



Consolidated Interim Financial Statements

For the period ended 30th September
2025



KOTAGALA PLANTATIONS PLC

Company No. PQ 174

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

KPPLC has recorded a profit before tax of Rs.173 Mn. for the first six months of the Financial year 2025/26 which is a decrease of 21% when compared with the corresponding period of the last year. This decline is primarily due to the impact of the wage increase effected on September 10, 2024 and reduction in tea prices by Rs.100 per kg against the last year.

The Group recorded a profit before tax of Rs.179.7 Mn, which included results of Rubber & Allied Products (Colombo) Limited a wholly owned subsidiary.

The quantities sold in tea, rubber oil palm increased by 0.4Mn Kgs, 0.07 Mn Kgs and 0.6Mn Kgs respectively. The company's revenue increased by 21% to Rs. 2.9 Bn, driven by the increase in production and higher prices for rubber and oil palm.

The tea sector contributed a gross profit of Rs. 241.3 Mn, compared to Rs. 427.6 Mn. recorded in the previous year. The gross loss in the rubber sector has decreased from Rs.48.1Mn to Rs.46.3Mn. In contrast, the gross profit of the oil palm segment has increased to Rs. 210.8 Mn, from Rs. 120.6 Mn last year. However, the overall gross profit stood at Rs. 405.8 Mn, reflecting a decrease of 19% compared to last year.

With the steady performance of the Company, net assets per share has increased to Rs.7.51 from Rs.7.00 recorded as of 31st 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) Quarter ended 30.09.2025 Rs.'000	(Unaudited) Quarter ended 30.09.2024 Rs.'000	Quarter Variance Rs.'000	(Unaudited) 06 months ended 30.09.2025 Rs.'000	(Unaudited) 06 months ended 30.09.2024 Rs.'000	Period Variance Rs.'000
Revenue	1,579,139	1,280,794	298,345	3,000,618	2,459,176	541,442
Cost of Sales	(1,306,777)	(983,194)	(323,583)	(2,592,809)	(1,951,947)	(640,862)
Gross Profit	272,361	297,599	(25,238)	407,809	507,229	(99,420)
Other income	40,620	29,885	10,735	121,521	61,606	59,914
Administration Expenses	(94,781)	(92,583)	(2,198)	(179,218)	(178,005)	(1,213)
Net Finance Cost	(86,214)	(93,245)	7,031	(170,358)	(176,070)	5,713
Share of Profit / (Loss) of equity accounted investee, net of tax	(85)	-	(85)	-	-	-
Profit before Tax Expense	131,901	141,657	(9,756)	179,754	214,760	(35,006)
Tax Expense	-	-	-	-	-	-
Profit / (Loss) for the period	131,901	141,657	(9,756)	179,754	214,760	(35,006)
Other Comprehensive Income						
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	-	6,229	(6,229)	-	6,229	(6,229)
Share of other comprehensive income of equity accounted investee, net of tax	-	-	-	-	-	-
Foreign currency transaction loss	-	-	-	-	-	-
Total Comprehensive Income For The Period	131,901	147,886	(15,985)	179,754	220,990	(41,236)
Earnings per Share (Rs.)	0.39	0.42	-	0.53	0.63	

Kotagala Plantations PLC

STATEMENT OF COMPREHENSIVE INCOME - COMPANY

	(Unaudited) Quarter ended 30.09.2025 Rs.'000	(Unaudited) Quarter ended 30.09.2024 Rs.'000	Quarter Variance Rs.'000	(Unaudited) 06 months ended 30.09.2025 Rs.'000	(Unaudited) 06 months ended 30.09.2024 Rs.'000	Period Variance Rs.'000
Revenue	1,563,659	1,278,231	285,428	2,925,217	2,410,675	514,542
Cost of Sales	(1,292,046)	(984,487)	(307,559)	(2,519,333)	(1,910,545)	(608,788)
Gross Profit	271,612	293,743	(22,131)	405,884	500,130	(94,246)
Other Income	40,620	29,885	10,735	121,521	61,606	59,914
Administration Expenses	(105,484)	(86,666)	(18,818)	(185,327)	(167,535)	(17,793)
Net Finance Cost	(85,905)	(92,664)	6,759	(168,985)	(174,689)	5,705
Profit before Tax Expense	120,844	144,299	(23,455)	173,093	219,512	(46,419)
Tax Expense	-	-	-	-	-	-
Profit / (Loss) for the period	120,844	144,299	(23,455)	173,093	219,512	(46,419)
Other Comprehensive Income						
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	-	6,229	(6,229)	-	6,229	(6,229)
Total Comprehensive Income For The Period	120,844	150,528	(29,685)	173,093	225,742	(52,648)
Earnings per Share (Rs.)	0.36	0.43	-	0.51	0.65	

Kotagala Plantations PLC

Statement of Financial Position

	Group		Company	
	As at 30.09.2025 Rs.'000 (Unaudited)	As at 31.03.2025 Rs.'000 (Audited)	As at 30.09.2025 Rs.'000 (Unaudited)	As at 31.03.2025 Rs.'000 (Audited)
ASSETS				
Tangible Assets (Other than Mature /Immature Plantations)	1,826,798	1,787,716	1,826,798	1,787,580
Biological Assets	5,426,847	5,449,806	5,426,847	5,449,806
Leasehold Properties	1,043,654	1,069,101	1,043,654	1,069,101
Investments in Subsidiaries	-	-	3,619	12,187
Investment in Associates	219,207	219,122	91,442	91,442
Total Non - Current Assets	8,516,506	8,525,745	8,392,360	8,410,116
Inventories	501,029	607,065	476,926	546,189
Trade and Other Receivables	394,275	313,959	376,987	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	215,459	147,915	214,764	146,997
Total Current Assets	1,127,913	1,086,409	1,085,949	1,022,245
Total Assets	9,644,420	9,612,154	9,478,309	9,432,361
EQUITY				
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	82,258	(97,496)	112,269	(60,824)
Total Equity	2,663,162	2,483,408	2,542,193	2,369,100
LIABILITIES				
Interest bearing Borrowings	647,173	449,463	647,173	449,463
Deferred Income - Capital Grant	295,217	302,879	295,217	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	1,046,011	1,107,671	1,045,413	1,107,105
Total Non - Current Liabilities	4,947,170	4,818,781	4,946,572	4,818,215
Interest bearing Borrowings	400,295	763,832	400,295	763,832
Trade & Other Payables	1,117,184	1,150,585	1,110,168	1,138,501
Amounts due to Related Parties	516,607	349,207	479,082	296,372
Bank Overdraft	-	46,341	-	46,341
Total Current Liabilities	2,034,085	2,309,965	1,989,544	2,245,046
Total Liabilities	6,981,256	7,128,746	6,936,117	7,063,261
Total Equity and Liabilities	9,644,420	9,612,154	9,478,309	9,432,361
Net Assets per Share (Rs.)	7.87	7.34	7.51	7.00

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
12th November 2025

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)
Transactions with owners of the Company, recognized directly in equity							
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	-
Balance as at 31.03.2025	1,571,362	858,562	0	-	-	(60,824)	2,369,100

Balance as at 01.04.2025	1,571,362	858,562	-	-	-	(60,824)	2,369,100
Right Issue							-
Profit for the Period	-	-	-	-	-	173,093	173,093
Other Comprehensive Income expenses for the year	-	-	-	-	-	-	-
Balance as at 30.09.2025	1,571,362	858,562	-	-	-	112,269	2,542,193

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)
Transactions with owners of the Company, recognized directly in equity							
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	-
Balance as at 31.03.2025	1,571,362	1,020,903	0	(11,361)	-	(97,496)	2,483,408

Balance as at 01.04.2025	1,571,362	1,020,903	-	(11,361)	-	(97,496)	2,483,408
Revaluation							-
Profit for the Period						179,754	179,754
Other Comprehensive Income expenses for the year	-	-	-	-	-	-	-
Balance as at 30.09.2025	1,571,362	1,020,903	-	(11,361)	-	82,258	2,663,162

CASH FLOW STATEMENT

For the period ended 30th September	Group		Company	
	2025 Rs.'000	2024 Rs.'000	2025 Rs.'000	2024 Rs.'000
Cash Flows from Operating Activities				
Profit before Taxation	179,754	214,760	173,093	219,512
Adjustments for :				
Depreciation /Amortization	173,491	144,226	173,491	144,076
Fair value gain on biological assets	-	-	-	-
Profit on disposal of assets	-	-	-	-
Interest Expenses	173,100	176,401	172,036	176,401
Interest Income	(3,052)	(1,712)	(3,052)	(1,712)
Provision for impairment of investment in subsidiaries	-	-	8,568	-
Defined Benefit Plan Cost - Retiring Gratuity	92,556	91,978	92,403	91,963
Share of profit/loss of equity accounted investee	-	-	-	-
Amortization of Deferred Income	(7,665)	(6,588)	(7,665)	(6,588)
Operating Profit before Working Capital Changes	608,186	619,066	608,876	623,653
(Increase)/Decrease in Inventories	106,036	(113,021)	69,263	(110,669)
(Increase)/Decrease in Trade & other Receivables	(80,316)	28,884	(65,520)	8,772
(Increase)/Decrease in Amounts due from Related Parties	320	3,982	320	6,840
Increase/(Decrease) in Trade & Other Payables	(46,154)	(32,038)	(41,017)	(7,321)
Increase/(Decrease) in Amounts due to Related Parties	167,400	110,707	182,710	89,321
Cash Flow from Operating Activities	755,472	617,580	754,632	610,595
Income Tax Paid	-	-	-	-
Interest Income	3,052	1,712	3,052	1,712
Interest Paid	(101,455)	(130,216)	(100,391)	(130,216)
Retiring Gratuity Paid	(154,096)	(55,762)	(154,096)	(55,762)
Net Cash Flow from Operating Activities	502,972	433,313	503,196	426,328
Cash Flows from Investing Activities				
Purchase & Construction of Property, Plant & Equipment	(92,925)	(44,674)	(92,925)	(44,674)
Investment in immature plantations	(53,615)	(51,580)	(53,615)	(51,580)
Proceeds from disposal of assets	-	-	-	-
Net Cash generated from/(used in) Investing Activities	(146,540)	(96,254)	(146,540)	(96,254)
Cash Flows from Financing Activities				
Payment of lease rentals	(76,723)	(96,488)	(76,723)	(96,488)
Capital Grants Received	-	2,994	-	2,994
Repayment of Debenture	(62,417)	(57,816)	(62,417)	(57,816)
Proceeds from Long Term Loans	220,000	-	220,000	-
Repayment of Long Term Loans	(323,407)	(110,480)	(323,407)	(110,480)
Net Cash generated from/(used in) Financing Activities	(242,548)	(261,790)	(242,548)	(261,790)
Net Increase in Cash & Cash Equivalents	113,884	75,268	114,108	68,283
Cash & Cash Equivalents at the beginning of the year	101,574	54,842	100,656	44,903
Effect of Exchange Rate Changes	-	-	-	-
Cash & Cash Equivalents at the end of the period	215,459	130,109	214,764	113,187
Analysis of Cash & Cash Equivalents at the end of the Period				
Cash in Hand & Bank	215,459	179,084	214,764	162,162
Bank & Other Borrowings	-	(48,975)	-	(48,975)
	215,459	130,109	214,764	113,187

Segmental Information
Segmental Information

Group	Company
Year ended	Year ended
31/03/2025	31/03/2025
Rs. '000	Rs. '000
Revenue	
3,894,801	3,894,801
910,356	792,695
381,080	381,080
5,186,237	5,068,576

Gross Profit

758,101	758,101
(40,753)	(56,971)
202,371	202,371
919,718	903,500

Group		Company		Group		Company	
Quarter ended	Quarter ended	Quarter ended	Quarter ended	06 Months ended	06 Months ended	06 Months ended	06 Months ended
30/09/2025	30/09/2024	30/09/2025	30/09/2024	30/09/2025	30/09/2024	30/09/2025	30/09/2024
Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Revenue							
3,894,801	986,493	3,894,801	986,493	2,185,165	1,911,715	2,185,165	1,911,715
910,356	163,985	910,356	163,985	488,159	334,558	412,758	286,057
381,080	130,316	381,080	130,316	327,293	212,903	327,293	212,903
5,186,237	1,280,794	5,186,237	1,280,794	3,000,618	2,459,176	2,925,217	2,410,675
Gross Profit							
758,101	199,969	758,101	199,969	241,395	427,604	241,395	427,604
(40,753)	12,335	(40,753)	12,335	(44,391)	(40,978)	(46,316)	(48,077)
202,371	85,296	202,371	85,296	210,804	120,603	210,804	120,603
919,718	297,599	919,718	297,599	407,809	507,229	405,884	500,130

**Company
For the 06 months ended 30.09.2025**

	Tea	Rubber	Oil Palm	Total
Gross Profit/(Loss)	241,395	(46,316)	210,804	405,884
Fair Value Gain on Biological Assets	-	-	-	-
Other Operating Income	71,974	49,546		121,521
Administrative Expenses	(147,442)	(29,792)	(8,093)	(185,327)
Net Financing Costs	(103,447)	(52,458)	(13,079)	(168,985)
Profit/(Loss) Before Income Tax	62,481	(79,020)	189,632	173,093

Information on Debentures
Trading at Colombo Stock Exchange

Debenture Type	Highest Value (Rs.)	Lowest Value (Rs.)	Last Traded Value (Rs.)
D1 - D6	Not Traded	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	8.02%
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Company - End September 2025	
Debt/Equity Ratio	0.29
Quick asset Ratio	0.31

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
- 4) There has been no material events subsequent to the interim period which require disclosure in the provisional Interim Financial Statements other than the disclosure made under Note 11
- 5) Market Prices Recorded during the quarter ended 30th September

	2025	2024
Highest - (Rs.)	10.40	6.20
Lowest - (Rs.)	8.60	5.30
Last Traded - (Rs.)	9.80	6.10
- 6) The Stated Capital of the Company is Rs. 2,333,015,635/- represented by 423,140,625 Ordinary Shares and one Golden Share
- 7) The percentage of Shares held by the public as at 30th September 2025 was 44.15% and the number of public shareholders are 17,122.
- 8) 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 30.09.2025 was Rs.1,464,642,033.75
- 9) Details pertaining to Directors direct shareholdings as at 30.09.2025 are given below

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

- 10) Major Shareholders as at 30th September 2025

	Name	No of Shares	%
1	CONSOLIDATED TEA PLANTATIONS LIMITED	179,837,063	53.13%
2	SAMPATH BANK PLC/SENTHILVERL HOLDINGS (PVT) LTD	10,771,512	3.18%
3	SECRETARY TO THE TREASURY	5,700,834	1.68%
4	LANKEM TEA & RUBBER PLANTATIONS (PVT) LIMITED	5,550,000	1.64%
5	EMFI CAPITAL LIMITED	3,869,797	1.14%
6	MR. CHRISTY SHAIRMAN NISHANTHA SILVAPULLE	3,469,907	1.03%
7	MR. FAROOK KASSIM	2,816,275	0.83%
8	MR. NAVANEETHA RAJAH SELVADURAI	2,379,398	0.70%
9	PEOPLE S LEASING AND FINANCE PLC/U.L.B.ARIYARATNA	2,000,000	0.59%
10	MR. GONALAGODAGHE BUWANeka DINUWAN THILAKARATNE	2,000,000	0.59%
11	MR. SHIRAN HARSHA AMARASEKERA	2,000,000	0.59%
12	HATTON NATIONAL BANK PLC/ARUNASALAM SITHAMPALAM	1,991,412	0.59%
13	DFCC BANK PLC/B. SUTHARSHAN	1,815,149	0.54%
14	MR. NADESHAN PARAMESWARAN	1,800,000	0.53%
15	PEOPLE S LEASING AND FINANCE PLC/NAGOYA CEYLON TRADING (PVT) LTD	1,782,123	0.53%
16	MRS. PATTINIDEVA ASOKA SWARNA KANTHIE BERUWALAGE	1,700,000	0.50%
17	MR. GUNAMUNI SALOVITAGE DINETH CHATHURANGA GUNASINGHA	1,600,204	0.47%
18	HATTON NATIONAL BANK PLC/SRI DHAMAN RAJENDRAM ARUDPRAGASAM	1,500,000	0.44%
19	MR. WELLAPPULI ARACHCHIGE SATHIRA LIMAL PRABHU WELLAPPULIARACHCHI	1,427,757	0.42%
20	MR. ARUNASALAM SITHAMPALAM	1,372,569	0.41%
Total		235,384,000	69.53%

11) **Disclosure regarding status of utilization of Rights Issue Proceeds as at 31.10.2025**

The Company made 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 to the holders of the issued Ordinary Shares of the Company as at end of trading on 18th September, 2025 in the proportion of One (01) New Ordinary Share for every four (04) existing issued Ordinary Shares held in the Capital of the Company. The Issue closed on 14th October, 2025

The issue was fully subscribed and the consideration received was Rs. 761,653,125/-.

Subsequent to the Rights Issue of Shares the Company's Stated Capital amounts to Rs. 2,333,015,635/- .

Objective Number	Objective as per circular	Amount allocated as per circular in LKR	Proposed date of utilization as per circular	Amount allocated from proceeds in LKR (A)	% of total proceeds	Amount utilized in LKR (B)	% of proceeds utilized against allocation (B/A)	Clarification, if not fully utilized including where funds are invested (eg. Whether lent to related party etc.)
1	To settle Related Parties debts amounting to Rs. 296,371,761/- as at 31st March, 2025	296,371,761	Immediately after the conclusion and finalization of the Right Issue	296,371,761	39%	296,371,761	100%	Fully utilized for the purpose.
2	To repay Broker Borrowings amounting to Rs.369,145,325/- as at 31st March, 2025	369,145,325	Immediately after the conclusion and finalization of the Right Issue	369,145,325	48%	369,145,325	100%	Fully utilized for the purpose.
3	The balance of Rs. 96,136,039 /-will be held for future working capital requirements	96,136,039	Will be used within six months from the conclusion and finalisation of the Rights Issue	96,136,039	13%	96,136,039	100%	Fully utilized for the purpose.