

INTERIM FINANCIAL STATEMENTS

For the Three Months Period Ended 30th June 2026

Lotus Renewables

Lotus Hydro Power PLC
2nd Floor, No. 168, Negombo Road,
Peliyagoda, Sri Lanka.

INTERIM FINANCIAL STATEMENTS

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INTERIM FINANCIAL STATEMENTS

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

GROUP/ COMPANY

(all amounts in Sri Lankan Rupees)

	Group				Company			
	Three months ended			Year ended	Three months ended			Year ended
	Un-audited			Un-audited	Un-audited			Un-audited
	30.06.2026	30.06.2025	Variance	31.03.2026	30.06.2026	30.06.2025	Variance	31.03.2026
Revenue	44,144,193	71,030,576	-38%	198,570,426	23,039,775	46,640,130	-51%	127,487,664
Cost of sales	(47,334,191)	(24,856,826)	90%	(116,933,633)	(36,008,122)	(12,933,002)	178%	(70,252,027)
Gross profit / (loss)	**(3,189,998)**	**46,173,750**	**-107%**	**81,636,793**	**(12,968,347)**	**33,707,128**	**-138%**	**57,235,637**
Other income / (expenses)	-	-	-	(18,602,505)	-	-	-	15,897,495
Administration expenses	(12,712,015)	(13,016,649)	-2%	(55,398,879)	(12,222,977)	(12,492,374)	-2%	(52,935,740)
Profit / (loss) from operating activities	**(15,902,013)**	**33,157,101**	**-148%**	**7,635,409**	**(25,191,324)**	**21,214,754**	**-219%**	**20,197,392**
Finance income	6,791,022	4,233,633	60%	21,153,146	2,419,638	2,976,858	-19%	13,062,816
Finance costs	(243,994)	(240,706)	1%	(1,007,503)	(21)	-	-	-
Net finance income	**6,547,028**	**3,992,927**	**64%**	**20,145,643**	**2,419,617**	**2,976,858**	**-19%**	**13,062,816**
Profit / (loss) before tax	**(9,354,985)**	**37,150,028**	**-125%**	**27,781,052**	**(22,771,707)**	**24,191,612**	**-194%**	**33,260,208**
Income tax expense	(2,123,909)	(10,240,105)	-79%	(15,806,715)	1,003,928	(7,515,391)	-113%	(9,145,757)
Profit / (loss) for the period	**(11,478,894)**	**26,909,923**	**-143%**	**11,974,337**	**(21,767,779)**	**16,676,221**	**-231%**	**24,114,451**
Other comprehensive income								
Actuarial loss on retirement benefit obligations	-	-	-	(491,078)	-	-	-	(394,337)
Deferred tax on revaluation of property, plant and equipment	-	-	-	137,649	-	-	-	118,301
Other comprehensive income net of tax	-	-	-	(353,429)	-	-	-	(276,036)
Total comprehensive income for the period	**(11,478,894)**	**26,909,923**	**-143%**	**11,620,908**	**(21,767,779)**	**16,676,221**	**-231%**	**23,838,415**
Earnings per share - Rs.	**(0.11)**	**0.25**		**0.11**	**(0.20)**	**0.15**		**0.22**

Figures in brackets indicate deductions.
The above figures are subject to audit.

STATEMENT OF FINANCIAL POSITION

(all amounts in Sri Lankan Rupees)

	Group			Company		
	Un-audited		Un-audited	Un-audited		Un-audited
As at 30th June,	30.06.2026	30.06.2025	31.03.2026	30.06.2026	31.03.2025	31.03.2026
ASSETS						
Non-current assets						
Property, plant and equipment	523,642,742	552,479,871	534,403,938	228,835,898	242,325,884	235,755,407
Right of use assets	6,324,536	6,777,039	6,207,892	-	324,095	-
Capital work-in-progress	9,976,240	9,368,488	9,976,240	-	-	-
Investments in subsidiaries	-	-	-	338,263,707	338,263,707	338,263,707
Total non-current assets	**539,943,518**	**568,625,398**	**550,588,070**	**567,099,605**	**580,913,686**	**574,019,114**
Current assets						
Inventories	2,632,062	21,144,130	2,632,062	689,200	19,101,363	689,200
Trade and other receivables	52,880,318	63,113,356	28,966,975	28,213,206	40,959,528	16,173,157
Amounts due from related parties	136,308,877	27,987,828	621,056	35,717,769	4,741,844	5,499,901
Investment in fixed deposits	20,000,000	-	-	20,000,000	-	-
Cash and cash equivalents	78,242,650	269,170,746	243,124,406	73,382,718	168,051,952	128,952,283
Total current assets	**290,063,907**	**381,416,060**	**275,344,499**	**158,002,893**	**232,854,687**	**151,314,541**
Total assets	**830,007,425**	**950,041,458**	**825,932,569**	**725,102,498**	**813,768,373**	**725,333,655**
EQUITY AND LIABILITIES						
Equity						
Stated capital	482,300,200	482,300,200	482,300,200	482,300,200	482,300,200	482,300,200
Revaluation reserve	150,032,614	164,286,397	152,107,218	108,377,570	120,413,437	109,900,320
Other reserves	101,802	101,802	101,802	101,802	101,802	101,802
Retained earnings	25,315,064	125,099,680	34,719,354	21,545,304	111,385,512	41,790,333
Total equity	**657,749,680**	**771,788,079**	**669,228,574**	**612,324,876**	**714,200,951**	**634,092,655**
Non-current liabilities						
Deferred tax liabilities	114,541,882	125,638,693	117,042,407	59,679,960	67,579,833	61,395,856
Lease liability	7,896,493	7,801,062	7,723,054	-	-	-
Loans and borrowings	2,183,023	-	-	2,183,023	-	-
Retirement benefit obligations	16,456,872	13,617,194	16,332,372	11,800,324	9,970,143	11,780,824
Total non-current liabilities	**141,078,270**	**147,056,949**	**141,097,833**	**73,663,307**	**77,549,976**	**73,176,680**
Current liabilities						
Other payables	12,392,958	9,520,946	8,493,593	10,313,513	7,215,181	6,590,605
Amount due to related parties	10,145,549	450,908	722,704	26,043,738	450,908	9,754,329
Lease liability	101,696	101,696	114,601	-	-	-
Loans and borrowings	1,540,958	-	-	1,540,958	-	-
Income tax payable	6,998,314	21,056,050	6,275,264	1,216,106	14,284,527	1,719,386
Bank overdraft	-	66,830	-	-	66,830	-
Total current liabilities	**31,179,475**	**31,196,430**	**15,606,162**	**39,114,315**	**22,017,446**	**18,064,320**
Total liabilities	**172,257,745**	**178,253,379**	**156,703,995**	**112,777,622**	**99,567,422**	**91,241,000**
Total equity and liabilities	**830,007,425**	**950,041,458**	**825,932,569**	**725,102,498**	**813,768,373**	**725,333,655**
Net assets per ordinary share (Rs.)	**6.03**	**7.07**	**6.13**	**5.61**	**6.55**	**5.81**

Figures in brackets indicate deductions.

These Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

.....
Disna Lokugalappaththi
(Chief Financial Officer)

The Board of directors is responsible for the preparation and presentation of these financial statements.
Approved and signed for and on behalf of the Board of directors of Lotus Hydro Power PLC.

.....
Menaka Athukorala
(Director)

.....
Gowri Shankar
(Director)

Colombo
11th August 2026

STATEMENT OF CHANGES IN EQUITY

(all amounts in Sri Lankan Rupees)

GROUP

	Stated capital	Revaluation reserve	Other reserves	Retained earnings	Total equity
Balance as at 1st April ,2025 (Audited)	**482,300,200**	**166,882,657**	**101,802**	**95,593,497**	**744,878,156**
Total comprehensive income for the year					
- Profit for the period	-	-	-	26,909,923	26,909,923
- Other comprehensive income	-	-	-	-	-
	-	-	-	26,909,923	26,909,923
Depreciation transfer on revalued assets	-	(2,596,260)	-	2,596,260	-
Balance as at 30th June 2025 (Un-audited)	**482,300,200**	**164,286,397**	**101,802**	**125,099,680**	**771,788,079**
Balance as at 31st March 2026 (Un-audited)	**482,300,200**	**152,107,218**	**101,802**	**34,719,354**	**669,228,574**
Total comprehensive income for the year					
- Loss for the period	-	-	-	(11,478,894)	(11,478,894)
- Other comprehensive income	-	-	-	-	-
	-	-	-	(11,478,894)	(11,478,894)
Depreciation transfer on revalued assets	-	(2,074,604)	-	2,074,604	-
Balance as at 30th June, 2026 (Un-audited)	**482,300,200**	**150,032,614**	**101,802**	**25,315,064**	**657,749,680**

COMPANY

	Stated capital	Revaluation reserve	Other reserves	Retained earnings	Total equity
Balance as at 1st April ,2025 (Audited)	**482,300,200**	**122,454,343**	**101,802**	**92,668,385**	**697,524,730**
Total comprehensive income for the year					
- Profit for the period	-	-	-	16,676,221	16,676,221
- Other comprehensive income	-	-	-	-	-
	-	-	-	16,676,221	16,676,221
Depreciation transfer on revalued assets	-	(2,040,906)	-	2,040,906	-
Balance as at 31st March, 2025 (Audited)	**482,300,200**	**120,413,437**	**101,802**	**111,385,512**	**714,200,951**
Balance as at 31st March 2026 (Un-audited)	**482,300,200**	**109,900,320**	**101,802**	**41,790,333**	**634,092,655**
Total comprehensive income for the year					
- Loss for the period	-	-	-	(21,767,779)	(21,767,779)
- Other comprehensive income	-	-	-	-	-
	-	-	-	(21,767,779)	(21,767,779)
Depreciation transfer on revalued assets	-	(1,522,750)	-	1,522,750	-
Balance as at 30th June 2026 (Un-audited)	**482,300,200**	**108,377,570**	**101,802**	**21,545,304**	**612,324,876**

STATEMENT OF CASH FLOW

(all amounts in Sri Lankan Rupees)

	Group			Company		
	Un-audited			Un-audited		
For the year ended 30th June,	30.06.2026	30.06.2025	31.03.2026	30.06.2026	30.06.2025	31.03.2026
Cash flows from operating activities						
Profit before taxation	**(9,354,985)**	**37,150,028**	**27,781,052**	**(22,771,707)**	**24,191,612**	**33,260,208**
Adjustments for:						
Depreciation of property, plant and equipment	10,761,195	10,058,160	40,695,483	6,919,509	6,215,565	25,323,932
Amortisation of prepaid lease rentals / right of use assets	84,327	189,717	758,864	-	108,033	432,128
Gain on disposal of property, plant and equipment	-	-	(475,000)	-	-	(475,000)
Certified Emission reduction provision for inventory	-	-	19,077,505	-	-	19,077,505
Certified Emission Reduction (CER) addition	-	-	(1,140,329)	-	-	(1,140,329)
Interest cost on lease liability	78,038	240,706	-	-	-	-
Provision for defined benefit plan costs - gratuity	615,000	615,000	2,839,100	510,000	510,000	1,926,344
Interest income	(5,723,552)	(3,827,329)	(19,951,142)	(2,419,638)	(2,976,858)	(11,860,812)
Interest expenses	243,994	240,706	1,007,503	21	-	-
Operating cash flows before working capital changes	**(3,295,983)**	**44,666,988**	**70,593,036**	**(17,761,815)**	**28,048,352**	**66,543,976**
Decrease in inventories	-	-	574,892	-	-	474,987
Increase in trade and other receivables	(24,147,961)	(41,109,272)	(6,962,891)	(12,040,049)	(26,393,947)	(1,607,576)
Increase / (decrease) in amount due from related parties	(135,687,821)	(27,987,828)	4,193,761	(30,217,868)	(131,788)	3,924,972
Increase in amount due to related parties	9,422,845	312,503	584,299	16,289,409	312,503	9,615,924
Increase / (decrease) in other payables	3,899,365	(423,907)	(1,451,260)	3,722,908	1,246,805	622,229
	(146,513,572)	**(69,208,504)**	**(3,061,199)**	**(22,245,600)**	**(24,966,427)**	**13,030,536**
Cash generated from operating activities	**(149,809,555)**	**(24,541,516)**	**67,531,837**	**(40,007,415)**	**3,081,925**	**79,574,512**
Interest expense paid	(243,994)	(240,706)	(1,007,503)	(21)	-	-
Income tax paid	(3,666,765)	(9,372,075)	(38,178,108)	(1,215,248)	(5,238,135)	(25,499,318)
Retiring gratuity paid	(490,500)	(357,500)	(357,500)	(490,500)	-	-
Net cash flow from operating activities	**(154,210,814)**	**(34,511,797)**	**27,988,726**	**(41,713,184)**	**(2,156,210)**	**54,075,194**
Cash flow from investing activities						
Acquisition of property, plant and equipment	-	(368,209)	(23,954,599)	-	(368,209)	(23,931,099)
Proceeds from sale of property, plant and equipment	-	-	11,500,000	-	-	11,500,000
Additions to the short term investments	(20,000,000)	-	-	-	-	-
Interest income received	5,723,552	3,827,329	19,951,142	2,419,638	2,976,858	11,860,812
Capital work-in-progress	-	-	(607,752)	-	-	-
Funds transferred to related parties	-	-	(4,814,817)	-	-	(4,814,817)
Net cash from investing activities	**(14,276,448)**	**3,459,120**	**2,073,974**	**2,419,638**	**2,608,649**	**(5,385,104)**
Cash flow from financing activities						
Repayment of lease liability capital repayment	(118,475)	(277,300)	(101,697)	-	-	-
Proceeds from long-term loans and borrowings	3,723,981	-	-	3,723,981	-	-
Dividend paid	-	-	(87,270,490)	-	-	(87,270,490)
Net cash used in financing activities	**3,605,506**	**(277,300)**	**(87,372,187)**	**3,723,981**	**-**	**(87,270,490)**
Net increase in cash and cash equivalents	(164,881,756)	(31,329,977)	(57,309,487)	(55,569,565)	452,439	(38,580,400)
Cash and cash equivalents at the beginning of the year	243,124,406	300,433,893	300,433,893	128,952,283	167,532,683	167,532,683
Cash and cash equivalents at the end of the year	**78,242,650**	**269,103,916**	**243,124,406**	**73,382,718**	**167,985,122**	**128,952,283**

Figures in brackets indicate deductions.
The above figures are subject to audit.

NOTES TO THE PROVISIONAL FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30TH JUNE 2026

1. ACCOUNTING POLICIES

The provisional interim financial statements of the Company/Group are unaudited and have been prepared on the basis of the same accounting policies and methods applied for the year ended 31st March 2026 and are in compliance with the Sri Lanka Accounting Standard 34-Interim Financial Reporting. Provisions of the Companies Act No. 7 of 2007 have been considered in preparing the interim financial statements of the Company/Group.

2. SIGNIFICANT ACCOUNTING POLICIES

Accounting policies and methods of computation as stated in the Financial Statments for 2025/2026 are followed in the preparation of these provisional financial statements.

3. COMPARATIVE INFORMATION

The previous period figures and phrases have been re - arranged where necessary to conform to the current period's presentation and classifications.

4. STATED CAPITAL

4.1 NO. OF SHARES REPRESENTING THE STATED CAPITAL

The stated capital amounting to Rs. 482,300,200/- is represented by 109,088,112 Nos. of ordinary shares as at 30th June 2026.

5. CONTINGENT LIABILITIES

There has been no significant change in the nature of the contingent liabilities other than those disclosed in the financial statements for the year ended 31st March 2026.

6. EVENTS AFTER THE FINANCIAL POSITION DATE

No circunstances have arisen since the date of financial position which would require adjustments or disclosure in the provisional financial statements.

7. FUNCTIONAL AND PRESENTATION CURRENCY

The financial statements are presented in Sri Lankan rupees, which is the Company's functional currency. Financial information presented in Sri Lankan rupees has been rounded to the nearest rupee unless indicated otherwise.

8. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The provisional financial statements of the Group and the Company for the First quarter ended 30th June 2026 were authorized for issue by the Board of directors on 11th August 2026.

9. NO. OF ORDINARY SHARES HELD BY THE DIRECTORS

	As at 30th June 2026
Name of Director	**No. of Shares**
Mr. G.D. Seaton	-
Mr. K. Gowri Shankar	-
Mr. A.U.A.M. Athukorala	-
Dr. T. Senthilverl	-
Sampath Bank PLC/ Senthilverl Holdings (Pvt) Ltd	16,557,457
Mr. P. M. B. Fernando	1,500
Dr. R. N. A. Athukorala	-

10. CERTIFIED EMISSION REDUCTION (CER) UNITS

As at 31st March 2026, the Group holds 60,527 units of Certified Emission Reductions (CERs), previously recognised at a net realisable value of USD 1.00 per unit. These units were generated from the Group's renewable energy projects, and validation and verification activities have progressed during the year.

An impairment assessment was performed as at the reporting date. In the absence of an active market for this vintage of CERs over the past five years, and due to uncertainty in realisability, Management has applied judgement in assessing the recoverable amount.

11. IMPACT OF DITWA CYCLONE ON LOTUS HYDRO POWER PLC OPERATIONS

Lotus Hydro Power PLC Group was heavily affected by the "Ditwa" Cyclone in November 2025. Three power plants—Delta, Sanquhar, and Stellenberg—sustained significant damage as a result of the cyclone.

The Stellenberg plant resumed operations on 12th December 2025 after completing the necessary repair works. Repair works at the Sanquhar plant were also completed, and the company recommenced its commercial operations on 01st February 2026.

Repair works at the Delta plant were successfully completed on 09th June 2026, and the company has recommenced commercial operations at the plant following the completion of the repairs.

INVESTER INFORMATION

MARKET PERFORMANCE - ORDINARY SHARES

	30th June 2026	30th June 2025
Last Traded price per share (Rs.)	13.80	13.30
Highest price per share during the quarter (Rs.)	15.00	14.20
Lowest price per share during the quarter (Rs.)	13.20	10.60

LIST OF 20 MAJOR SHAREHOLDERS

As at 30th June 2026			
	Name	No. of Shares	%
1	LOTUS RENEWABLE ENERGY (PVT) LTD	80,350,881	73.66
2	SAMPATH BANK PLC/SENTHILVERL HOLDINGS (PVT) LTD	16,557,457	15.18
3	MR. D.D. GUNARATNE	1,000,000	0.92
4	MR. H.A.R. PIERIS	475,000	0.44
5	MR. S.N. SENTHILVERL	469,200	0.43
5	MR. S. SENTHIMAARAN	469,200	0.43
7	DR. B.V.N.C. VIDANAGE	294,437	0.27
8	MR. Y.K.H. GUNAWARDENA	200,000	0.18
8	MRS. S. VASUDEVAN	200,000	0.18
10	MR. J.P. JAYARAMU	183,095	0.17
11	MR. U.H. PALIHAKKARA	181,502	0.17
12	MR. G.K. KULATILLEKE	152,300	0.14
13	MR. R.A.M.K.T. BANDARA	150,422	0.14
14	MR. M.W.M.D. WEERARATNE	122,154	0.11
15	MR. M.N. ATHTHAS	116,427	0.11
16	DR. A.A.M. DHARMADASA	116,340	0.11
17	MERCHANT BANK OF SRI LANKA & FINANCE PLC/H.M.C.M. ABEWARDANA	115,090	0.11
18	MR. S.M.C.N. SAMARAKOON	112,372	0.10
19	MISS. K.K.U.D. WEERASINGHE	103,966	0.10
20	MISS S.V.T. FERNANDO	100,000	0.09
20	MR. S.A. OBEYESEKERE	100,000	0.09
20	PEOPLE'S LEASING & FINANCE PLC/DR.H.S.D.SOYSA & MRS.G.SOYSA	100,000	0.09
		101,669,843	**93.20**
OTHERS		**7,418,269**	**6.80**
TOTAL		**109,088,112**	**100.00**

	As at 30th June 2026	As at 30th June 2025
No. of shares held by public (Nos.)	12,178,274	12,178,274
No. of shareholders representing the public holding (Nos.)	2,719	2,384
Percentage of shares held by public (%)	11.16%	11.16%
Existing float adjusted market Capitalization (Rs.)	168,060,181	161,971,044

The float adjusted market capitalisation of the Company falls under **Option 2** of Rule 7.13.1(b) 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.

CORPORATE INFORMATION

NAME OF COMPANY
LOTUS HYDRO POWER PLC

LEGAL FORM
A Public Limited Liability Company incorporated in Sri Lanka on 24th April 2000 under the Compaies Act No.07 of 2007 and is a BOI approved Company quoted on Colombo Stock Exchange.

DATE OF INCORPORATION
24th April 2000

COMPANY REGISTRATION NO.
PV 7385 PB/PQ

DIRECTORS
- Mr. Gary Seaton
  Chairman/Executive Director
- Mr. Menaka Athukorala
  Executive Director
- Mr. Gowri Shankar
  Non-Executive Director
- Dr. Thirugnanasambandar Senthilverl
  Non-Executive Director
- Mr. Mayura Fernando
  Senior Independent Non-Executive Director
- Mr. Rohantha Athukorala
  Independent Non-Executive Director

REGISTERED OFFICE
2nd Floor, No. 168, Negombo Road, Peliyagoda, Sri Lanka.

BUSINESS OFFICE
2nd Floor, No. 168, Negombo Road, Peliyagoda, Sri Lanka.
Tel No.: +94112983277

COMPANY SECRETARIES
S S P Corporate Services (Pvt) Ltd
No. 101, Inner Flower Road, Colombo 03.

AUDITORS
KPMG, Chartered Accountants,
32 A, Sir Mohamed Macan Markar Mawatha , Colombo 03.

BANKERS
Sampath Bank
National Development Bank PLC
Nations Trust Bank PLC
Hatton National Bank PLC
Seylan Bank PLC