

BALANGODA PLANTATIONS PLC

110, Norris Canal Road, Colombo 10

Company Reg. No: P Q 165

INTERIM FINANCIAL STATEMENTS

THREE MONTHS PERIOD ENDED 31ST MARCH 2026



BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH 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 THREE MONTHS PERIOD ENDED 31ST MARCH 2026

STATEMENT OF FINANCIAL POSITION

As at	Unaudited 31/3/2026 Rs '000	Unaudited 31/12/2025 Rs '000
ASSETS		
Non Current Assets		
Right of Use Assets	446,117	452,674
Immovable Leased Assets	328	333
Property, Plant and Equipment	1,878,352	1,881,133
Intangible Assets	2,561	2,736
Investment Property	576,808	576,808
Bearer Biological Assets	1,438,172	1,452,429
Consumable Biological Assets	3,985,891	3,885,891
Financial Assets Measured at FVOCI	871	947
	8,329,100	8,252,951
Current Assets		
Produce on Bearer Biological Assets	6,990	6,062
Inventories	452,840	486,563
Trade and Other Receivables	280,838	271,546
Amounts due from Related Company	11,186	8,028
Cash and Cash Equivalents	44,451	17,143
Total Current Assets	796,305	789,342
Total Assets	9,125,405	9,042,293
EQUITY AND LIABILITIES		
Equity		
Stated Capital	2,359,091	2,359,091
Revaluation Reserves	603,576	603,576
Timber Reserves	3,709,178	3,609,178
FVOCI Reserve	723	798
Accumulated Losses	(2,031,209)	(1,890,044)
Total Equity	4,641,359	4,682,599
Non Current Liabilities		
Retirement Benefit Obligations	1,290,470	1,258,336
Deferred Tax Liability	1,892,873	1,855,437
Deferred Income	92,124	94,318
Lease Liability	529,856	529,856
	3,805,323	3,737,947
Current Liabilities		
Lease Liability	6,741	6,741
Trade and Other Payables	464,128	482,362
Amounts due to Related Companies	20,444	28,714
Bank Overdraft	187,410	103,930
Total Current Liabilities	678,723	621,747
Total Liabilities	4,484,046	4,359,694
Total Equity and Liabilities	9,125,405	9,042,293
Net Assets per Share	98.18	99.06

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

- Signed -

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 ;

- Signed -

D H S Jayawardena

Chairman

Colombo, 14 May 2026

- Signed -

C R Jansz

Director

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Three Months Period Ended	Unaudited 31/3/2026 Rs. '000	Unaudited 31/3/2025 Rs. '000	Variance %
Revenue	843,154	997,385	(15)
Cost of sales	(960,878)	(915,170)	5
Gross profit	(117,724)	82,215	(243)
Other income	69,372	43,972	58
Gain on changes in fair value of biological assets	100,928	101,736	(1)
Administrative expenses	(36,933)	(38,088)	(3)
Profit from operating activities	15,643	189,835	(92)
Finance income	162	415	(61)
Finance costs	(19,534)	(25,214)	(23)
<i>Net Finance costs</i>	(19,372)	(24,799)	(22)
Profit before taxation	(3,729)	165,036	(102)
Income tax expense	(37,436)	(32,788)	14
Profit for the period	(41,165)	132,248	(131)
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	(75)	(67)	12
Total other comprehensive income/(Expense)	(75)	(67)	12
Total comprehensive income	(41,240)	132,181	(131)
Basic earnings per share	(0.87)	2.80	

Figures in brackets indicate deductions.

The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH 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 Loss <i>Rs. '000</i>	Total Equity <i>Rs. '000</i>
Balance as at 1st January 2025	2,359,091	760,008	3,140,711	593	(2,517,039)	3,743,364
Profit for the Period					132,248	132,248
Transferred to Timber Reserve			93,750		(93,750)	
Other comprehensive Income / (Expenses), net of tax				(67)		(67)
Balance as at 31st March 2025	<u>2,359,091</u>	<u>760,008</u>	<u>3,234,461</u>	<u>526</u>	<u>(2,478,541)</u>	<u>3,875,545</u>
Balance as at 1st January 2026	2,359,091	603,576	3,609,178	798	(1,890,044)	4,682,599
Profit/(Loss) for the Period					(41,165)	(41,165)
Transferred to Timber Reserve			100,000		(100,000)	-
Other comprehensive Income / (Expenses), net of tax				(75)		(75)
Balance as at 31st March 2026	<u>2,359,091</u>	<u>603,576</u>	<u>3,709,178</u>	<u>723</u>	<u>(2,031,209)</u>	<u>4,641,359</u>

Figures in brackets indicate deductions.

The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH 2026

STATEMENT OF CASH FLOWS

For the Three Months Period Ended	Unaudited 31/3/2026 Rs. '000	Unaudited 31/3/2025 Rs. '000
Cash Flows From Operating Activities		
Profit Before Taxation	(3,729)	165,036
Adjustments for		
Depreciation and Amortization	55,811	56,250
Gain on Disposal of Property, Plant and Equipment	(8,284)	-
Interest Income	(162)	(415)
Provision for Retirement Benefit Obligations	61,920	48,097
Amortization of Government Grants	(2,194)	(2,193)
Interest Expenses	19,534	25,945
Gain on Changes in Fair Value of Biological Assets	(100,000)	(93,750)
Operating Profit before Working Capital Changes	22,896	198,970
Working Capital Changes		
Decrease / (Increase) in Inventories	32,795	(89,527)
(Increase) / Decrease in Trade and Other Receivables	(9,291)	(34,149)
Decrease/ (Increase) in Amounts Due From Related Companies	(3,158)	(11,379)
Increase / (Decrease) in Trade and Other Payables	(18,234)	83,951
Increase / (Decrease) in Amounts Due to Related Companies	(8,270)	(2,252)
Cash Generated from Operations	16,738	145,614
Retirement Benefit Obligations Paid	(29,786)	(63,465)
Interest Paid	(874)	(7,414)
Net Cash Generated from / (Used in) Operating Activities	(13,922)	74,735
Cash Flows From Investing Activities		
Interest Received	162	415
Purchase of Property, Plant and Equipment	(22,805)	(981)
Investment in Immature Bearer Biological Assets	(9,231)	(9,702)
Proceeds from Disposal of Property, Plant And Equipment	8,284	-
Net Cash Generated from / (Used In) Investing Activities	(23,590)	(10,268)
Cash Flows from Financing Activities		
Repayment of Long Term Borrowings	-	(133,162)
Repayment of Lease Liabilities	(18,660)	(17,978)
Net Cash Generated from/(Used In) Financing Activities	(18,660)	(151,140)
Net Increase / (Decrease) in Cash and Cash Equivalents	(56,172)	(86,673)
Cash and Cash Equivalents at Beginning of the Period	(86,787)	(261,056)
Cash and Cash Equivalents at End of the Period (Note A)	(142,959)	(347,729)
Note A		
Cash and Cash Equivalents	44,451	46,781
Bank Overdraft	(187,410)	(394,510)
Cash and Cash Equivalents at End of the Period	(142,959)	(347,729)

Figures in brackets indicate deductions.

The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH 2026

NOTES TO THE INTERIM FINANCIAL STATEMENTS

01. Segmental Information

Operating Segments For the Three Months Period Ended	Tea		Rubber		Total	
	31/3/2026 Rs. '000	31/3/2025 Rs. '000	31/3/2026 Rs. '000	31/3/2025 Rs. '000	31/3/2026 Rs. '000	31/3/2025 Rs. '000
(a) Segment Results						
Revenue	683,373	854,753	159,781	142,632	843,154	997,385
Cost of Sales	(792,766)	(763,517)	(168,112)	(151,653)	(960,878)	(915,170)
Segment Results	(109,393)	91,236	(8,331)	(9,021)	(117,724)	82,215
Unallocated						
Other Operating Income					69,372	43,972
Gain on Change in Fair Value of Biological Asset					100,928	101,736
Administrative Expenses					(36,933)	(38,088)
Net Finance Cost					(19,372)	(24,799)
Profit/(Loss) Before Taxation					(3,729)	165,036
Income tax charge					(37,436)	(32,788)
Profit/(Loss) for the Period					(41,165)	132,248

(b) Segment Assets

As at	31/3/2026 Rs. '000	31/3/2025 Rs. '000	31/3/2026 Rs. '000	31/3/2025 Rs. '000	31/3/2026 Rs. '000	31/3/2025 Rs. '000
Non Current Assets	2,635,229	2,203,171	1,602,597	1,614,504	4,237,826	3,817,675
Current Assets	634,474	764,465	70,706	68,049	705,180	832,514
Total	3,269,703	2,967,636	1,673,303	1,682,553	4,943,006	4,650,189
Unallocated						
Non Current Assets					4,091,274	3,526,049
Current Assets					91,125	83,818
Total Assets					9,125,405	8,260,056
Segment Liabilities						
Non Current Liabilities	1,120,824	1,029,944	169,646	157,903	1,290,470	1,187,847
Current Liabilities	282,087	351,750	48,941	67,632	331,028	419,382
Total	1,402,911	1,381,694	218,587	225,535	1,621,498	1,607,229
Unallocated						
Non Current Liabilities					2,514,853	2,194,204
Current Liabilities					347,695	583,078
Total Liabilities					4,484,046	4,384,511
Equity					4,641,359	3,875,545
Capital expenditure						
As at						
- Allocated	26,150	4,918	5,343	2,046	31,493	6,964
- Unallocated					543	3,719
					32,036	10,683
Depreciation						
- Allocated	32,966	29,818	22,349	25,767	55,315	55,585
- Unallocated					496	665
					55,811	56,250

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH 2026

NOTES TO THE INTERIM FINANCIAL STATEMENTS

- 02** These interim financial statements of the company for the three months ended 31st March 2026 were approved by the board of directors on 14 May 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 2024.

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31ST MARCH 2026

INVESTOR INFORMATION

01 Market Price Per Share

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

03 Months ended 31/3/2026	03 Months ended 31/3/2025
71.90	92.00
55.70	60.00
60.00	67.50

02 Directors' shareholding

None of the Directors or the Chief Executive Officer held shares in the Company as at 31 March 2026 (31 March 2025: Nil).

03 Twenty (20) largest shareholders as at 31st March 2026

	NAME	No. of shares	% of issued capital
	MELSTACORP PLC	34,134,932	72.21%
	DEUTSCHE BANK AG-NATIONAL EQUITY FUND	883,331	1.87%
	SEYLAN BANK PLC/MOHAMED MUSHTAQ FUAD	534,446	1.13%
	RANAVAV HOLDINGS (PVT) LTD	411,000	0.87%
	HATTON NATIONAL BANK PLC/ALMAS HOLDINGS (PRIVATE)LIMITED	350,000	0.74%
	COMMERCIAL BANK OF CEYLON PLC/M.M. FUAD	300,000	0.63%
	MISS. O.U.K. JAYASUNDARA	285,000	0.60%
	MR. M.H.M. FAWSAN	193,739	0.41%
	SEYLAN BANK PLC/MOHAMED SUBAIR FOUZAL HAQQUE	180,000	0.38%
	MR. M.Z. RASHEED	177,560	0.38%
	COMMERCIAL BANK OF CEYLON PLC/RANANJAYA HOLDINGS (PVT) LTD	169,529	0.36%
	WINSKY MARKETING (PVT) LTD	149,900	0.32%
	SENKADAGALA FINANCE PLC/M.M.SUGATHAPALA	135,000	0.29%
	PEOPLE S LEASING AND FINANCE PLC/NAGOYA CEYLON TRADING (PVT) LTD	130,499	0.28%
	SENKADAGALA FINANCE PLC/M.S.F.HAQQUE	125,235	0.26%
	MR. M.R. RASHEED	122,758	0.26%
	COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIMITED	120,400	0.25%
	MR. M.A. HUSSAIN	116,480	0.25%
	MR. A.K. PALLIYA GURUGE DON (DECEASED)	108,000	0.23%
	MR. M.H. KALEEL & MR. H.KALEEL	106,000	0.22%
		38,733,809	81.94%
	Other Shareholders	8,538,917	18.06%
	TOTAL	47,272,726	100.00%

	31/3/2026	31/3/2025
Public holding % of the stated capital	27.79	25.39
Number of Shareholders representing public shareholdings	18,535	18,431
Float adjusted market capitalization (Rs. '000)	788,225	810,299

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.