



# Consolidated Interim Financial Statements

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For the quarter ended 30<sup>th</sup> June  
**2025**



**KOTAGALA PLANTATIONS PLC**

**Company No. PQ 174**

## **Performance Review of Kotagala Plantations PLC (KPPLC)- Financial Year 2025/2026**

KPPLC has achieved a profit before tax of Rs. 52.2 Mn, recording a decrease of 31% compared to last year. This decline is primarily due to the impact of the wage increase effected on September 10, 2024 and reduction in tea prices.

The Group recorded a profit before tax of Rs.47.8 Mn, which included results of Rubber & Allied Products (Colombo) Limited a wholly owned subsidiary.

Production increased by 0.22 Mn kgs for tea and 0.38 Mn kgs for oil palm, while rubber production decreased by 0.03 Mn kgs due to adverse weather conditions. However, the company's revenue increased by 20% to Rs. 1.3 Bn, driven by the increase in production and higher prices for rubber and oil palm.

The tea sector contributed a gross profit of Rs. 127.3 Mn, compared to Rs. 227.6 Mn. recorded in the previous year. The gross loss in the rubber sector has increased by 37% to Rs. 77.6 Mn compared to the previous period. In contrast, the gross profit of the oil palm segment has increased to Rs. 84.6 Mn, from Rs. 35.3 Mn last year. However, the overall gross profit stood at Rs. 134.2 Mn, reflecting a decrease of 35% compared to last year.

With the steady performance of the Company, net assets per share has increased to Rs.7.15 from Rs.7.00 recorded as of 31<sup>st</sup> March 2025.

### **Future Outlook**

The company is focused in maintaining a positive 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) 03 months ended 30.06.2025 Rs.'000	(Unaudited) 03 months ended 30.06.2024 Rs.'000	Period Variance Rs.'000
Revenue	1,421,479	1,178,382	243,097
Cost of Sales	(1,286,032)	(968,752)	(317,279)
<b>Gross Profit</b>	<b>135,447</b>	209,629	(74,182)
Other income	80,901	31,721	49,179
Administration Expenses	(84,437)	(85,422)	985
Net Finance Cost	(84,144)	(82,826)	(1,318)
Share of Profit / (Loss) of equity accounted investee, net of tax	85		85
<b>Profit before Tax Expense</b>	<b>47,853</b>	73,103	(25,250)
Tax Expense	-	-	-
<b>Profit / (Loss) for the period</b>	<b>47,853</b>	73,103	(25,250)
<b>Other Comprehensive Income</b>			
Actuarial loss on Retirement Benefit Obligation	-	-	-
Tax effect on Actuarial loss on Retirement Benefit Obligation	-	-	-
Revaluation gain	-	-	-
Tax effect on revaluation gain	-	-	-
Fair value through OCI Investments - Net Change in Fair Value	-	-	-
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-
Foreign currency transaction loss	-	-	-
<b>Total Comprehensive Income For The Period</b>	<b>47,853</b>	73,103	(25,250)
<b>Earnings per Share (Rs.)</b>	<b>0.14</b>	0.22	

## Kotagala Plantations PLC

### STATEMENT OF COMPREHENSIVE INCOME - COMPANY

	(Unaudited) 03 months ended 30.06.2025 Rs.'000	(Unaudited) 03 months ended 30.06.2024 Rs.'000	Period Variance Rs.'000
Revenue	1,361,558	1,132,444	229,114
Cost of Sales	(1,227,287)	(926,057)	(301,229)
<b>Gross Profit</b>	<b>134,271</b>	206,386	(72,115)
Other Income	80,901	31,721	49,179
Administration Expenses	(79,844)	(80,869)	1,025
Net Finance Cost	(83,080)	(82,026)	(1,054)
<b>Profit before Tax Expense</b>	<b>52,249</b>	75,213	(22,964)
Tax Expense	-	-	-
<b>Profit / (Loss) for the period</b>	<b>52,249</b>	75,213	(22,964)
<b>Other Comprehensive Income</b>			
Actuarial loss on Retirement Benefit Obligation	-	-	-
Tax effect on Actuarial loss on Retirement Benefit Obligation	-	-	-
Revaluation gain	-	-	-
Tax effect on revaluation gain	-	-	-
Fair value through OCI Investments - Net Change in Fair Value	-	-	-
<b>Total Comprehensive Income For The Period</b>	<b>52,249</b>	75,213	(22,964)
<b>Earnings per Share (Rs.)</b>	<b>0.15</b>	0.22	

**Kotagala Plantations PLC**

<b>Statement of Financial Position</b>				
	<b>Group</b>		<b>Company</b>	
	<b>As at 30.06.2025 Rs.'000 (Unaudited)</b>	<b>As at 31.03.2025 Rs.'000 (Audited)</b>	<b>As at 30.06.2025 Rs.'000 (Unaudited)</b>	<b>As at 31.03.2025 Rs.'000 (Audited)</b>
<b>ASSETS</b>				
Tangible Assets (Other than Mature /Immature Plantations)	1,787,569	1,787,716	1,787,569	1,787,580
Biological Assets	5,452,146	5,449,806	5,452,146	5,449,806
Leasehold Properties	1,056,378	1,069,101	1,056,378	1,069,101
Investments in Subsidiaries	-	-	12,187	12,187
Investment in Associates	219,207	219,122	91,442	91,442
<b>Total Non - Current Assets</b>	<b>8,515,301</b>	<b>8,525,745</b>	<b>8,399,723</b>	<b>8,410,116</b>
Inventories	542,575	607,065	537,949	546,189
Trade and Other Receivables	288,780	313,959	287,040	311,467
Fair value of growing produce of bearer biological assets	16,591	16,591	16,591	16,591
Amounts due from Related Parties	559	879	681	1,001
Cash and Cash Equivalents	188,384	147,915	143,760	146,997
<b>Total Current Assets</b>	<b>1,036,889</b>	<b>1,086,409</b>	<b>986,021</b>	<b>1,022,245</b>
<b>Total Assets</b>	<b>9,552,191</b>	<b>9,612,154</b>	<b>9,385,745</b>	<b>9,432,361</b>
<b>EQUITY</b>				
Stated Capital	1,571,362	1,571,362	1,571,362	1,571,362
Revaluation Reserve	1,020,903	1,020,903	858,562	858,562
Foreign Exchange Translation Reserve	(11,361)	(11,361)	-	-
Retained Earnings	(49,643)	(97,496)	(8,575)	(60,824)
<b>Total Equity</b>	<b>2,531,261</b>	<b>2,483,408</b>	<b>2,421,349</b>	<b>2,369,100</b>
<b>LIABILITIES</b>				
Interest bearing Borrowings	241,693	449,463	241,693	449,463
Deferred Income - Capital Grant	299,050	302,879	299,050	302,879
Deferred Tax Liabilities	1,733,930	1,733,930	1,733,930	1,733,930
Net Obligation to Lessor of JEDB/SLSPC	1,224,838	1,224,838	1,224,838	1,224,838
Retirement Benefit Obligations	1,089,867	1,107,671	1,089,285	1,107,105
<b>Total Non - Current Liabilities</b>	<b>4,589,377</b>	<b>4,818,781</b>	<b>4,588,795</b>	<b>4,818,215</b>
Interest bearing Borrowings	763,832	763,832	763,832	763,832
Trade & Other Payables	1,113,767	1,150,585	1,104,095	1,138,501
Amounts due to Related Parties	509,591	349,207	463,311	296,372
Bank Overdraft	44,362	46,341	44,362	46,341
<b>Total Current Liabilities</b>	<b>2,431,552</b>	<b>2,309,965</b>	<b>2,375,600</b>	<b>2,245,046</b>
<b>Total Liabilities</b>	<b>7,020,929</b>	<b>7,128,746</b>	<b>6,964,396</b>	<b>7,063,261</b>
<b>Total Equity and Liabilities</b>	<b>9,552,191</b>	<b>9,612,154</b>	<b>9,385,745</b>	<b>9,432,361</b>
<b>Net Assets per Share (Rs.)</b>	<b>7.48</b>	<b>7.34</b>	<b>7.15</b>	<b>7.00</b>

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

**Kotagala Plantations PLC**

**COMPANY**

**STATEMENT OF CHANGES IN EQUITY**

	Attributable to Owners of the Company						
	Stated Capital	Revaluation Reserve	Fair value through Other Comprehensive Income		General Reserves	Retained Profit / (Loss)	Total
	Rs. '000	Rs.000	Rs. '000		Rs. '000	Rs. '000	Rs. '000
Balance as at 01.04.2024	1,571,362	459,656	99,114	-	240,000	(469,429)	1,900,703
Right Issue							-
Profit for the Period						377,308	377,308
Other Comprehensive Income expenses for the year	-	569,865	-	-	-	(439,738)	130,127
Deferred tax on revaluation	-	(170,959)	-	-	-	131,921	(39,038)
<b>Transactions with owners of the Company, recognized directly in equity</b>							
Transfer of cumulative gain on equity instruments at fair value through other comprehensive income to accumulated losses			(99,114)			99,114	-
Transferred to Retained Earnings					(240,000)	240,000	-
<b>Balance as at 31.03.2025</b>	<b>1,571,362</b>	<b>858,562</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>(60,824)</b>	<b>2,369,100</b>
<b>Balance as at 01.04.2025</b>	<b>1,571,362</b>	<b>858,562</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(60,824)</b>	<b>2,369,100</b>
Right Issue							-
Profit for the Period	-	-	-	-	-	52,249	52,249
Other Comprehensive Income expenses for the year	-	-	-	-	-	-	-
<b>Balance as at 30.06.2025</b>	<b>1,571,362</b>	<b>858,562</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8,575)</b>	<b>2,421,349</b>

**STATEMENT OF CHANGES IN EQUITY**

**Group**

	Attributable to Owners of the Company						
	Stated Capital	Revaluation Reserve	Fair value through Other Comprehensive Income	Foreign Currency translation reserve	General Reserves	Retained Profit / (Loss)	Total
	Rs. '000	Rs.000	Rs. '000		Rs. '000	Rs. '000	Rs. '000
Balance as at 01.04.2024	1,571,362	506,903	96,200	(11,389)	240,000	(511,640)	1,891,436
Rights Issue							-
Revaluation							-
Profit for the Period						385,761	385,761
Other Comprehensive Income expenses for the year	-	684,959	-	28	-	(439,738)	245,249
Deferred tax on revaluation		(170,959)				131,921	(39,038)
<b>Transactions with owners of the Company, recognized directly in equity</b>							
Transfer of cumulative gain on equity instruments at fair value through other comprehensive income to accumulated losses			(96,200)			96,200	-
Transferred to Retained Earnings					(240,000)	240,000	-
<b>Balance as at 31.03.2025</b>	<b>1,571,362</b>	<b>1,020,903</b>	<b>0</b>	<b>(11,361)</b>	<b>-</b>	<b>(97,496)</b>	<b>2,483,408</b>
<b>Balance as at 01.04.2025</b>	<b>1,571,362</b>	<b>1,020,903</b>	<b>-</b>	<b>(11,361)</b>	<b>-</b>	<b>(97,496)</b>	<b>2,483,408</b>
Revaluation							-
Profit for the Period						47,853	47,853
Other Comprehensive Income expenses for the year						-	-
<b>Balance as at 30.06.2025</b>	<b>1,571,362</b>	<b>1,020,903</b>	<b>-</b>	<b>(11,361)</b>	<b>-</b>	<b>(49,643)</b>	<b>2,531,261</b>

## CASH FLOW STATEMENT

For the period ended 30th June	Group		Company	
	2025 Rs.'000	2024 Rs.'000	2025 Rs.'000	2024 Rs.'000
<b>Cash Flows from Operating Activities</b>				
Profit before Taxation	47,853	73,103	52,249	75,213
<b>Adjustments for :</b>				
Depreciation /Amortization	69,158	72,404	69,158	72,268
Fair value gain on biological assets	-	-	-	-
Profit on disposal of assets	-	-	-	-
Interest Expenses	86,524	83,750	85,460	82,950
Interest Income	(2,381)	(925)	(2,381)	(925)
Defined Benefit Plan Cost - Retiring Gratuity	45,296	26,967	45,143	26,952
Share of profit/loss of equity accounted investee	(85)	-	-	-
Amortization of Deferred Income	(3,832)	(3,294)	(3,832)	(3,294)
<b>Operating Profit before Working Capital Changes</b>	<b>242,533</b>	<b>252,005</b>	<b>245,797</b>	<b>253,164</b>
(Increase)/Decrease in Inventories	64,490	(29,623)	8,240	(60,612)
(Increase)/Decrease in Trade & other Receivables	25,179	(19,935)	24,427	(45,166)
(Increase)/Decrease in Amounts due from Related Parties	320	3,881	320	6,862
Increase/(Decrease) in Trade & Other Payables	(32,640)	(11,821)	(30,228)	20,835
Increase/(Decrease) in Amounts due to Related Parties	160,384	81,384	166,939	88,909
<b>Cash Flow from Operating Activities</b>	<b>460,267</b>	<b>275,892</b>	<b>415,496</b>	<b>263,993</b>
Income Tax Paid	-	-	-	-
Interest Income	2,381	925	2,381	925
Interest Paid	(96,677)	(67,066)	(95,613)	(66,266)
Retiring Gratuity Paid	(62,964)	(10,200)	(62,964)	(10,200)
<b>Net Cash Flow from Operating Activities</b>	<b>303,006</b>	<b>199,551</b>	<b>259,299</b>	<b>188,452</b>
<b>Cash Flows from Investing Activities</b>				
Purchase & Construction of Property, Plant & Equipment	(19,483)	(7,283)	(19,483)	(7,283)
Investment in immature plantations	(30,401)	(24,755)	(30,401)	(24,755)
Proceeds from disposal of assets	-	-	-	-
<b>Net Cash generated from/(used in) Investing Activities</b>	<b>(49,884)</b>	<b>(32,038)</b>	<b>(49,884)</b>	<b>(32,038)</b>
<b>Cash Flows from Financing Activities</b>				
Payment of lease rentals	(2,907)	(39,765)	(2,907)	(39,765)
Capital Grants Received	-	2,994	-	2,994
Repayment of Debenture	(8,069)	(8,090)	(8,069)	(8,090)
Proceeds from Long Term Loans	20,000	-	20,000	-
Repayment of Long Term Loans	(219,698)	(56,299)	(219,698)	(56,299)
<b>Net Cash generated from/(used in) Financing Activities</b>	<b>(210,675)</b>	<b>(101,159)</b>	<b>(210,675)</b>	<b>(101,159)</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>42,447</b>	<b>66,354</b>	<b>(1,259)</b>	<b>55,255</b>
Cash & Cash Equivalents at the beginning of the year	101,574	54,842	100,656	44,903
Effect of Exchange Rate Changes	-	-	-	-
<b>Cash &amp; Cash Equivalents at the end of the period</b>	<b>144,022</b>	<b>121,196</b>	<b>99,398</b>	<b>100,159</b>
<b>Analysis of Cash &amp; Cash Equivalents at the end of the Period</b>				
Cash in Hand & Bank	188,384	170,567	143,760	149,530
Bank & Other Borrowings	(44,362)	(49,371)	(44,362)	(49,371)
	<b>144,022</b>	<b>121,196</b>	<b>99,398</b>	<b>100,159</b>

Segmental Information

Segmental Information

Group	Company
Year ended 31/03/2025 Rs. '000	Year ended 31/03/2025 Rs. '000
<b>Revenue</b>	
3,894,801	3,894,801
910,356	792,695
381,080	381,080
<b>5,186,237</b>	<b>5,068,576</b>
<b>Gross Profit</b>	
758,101	758,101
(40,753)	(56,971)
202,371	202,371
<b>919,718</b>	<b>903,500</b>

Group		Company	
03 Months ended 30/06/2025 Rs. '000	03 Months ended 30/06/2024 Rs. '000	03 Months ended 30/06/2025 Rs. '000	03 Months ended 30/06/2024 Rs. '000
<b>Revenue</b>			
1,107,206	925,222	1,107,206	925,222
174,146	170,573	114,225	124,635
140,127	82,587	140,127	82,587
<b>1,421,479</b>	<b>1,178,382</b>	<b>1,361,558</b>	<b>1,132,444</b>
<b>Gross Profit</b>			
127,273	227,635	127,273	227,635
(76,443)	(53,313)	(77,619)	(56,555)
84,617	35,307	84,617	35,307
<b>135,447</b>	<b>209,629</b>	<b>134,271</b>	<b>206,386</b>

Company				
For the 03 months ended 30.06.2025				
	Tea	Rubber	Oil Palm	Total
<b>Gross Profit/(Loss)</b>	<b>127,273</b>	<b>(77,619)</b>	<b>84,617</b>	<b>134,271</b>
Fair Value Gain on Biological Assets	-	-	-	-
Other Operating Income	52,694	28,207		80,901
Administrative Expenses	(63,522)	(12,835)	(3,487)	(79,844)
Net Financing Costs	(51,428)	(25,289)	(6,362)	(83,080)
<b>Profit/(Loss) Before Income Tax</b>	<b>65,017</b>	<b>(87,537)</b>	<b>74,768</b>	<b>52,249</b>

Information on Debentures

Trading at Colombo Stock Exchange

Debenture Type	Highest Value (Rs.)	Lowest Value (Rs.)
D1 - D6	Not Traded	Not Traded

The company successfully rescheduled the entire debenture outstanding of Rs.500m for a period of 5 years at a reduced interest rate of 7.5%, with a defined monthly payment plan.

Comparable Interest Rate on Government Securities

1 year	7.94%
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Company - End June 2025	
Debt/Equity Ratio	0.29
Quick asset Ratio	0.19

**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 2025

**Rights Issue of Shares**

- 4) The Company on 23rd May, 2025 announced a Rights Issue of Eighty Four Million Six Hundred and Twenty Eight Thousand One Hundred and Twenty Five (84,628,125) Ordinary Shares at a price of Rs. 9.00 per share in the proportion of One (01) new Ordinary Share for every Four (04) existing issued Ordinary Shares held, subject to approval by the Shareholders.

An application having been made to the Colombo Stock Exchange, the Company is in the process of obtaining approval for the issue and listing of the said shares

- 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 June

	2025	2024
Highest - (Rs.)	11.30	6.60
Lowest - (Rs.)	7.90	6.00
Last Traded - (Rs.)	9.10	6.20

- 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 June 2025 was 42.97% and the number of public shareholders are 16,704.
- 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 30.06.2025 was Rs.1,309,129,391.25
- 10) Details pertaining to Directors direct shareholdings as at 30.06.2025 are given below

Name of Director	No. of Shares
Mr. S. S. Poholiyadde	1,010,082
Mr. K.G. Punchihewa	375

- 11) Major Shareholders as at 30th June 2025

Name	No of Shares	%
1 CONSOLIDATED TEA PLANTATIONS LIMITED	183,823,231	54.30%
2 SAMPATH BANK PLC/SENTHILVERL HOLDINGS (PVT) LTD	33,884,432	10.01%
3 SECRETARY TO THE TREASURY	5,700,834	1.68%
4 LANKEM TEA & RUBBER PLANTATIONS (PVT) LIMITED	5,550,000	1.64%
5 MR. CHRISTY SHAIRMAN NISHANTHA SILVAPULLE	3,469,907	1.03%
6 MR. NAVANEETHA RAJAH SELVADURAI	2,379,398	0.70%
7 MR. GONALAGODAGHE BUWANeka DINUWAN THILAKARATNE	2,000,000	0.59%
8 PEOPLE S LEASING AND FINANCE PLC/NAGOYA CEYLON TRADING (PVT) LTD	1,995,538	0.59%
9 HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	1,991,412	0.59%
10 DFCC BANK PLC/B. SUTHARSHAN	1,815,149	0.54%
11 MR. NADESHAN PARAMESWARAN	1,800,000	0.53%
12 MRS. PATTINIDEVA ASOKA SWARNA KANTHIE BERUWALAGE	1,700,000	0.50%
13 HATTON NATIONAL BANK PLC/SRI DHAMAN RAJENDRAM ARUDPRAGASAM	1,500,000	0.44%
14 MR. WELLAPPULI ARACHCHIGE SATHIRA LIMAL PRABHU WELLAPPULIARACHCHI	1,427,757	0.42%
15 MR. ARUNASALAM SITHAMPALAM	1,372,569	0.41%
16 MR. WEERATHUNGA ARACHCHIGE SAMPATH PALITHA DE SARAM	1,216,242	0.36%
17 MR. KALUARACHCHIGE SUDATH MALCOLM RODRIGO	1,200,000	0.35%
18 MR. SUNIL SOMINDRANATH POHOLIYADDE	1,010,082	0.30%
19 SEYLAN BANK PLC/W.D.N.H.PERERA	1,000,000	0.30%
20 MR. RASIAH RANJITH LEON	1,000,000	0.30%
<b>Total</b>	<b>255,836,551</b>	<b>75.58%</b>