



# Consolidated Interim Financial Statements

---

For the period ended 30<sup>th</sup> September  
**2024**



**KOTAGALA PLANTATIONS PLC**

**PQ 174**

## **Half-Year Performance Review of Kotagala Plantations PLC (KPPLC)- Financial Year 2024/2025**

KPPLC has recorded significant improvements in performance during the first half of this financial year, achieving a profit before tax of Rs. 219.5 Mn, a growth of 112% compared to the same period last year. The Group recorded a profit before tax of Rs. 214.8 Mn, which included profit of Rubber & Allied Products (Colombo) Ltd a wholly owned subsidiary.

The production decreased by 0.16 Mn kgs for tea and 0.073 Mn kgs for rubber due to adverse weather conditions. However, the company maintained a stable revenue of Rs. 2.4 Bn with the increase in the net sale averages.

The tea sector contributed a profit of Rs. 201 Mn against Rs. 175 Mn and the Rubber sector loss has been reduced by 53% to Rs. 81 Mn, compared to the previous period. The oil palm segment had a steady contribution of Rs. 100 Mn in line with the previous year's performance. The overall performance of Rs. 219.5 Mn is an increase of 112% compared to the last year.

Net finance cost remained unchanged with the additional interest cost on new borrowings being offset by the reduction in lending rates.

The remarkable improvement in the balance sheet is due to the increase in Current assets by Rs. 163 Mn, driven by increases in cash and cash equivalents and inventories, amounting to Rs. 68 Mn and Rs. 111 Mn, respectively. The total liabilities reflected a decrease of Rs.68 Mn.

The working capital also reflected an improvement with a current ratio of 0.53 against 0.46 in the last financial year ended 31<sup>st</sup> March 2024.

With the steady performance of the Company, net assets per share has increased to Rs. 5.38 from Rs. 4.71 recorded in the previous financial year.

### **Future Outlook**

The company is focused in maintaining a strong bottom-line performance despite the challenges faced by the industry.

To mitigate the recent increase in wages and the dearth of workers, the company has already commenced mechanization including harvesting and field operations along with automation in the processing Centers.

KPPLC is also committed to the development of Human Capital in terms of training & development, providing opportunities to enhance worker earnings including compliance with Social Capital together with Regulatory compliances & Corporate Governance.

**Kotagala Plantations PLC**

**STATEMENT OF COMPREHENSIVE INCOME - GROUP**

	(Unaudited) Quarter ended 30.09.2024 Rs.'000	(Unaudited) Quarter ended 30.09.2023 Rs.'000	Quarter Variance Rs.'000	(Unaudited) 06 months ended 30.09.2024 Rs.'000	(Unaudited) 06 months ended 30.09.2023 Rs.'000	Period Variance Rs.'000
<b>Revenue</b>	<b>1,280,794</b>	1,197,932	82,862	<b>2,459,176</b>	2,509,761	(50,586)
Cost of Sales	<b>(983,194)</b>	(1,033,739)	50,544	<b>(1,951,947)</b>	(2,118,086)	166,139
<b>Gross Profit</b>	<b>297,599</b>	164,193	133,407	<b>507,229</b>	391,675	115,554
Other Income	<b>29,885</b>	30,345	(460)	<b>61,606</b>	36,728	24,878
Administration Expenses	<b>(92,583)</b>	(74,314)	(18,268)	<b>(178,005)</b>	(149,310)	(28,695)
Net Finance Cost	<b>(93,245)</b>	(92,321)	(924)	<b>(176,070)</b>	(175,452)	(618)
Share of Profit / (Loss) of equity accounted investee, net of tax	-	-	-	-	-	-
<b>Profit before Tax Expense</b>	<b>141,657</b>	27,902	113,755	<b>214,760</b>	103,642	111,119
Tax Expense	-	-	-	-	-	-
<b>Profit / (Loss) for the period</b>	<b>141,657</b>	27,902	113,755	<b>214,760</b>	103,642	111,119
<b>Other Comprehensive Income</b>						
Actuarial Gain/ (Loss) on Retirement Benefit Obligation						
Tax effect on other comprehensive income						
Fair value through OCI Investments - Net Change in Fair Value	<b>6,229</b>	-	-	<b>6,229</b>	-	-
Share of other comprehensive income of equity accounted investees						
Foreign currency transaction loss						
<b>Total Comprehensive Income For The Period</b>	<b>147,886</b>	27,902	113,755	<b>220,990</b>	103,642	111,119
<b>Earnings per Share (Rs.)</b>	<b>0.42</b>	<b>0.08</b>	-	<b>0.63</b>	<b>0.31</b>	-

**Kotagala Plantations PLC**

**STATEMENT OF COMPREHENSIVE INCOME - COMPANY**

	(Unaudited) Quarter ended 30.09.2024 Rs.'000	(Unaudited) Quarter ended 30.09.2023 Rs.'000	Quarter Variance Rs.'000	(Unaudited) 06 months ended 30.09.2024 Rs.'000	(Unaudited) 06 months ended 30.09.2023 Rs.'000	Period Variance Rs.'000
Revenue	1,278,231	1,182,194	96,037	2,410,675	2,484,936	(74,262)
Cost of Sales	(984,487)	(1,021,710)	37,222	(1,910,545)	(2,101,660)	191,115
<b>Gross Profit</b>	<b>293,743</b>	160,484	133,260	<b>500,130</b>	383,276	116,854
Other Income	29,885	30,345	(460)	61,606	36,728	24,878
Administration Expenses	(86,666)	(72,853)	(13,812)	(167,535)	(141,808)	(25,727)
Net Finance Cost	(92,664)	(91,488)	(1,176)	(174,689)	(174,561)	(128)
<b>Profit before Tax Expense</b>	<b>144,299</b>	26,487	117,812	<b>219,512</b>	103,636	115,877
Tax Expense	-	-	-	-	-	-
<b>Profit / (Loss) for the period</b>	<b>144,299</b>	26,487	117,812	<b>219,512</b>	103,636	115,877
<b>Other Comprehensive Income</b>						
Actuarial Gain/ (Loss) on Retirement Benefit Obligation						
Tax effect on other comprehensive income						
Fair value through OCI Investments - Net Change in Fair Value	6,229	-	-	6,229	-	-
Share of other comprehensive income of equity accounted investees						
<b>Total Comprehensive Income For The Period</b>	<b>150,528</b>	26,487	117,812	<b>225,742</b>	103,636	115,877
<b>Earnings per Share (Rs.)</b>	<b>0.43</b>	<b>0.08</b>	-	<b>0.65</b>	<b>0.31</b>	-

**Kotagala Plantations PLC**

**Statement of Financial Position**

Group As at 31.03.2024 Rs.'000 (Audited)	Company As at 31.03.2024 Rs.'000 (Audited)		Group		Company		
			As at 30.09.2024 Rs.'000 (Unaudited)	As at 30.09.2023 Rs.'000 (Unaudited)	As at 30.09.2024 Rs.'000 (Unaudited)	As at 30.09.2023 Rs.'000 (Unaudited)	
<b>ASSETS</b>							
1,186,009	1,185,874	Tangible Assets (Other than Mature /Immature Plantations)	1,189,278	1,194,991	1,189,278	1,194,991	
5,304,417	5,304,417	Biological Assets	5,309,552	5,062,486	5,309,552	5,062,486	
934,702	934,702	Leasehold Properties	914,342	619,982	914,342	619,982	
-	20,169	Investments in Subsidiaries	-	-	20,169	27,485	
101,668	91,442	Investment in Associates	101,668	97,832	91,442	91,442	
153,601	153,601	Fair value through OCI Investments	159,829	122,881	159,829	122,881	
7,680,397	7,690,205	<b>Total Non - Current Assets</b>	7,674,669	7,098,172	7,684,612	7,119,267	
426,237	391,047	Inventories	539,258	452,198	501,717	425,698	
371,063	348,239	Trade and Other Receivables	345,161	300,406	339,467	291,267	
15,463	15,463	Fair value of growing produce of bearer biological assets	15,463	20,014	15,463	20,014	
8,493	8,493	Amounts due from Related Parties	1,530	3,817	1,653	18,158	
104,376	94,437	Cash and Cash Equivalents	179,084	46,537	162,162	44,480	
925,632	857,678	<b>Total Current Assets</b>	1,080,496	822,971	1,020,462	799,616	
8,606,029	8,547,883	<b>Total Assets</b>	8,755,166	7,921,143	8,705,075	7,918,884	
<b>EQUITY</b>							
1,571,362	1,571,362	Stated Capital	1,571,362	1,571,362	1,571,362	1,571,362	
240,000	240,000	General Reserves	240,000	240,000	240,000	240,000	
506,903	459,656	Revaluation Reserve	506,903	506,903	459,656	459,656	
(11,389)	-	Foreign Exchange Translation Reserve	(11,389)	(11,540)	-	-	
96,200	99,114	Fair Value through Other Comprehensive Income Reserve	102,430	65,480	105,344	68,395	
(817,965)	(775,754)	Retained Earnings	(603,204)	(468,980)	(556,240)	(419,536)	
1,585,112	1,594,378	<b>Total Equity</b>	1,806,101	1,903,225	1,820,122	1,919,877	
<b>LIABILITIES</b>							
1,461,510	1,461,510	Interest bearing Borrowings	1,292,654	1,302,014	1,292,654	1,302,014	
308,945	308,945	Deferred Income - Capital Grant	305,354	313,401	305,354	313,401	
1,460,892	1,460,892	Deferred Tax Liabilities	1,460,891	1,053,073	1,460,891	1,053,073	
1,052,318	1,052,318	Net Obligation to Lessor of JEDB/SLSPC	1,052,318	720,953	1,052,318	720,953	
821,260	820,752	Retirement Benefit Obligations	857,490	612,216	856,953	612,216	
5,104,924	5,104,416	<b>Total Non - Current Liabilities</b>	4,968,707	4,001,658	4,968,170	4,001,658	
498,280	498,280	Interest bearing Borrowings	498,280	321,942	498,280	321,942	
1,032,740	990,115	Trade & Other Payables	986,955	1,307,841	969,047	1,304,711	
335,439	311,159	Amounts due to Related Parties	446,146	335,868	400,480	320,083	
49,534	49,534	Bank Overdraft	48,975	50,612	48,975	50,612	
1,915,993	1,849,088	<b>Total Current Liabilities</b>	1,980,357	2,016,262	1,916,783	1,997,347	
7,020,917	6,953,505	<b>Total Liabilities</b>	6,949,065	6,017,920	6,884,953	5,999,005	
8,606,029	8,547,883	<b>Total Equity and Liabilities</b>	8,755,166	7,921,143	8,705,075	7,918,884	
4.68	4.71	<b>Net Assets per Share (Rs.)</b>	5.34	5.62	5.38	5.67	

I certify that the financial statements have been prepared in compliance with the requirements of the Companies Act No.7 of 2007

Sgd.

**R Perera**

General Manager Finance

Signed on behalf of the Board of Directors of Kotagala Plantations PLC

Sgd.

**Sunil Poholiyadde**

Director

Sgd.

**K Mohideen**

Director

Colombo

11th November 2024

**Kotagala Plantations PLC**

**COMPANY**

**STATEMENT OF CHANGES IN EQUITY**

	Attributable to Owners of the Company						Total Rs. '000
	Stated Capital Rs. '000	Revaluation Reserve Rs.000	Fair value through Other Comprehensive Income Rs. '000		General Reserves Rs. '000	Retained Profit / (Loss) Rs. '000	
Balance as at 01.04.2023	1,571,362	459,656	68,395		240,000	(523,172)	1,816,241
Right Issue							-
Profit for the Period						103,636	103,636
Other Comprehensive Income for the Period	-	-	-	-	-	-	-
Deferred tax on revaluation	-	-	-	-	-	-	-
<b>Balance as at 30.09.2023</b>	<b>1,571,362</b>	<b>459,656</b>	<b>68,395</b>	<b>-</b>	<b>240,000</b>	<b>(419,536)</b>	<b>1,919,877</b>

<b>Balance as at 01.04.2024</b>	<b>1,571,362</b>	<b>459,656</b>	<b>99,114</b>	<b>-</b>	<b>240,000</b>	<b>(775,754)</b>	<b>1,594,378</b>
<b>Right Issue</b>							-
<b>Profit for the Period</b>	-	-	-	-	-	219,512	219,512
<b>Other Comprehensive Income for the Period</b>	-	-	6,229	-	-	-	6,229
<b>Dividend paid</b>	-	-	-	-	-	-	-
<b>Balance as at 30.09.2024</b>	<b>1,571,362</b>	<b>459,656</b>	<b>105,344</b>	<b>-</b>	<b>240,000</b>	<b>(556,240)</b>	<b>1,820,122</b>

**STATEMENT OF CHANGES IN EQUITY**

**Group**

Attributable to Owners of the Company

	Attributable to Owners of the Company						Total Rs. '000	
	Stated Capital Rs. '000	Revaluation Reserve Rs.000	Fair value through Other Comprehensive Income Rs. '000		Foreign Currency translation reserve	General Reserves Rs. '000		Retained Profit / (Loss) Rs. '000
Balance as at 01.04.2023	1,571,362	506,903	65,480		(11,540)	240,000	(572,622)	1,799,583
Rights Issue								-
Revaluation								-
Profit for the Period							103,642	103,642
Other Comprehensive Income for the Period	-	-	-	-	-	-	-	-
<b>Balance as at 30.09.2023</b>	<b>1,571,362</b>	<b>506,903</b>	<b>65,480</b>	<b>(11,540)</b>	<b>240,000</b>	<b>(468,980)</b>	<b>1,903,224</b>	
<b>Balance as at 01.04.2024</b>	<b>1,571,362</b>	<b>506,903</b>	<b>96,200</b>	<b>(11,389)</b>	<b>240,000</b>	<b>(817,965)</b>	<b>1,585,112</b>	
<b>Revaluation</b>								-
<b>Profit for the Period</b>							214,760	214,760
<b>Other Comprehensive Income for the Period</b>	-	-	6,229	-	-	-	-	6,229
<b>Dividend paid</b>								-
<b>Balance as at 30.09.2024</b>	<b>1,571,362</b>	<b>506,903</b>	<b>102,430</b>	<b>(11,389)</b>	<b>240,000</b>	<b>(603,204)</b>	<b>1,806,101</b>	

## Kotagala Plantations PLC

## CASH FLOW STATEMENT

For the period ended 30th September	Group		Company	
	2024 Rs.'000	2023 Rs.'000	2024 Rs.'000	2023 Rs.'000
<b>Cash Flows from Operating Activities</b>				
Profit before Taxation	214,760	103,642	219,512	103,636
<b>Adjustments for :</b>				
Depreciation /Amortization	144,226	144,851	144,076	144,851
Fair value gain on biological assets	-	-	-	-
Profit on disposal of assets	-	-	-	-
Interest Expenses	175,890	182,504	175,890	182,398
Interest Income	(1,712)	(7,837)	(1,712)	(7,837)
Exchange gain/loss	511	-	511	-
Write off on Inventories	-	-	-	-
Write off on other receivables	-	-	-	-
Provision for impairment of amount due from related parties	-	-	-	-
Reversal of impairment of amount due to related parties	-	-	-	-
Provision for impairment of investment in subsidiaries	-	-	-	-
Provision for impairment of investment in associates	-	-	-	-
Write-off on CWIP	-	-	-	-
Defined Benefit Plan Cost - Retiring Gratuity	91,978	46,259	91,963	46,165
Share of profit/loss of equity accounted investee	-	-	-	-
Amortization of Deferred Income	(6,588)	(6,588)	(6,588)	(6,588)
<b>Operating Profit before Working Capital Changes</b>	<b>619,065</b>	<b>462,831</b>	<b>623,652</b>	<b>462,625</b>
(Increase)/Decrease in Inventories	(113,021)	74,970	(110,669)	82,671
(Increase)/Decrease in Trade & other Receivables	28,884	119,659	8,772	108,992
(Increase)/Decrease in Amounts due from Related Parties	3,982	63,807	6,840	83,964
Increase/(Decrease) in Trade & Other Payables	(32,038)	(211,006)	(7,321)	(206,497)
Increase/(Decrease) in Amounts due to Related Parties	110,707	255,073	89,321	239,288
<b>Cash Flow from Operating Activities</b>	<b>617,578</b>	<b>765,335</b>	<b>610,594</b>	<b>771,044</b>
Income Tax Paid	-	-	-	-
Interest Income	1,712	7,837	1,712	7,837
Interest Paid	(130,216)	(154,407)	(130,216)	(154,349)
Retiring Gratuity Paid	(55,762)	(31,680)	(55,762)	(31,680)
<b>Net Cash Flow from Operating Activities</b>	<b>433,312</b>	<b>587,084</b>	<b>426,328</b>	<b>592,851</b>
<b>Cash Flows from Investing Activities</b>				
Purchase & Construction of Property, Plant & Equipment	(44,674)	(28,145)	(44,674)	(28,145)
Investment in immature plantations	(51,580)	(84,324)	(51,580)	(84,324)
Proceeds from disposal of assets	-	-	-	-
Investment in subsidiary	-	-	-	-
Investment in fair value through OCI investment	-	-	-	-
Right Issue	-	-	-	-
<b>Net Cash generated from/(used in) Investing Activities</b>	<b>(96,254)</b>	<b>(112,469)</b>	<b>(96,254)</b>	<b>(112,469)</b>
<b>Cash Flows from Financing Activities</b>				
Payment of lease rentals	(96,488)	(395,277)	(96,488)	(395,277)
Capital Grants Received	2,994	3,908	2,994	3,908
Repayment of Debenture	(57,816)	(57,247)	(57,816)	(57,247)
Proceeds from Long Term Loans	-	131,189	-	131,189
Repayment of Long Term Loans	(110,480)	(231,391)	(110,480)	(231,391)
<b>Net Cash generated from/(used in) Financing Activities</b>	<b>(261,790)</b>	<b>(548,817)</b>	<b>(261,790)</b>	<b>(548,817)</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>75,267</b>	<b>(74,201)</b>	<b>68,283</b>	<b>(68,434)</b>
Cash & Cash Equivalents at the beginning of the year	54,842	70,130	44,903	62,302
Effect of Exchange Rate Changes	-	-	-	-
<b>Cash &amp; Cash Equivalents at the end of the period</b>	<b>130,109</b>	<b>(4,074)</b>	<b>113,187</b>	<b>(6,131)</b>
<b>Analysis of Cash &amp; Cash Equivalents at the end of the Period</b>				
Cash in Hand & Bank	179,084	46,537	162,162	44,480
Bank & Other Borrowings	(48,975)	(50,612)	(48,975)	(50,612)
	<b>130,109</b>	<b>(4,074)</b>	<b>113,187</b>	<b>(6,131)</b>



**Kotagala Plantations PLC**  
**Notes to the Financial Statements**

- 1) Accounting policies and methods of computation adopted in the above interim accounts are same as those in the previous Audited Financial Statements and also in compliance with Sri Lanka Accounting Standard 34 - Interim Financial Reporting.
- 2) The above figures are provisional and subject to audit.
- 3) There has been no significant change in the nature of the contingent liabilities which were disclosed in the audited financial statements for the year ended 31st March 2024
- 4) The Secretary to the Ministry of Labour and Foreign Employment issued a notice, by an Extraordinary Gazette No. 2401/24 dated 12th September 2024, raising the minimum daily wage for time work in both the Tea growing and Manufacturing Trade and the Rubber Cultivation and Raw Rubber Processing Trade from Rs. 1,000 to Rs. 1,350, effective from 10th September 2024. Consequently, the management has estimated the increased liability on the retirement benefit obligation as of 30th September 2024, with the actuarial valuation adjustments to be reflected at the end of the financial year
- 5) There has been no material events subsequent to the interim period which require disclosure in the provisional Interim Financial Statements.

6) Market Prices Recorded during the quarter ended 30th September	<b>2024</b>	<b>2023</b>
Highest - (Rs.)	6.20	8.20
Lowest - (Rs.)	5.30	5.90
Last Traded - (Rs.)	6.10	7.10

- 7) The Stated Capital of the Company is Rs. 1,571,362,510.00 represented by 338,512,500 Ordinary shares and One Golden Share.
- 8) The percentage of Shares held by the public as at 30th September 2024 was 40.13% and the number of public shareholders are 16,772.
- 9) The applicable option under CSE Rule 7.13.1 (i) (a) on minimum public holding is option 5 and the Float Adjusted Market Capitalization as of 30.09.2024 was Rs.815,070,397.50
- 10) Details pertaining to Directors direct shareholdings as at 30.09.2024 are given below

Name of Director	No. of Shares
Mr. A.M.de.S. Jayaratne	50,000
Mr. C. P. R. Perera	506,250
Mr. S. S. Poholiyadde	87,972

- 11) Major Shareholders as at 30th September 2024

Name	No of Shares	%
1 CONSOLIDATED TEA PLANTATIONS LIMITED	183,823,231	54.30%
2 AMANA BANK PLC/DARLEY BUTLER AND COMPANY LIMITED	10,487,299	3.10%
3 MR. SUBRAMANIAM VASUDEVAN	5,785,000	1.71%
4 SECRETARY TO THE TREASURY	5,700,834	1.68%
5 LANKEM TEA & RUBBER PLANTATIONS (PVT) LIMITED	5,550,000	1.64%
6 MR. PALANIYANDY MURALITHARAN	3,637,080	1.07%
7 MR. LOKU KATTOTAGE NIHAL KUMARA KULAWARDENA	2,560,669	0.76%
8 HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	2,500,000	0.74%
9 MR. NAVANEETHA RAJAH SELVADURAI	2,379,398	0.70%
10 MR. MOHAMED ISMAIL MOHAMED SHAFIE AND MRS. FATHIMA RAZANA SHAFIE	2,050,128	0.61%
11 DFCC BANK PLC/P. MURALITHARAN	1,883,540	0.56%
12 MERCHANT BANK OF SRI LANKA & FINANCE PLC/K.K.WICKRAMASINGHE	1,850,122	0.55%
13 MRS. PATTINIDEVA ASOKA SWARNA KANTHIE BERUWALAGE	1,700,000	0.50%
14 NUWARA ELIYA PROPERTY DEVELOPERS (PVT) LTD	1,641,222	0.48%
15 MR. RASIAH RANJITH LEON	1,475,123	0.44%
16 MR. SHANMUGAN SENTHILNATHAN	1,454,732	0.43%
17 MR. ARUNASALAM SITHAMPALAM	1,372,569	0.41%
18 MRS. FATHIMA SALMA SHAFIE AND MR. SILMY AHMED MOHAMED BASHEER	1,350,000	0.40%
19 MR. KAUARACHCHIGE SUDATH MALCOLM RODRIGO	1,300,000	0.38%
20 SENKADAGALA FINANCE PLC/S.GOBINATH	1,225,000	0.36%
<b>Total</b>	<b>239,725,947</b>	<b>70.82%</b>