capital <i>Rs. '000</i>	Revaluation Reserve <i>Rs. '000</i>	Timber Reserve <i>Rs. '000</i>	FVOCI Reserve <i>Rs. '000</i>	Accumulated Losses <i>Rs. '000</i>	Total Equity <i>Rs. '000</i>
Balance as at 1st January 2025	2,359,091	760,008	3,139,656	593	(2,542,327)	3,717,021
Profit for the Period	-	-	-	-	372,725	372,725
Transferred to Timber Reserve	-	-	187,500	-	(187,500)	-
Other comprehensive Income / (Expenses), net of tax	-	-	-	46	-	46
Balance as at 30th June 2025	<u>2,359,091</u>	<u>760,008</u>	<u>3,327,156</u>	<u>639</u>	<u>(2,357,102)</u>	<u>4,089,792</u>
Balance as at 1st January 2026	2,359,091	1,030,683	3,660,649	798	(2,553,173)	4,498,048
Profit for the Period	-	-	-	-	130,122	130,122
Transferred to Timber Reserve	-	-	200,000	-	(200,000)	-
Other comprehensive Income / (Expenses), net of tax	-	-	-	(183)	-	(183)
Balance as at 30th June 2026	<u>2,359,091</u>	<u>1,030,683</u>	<u>3,860,649</u>	<u>615</u>	<u>(2,623,051)</u>	<u>4,627,987</u>

Figures in brackets indicate deductions.

The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

STATEMENT OF CASH FLOWS

For the Six Months Period Ended	Unaudited 30/6/2026 Rs. '000	Unaudited 30/6/2025 Rs. '000
Cash Flows From Operating Activities		
Profit Before Taxation	201,018	441,922
Adjustments for		
Depreciation and Amortization	121,535	109,660
Gain on Disposal of Property, Plant and Equipment	(13,216)	(23,458)
Interest Income	(376)	(1,500)
Provision for Retirement Benefit Obligations	90,172	101,365
Amortization of Government Grants	(4,387)	(4,387)
Interest Expenses	42,232	48,671
Gain on Changes in Fair Value of Biological Assets	(200,000)	(187,500)
Operating Profit before Working Capital Changes	236,978	484,773
Working Capital Changes		
Decrease / (Increase) in Inventories	(43,576)	(14,426)
(Increase) / Decrease in Trade and Other Receivables	(16,038)	(77,925)
Decrease/ (Increase) in Amounts Due From Related Companies	(4,064)	(1,944)
Increase / (Decrease) in Trade and Other Payables	(91,691)	(44,149)
Increase / (Decrease) in Amounts Due to Related Companies	(10,144)	(2,023)
Cash Generated from Operations	71,465	344,306
Retirement Benefit Obligations Paid	(62,811)	(102,705)
Interest Paid	(4,220)	(15,134)
Net Cash Generated from / (Used in) Operating Activities	4,434	226,467
Cash Flows From Investing Activities		
Interest Received	376	1,500
Purchase of Property, Plant and Equipment	(51,017)	(5,755)
Acquisition of Intangible Assets	-	(500)
Investment in Immature Bearer Biological Assets	(20,722)	(25,934)
Proceeds from Disposal of Property, Plant And Equipment	13,216	23,458
Harvest of Consumable Biological Assets	7,496	-
Net Cash Generated from / (Used In) Investing Activities	(50,651)	(7,231)
Cash Flows from Financing Activities		
Repayment of Long Term Borrowings	-	(132,609)
Repayment of Lease Liabilities	(38,012)	(36,638)
Net Cash Generated from/(Used In) Financing Activities	(38,012)	(169,247)
Net Increase / (Decrease) in Cash and Cash Equivalents	(84,229)	49,989
Cash and Cash Equivalents at Beginning of the Period	(86,791)	(258,784)
Cash and Cash Equivalents at End of the Period (Note A)	(171,020)	(208,795)
Note A		
Cash and Cash Equivalents	3,269	53,282
Bank Overdraft	(174,289)	(262,077)
Cash and Cash Equivalents at End of the Period	(171,020)	(208,795)

Figures in brackets indicate deductions.

The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

NOTES TO THE INTERIM FINANCIAL STATEMENTS

01. Segmental Information

Operating Segments For the Six Months Period Ended

	Tea		Rubber		Total	
	30/6/2026 Rs. '000	30/6/2025 Rs. '000	30/6/2026 Rs. '000	30/6/2025 Rs. '000	30/6/2026 Rs. '000	30/6/2025 Rs. '000
(a) Segment Results						
Revenue	1,709,818	2,011,063	222,763	207,648	1,932,581	2,218,711
Cost of Sales	(1,662,311)	(1,719,397)	(283,253)	(264,147)	(1,945,564)	(1,983,544)
Segment Results	47,507	291,666	(60,490)	(56,499)	(12,983)	235,167
Unallocated						
Other Operating Income					136,653	144,375
Gain on Change in Fair Value of Biological Asset					200,195	187,435
Administrative Expenses					(80,991)	(77,884)
Net Finance Cost					(41,856)	(47,171)
Profit Before Taxation					201,018	441,922
Income tax charge					(70,896)	(69,197)
Profit for the Period					130,122	372,725

(b) Segment Assets

As at	30/6/2026 Rs. '000	30/6/2025 Rs. '000	30/6/2026 Rs. '000	30/6/2025 Rs. '000	30/6/2026 Rs. '000	30/6/2025 Rs. '000
Non Current Assets	2,538,711	2,198,246	1,622,912	1,583,231	4,161,623	3,781,477
Current Assets	721,184	737,371	66,410	70,956	787,594	808,327
Total	3,259,895	2,935,617	1,689,322	1,654,187	4,949,217	4,589,804
Unallocated						
Non Current Assets					4,176,989	3,642,954
Current Assets					40,015	60,550
Total Assets					9,166,221	8,293,308
Segment Liabilities						
Non Current Liabilities	1,133,891	994,282	133,830	131,756	1,267,721	1,126,038
Current Liabilities	355,994	419,046	65,024	66,713	421,018	485,759
Total	1,489,885	1,413,328	198,854	198,469	1,688,739	1,611,797
Unallocated						
Non Current Liabilities					2,541,734	2,293,034
Current Liabilities					307,761	298,685
Total Liabilities					4,538,234	4,203,516
Equity					4,627,987	4,089,792
Capital expenditure						
As at						
- Allocated	48,992	11,265	15,408	15,204	64,400	26,469
- Unallocated					7,339	5,220
					71,739	31,689
Depreciation						
- Allocated	55,739	51,450	58,236	50,330	113,975	101,780
- Unallocated					7,560	7,880
					121,535	109,660

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

NOTES TO THE INTERIM FINANCIAL STATEMENTS

- 02** These interim financial statements of the Company for the six months period ended 30th June 2026 were approved by the board of directors on 12th August 2026.
- 03** 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.
- 04** No circumstances have arisen since the Financial Position date, which would require adjustments to or disclosure in the financial statements.
- 05** Stated Capital of Balangoda Plantations PLC amount to Rs. 2,359,090,865 represented by 47,272,726 ordinary shares and a Golden share which has special rights held by the Secretary to the Treasury.
- 06** 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 December 2025.

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30TH JUNE 2026

INVESTOR INFORMATION

01 Market Price Per Share

Highest during the period Rs.
Lowest during the period Rs.
Last traded price Rs.

Quarter ended 30/6/2026	Quarter ended 30/6/2025
69.00	84.80
59.00	63.10
60.20	78.00

02 Directors' shareholding

None of the Directors or the Chief Executive Officer held shares in the Company as at 30th June 2026 (30th June 2025: Nil).

03 Twenty (20) largest shareholders as at 30th June 2026

	NAME	No. of shares	% of issued capital
01	MELSTACORP PLC	34,134,932	72.21
02	DEUTSCHE BANK AG-NATIONAL EQUITY FUND	883,331	1.87
03	SEYLAN BANK PLC/MOHAMED MUSHTAQ FUAD	533,462	1.13
04	RANAVAV HOLDINGS (PVT) LTD	411,000	0.87
05	HATTON NATIONAL BANK PLC/ALMAS HOLDINGS (PRIVATE) LIMITED	347,388	0.73
06	COMMERCIAL BANK OF CEYLON PLC/M.M. FUAD	300,000	0.63
07	MISS. O.U.K. JAYASUNDARA	285,000	0.60
08	COMMERCIAL BANK OF CEYLON PLC/ PREMPRA CAPITAL (PVT) LTD	206,144	0.44
09	MR. M.H.M. FAWSAN	193,739	0.41
10	SEYLAN BANK PLC/MOHAMED SUBAIR FOUZAL HAQQE	180,000	0.38
11	COMMERCIAL BANK OF CEYLON PLC/RANANJAYA HOLDINGS (PVT)LTD	169,529	0.36
12	WINSKY MARKETING (PVT) LTD	152,900	0.32
13	SENKADAGALA FINANCE PLC/M.M.SUGATHAPALA	135,000	0.29
14	PEOPLE S LEASING AND FINANCE PLC/NAGOYA CEYLON TRADING (PVT) LTD	127,621	0.27
15	MR. M.H. KALEEL & MR. H. KALEEL	127,200	0.27
16	SENKADAGALA FINANCE PLC/M.S.F.HAQQE	123,591	0.26
17	COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIMITED	120,400	0.25
18	MR. M.A. HUSSAIN	116,480	0.25
19	MR. A.K. PALLIYA GURUGE DON (DECEASED)	108,000	0.23
20	MRS. F.S. SHAFEI & MR. S.A. MOHAMED BASHEER	100,000	0.21
	SUB TOTAL	38,755,717	81.98
	Other Shareholders	8,517,009	18.02
	TOTAL	47,272,726	100.00

	30/6/2026	30/6/2025
Public holding % of the stated capital	27.79	25.39
Number of Shareholders representing public shareholdings	18,611	18,410
Float adjusted market capitalization (Rs. '000)	790,895	936,345

Minimum public holding

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