BALANGODA PLANTATIONS PLC

110, Norris Canal Road, Colombo 10

Company Reg. No: P Q 165

INTERIM FINANCIAL STATEMENTS

NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 2026

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 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 011 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 Head Office Branch HNB Tower No 479, T B Jaya Mawatha Colombo 10.
Parent Company	:	Melstacorp PLC 110, Norris Canal Road Colombo 10.

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 2026

STATEMENT OF FINANCIAL POSITION

As at	Unaudited 30/09/2026 Rs '000	Audited 31/12/2025 Rs '000
ASSETS		
Non Current Assets		
Right of Use Assets	451,542	452,674
Immovable Leased Assets	320	333
Property, Plant and Equipment	1,762,970	1,731,068
Intangible Assets	2,129	2,736
Investment Property	514,807	576,038
Bearer Biological Assets	1,486,593	1,526,613
Consumable Biological Assets	4,171,854	3,885,890
Financial Assets Measured at FVOCI	742	947
Total Non-Current Assets	**8,390,957**	**8,176,299**
Current Assets		
Produce on Bearer Biological Assets	7,866	6,062
Inventories	541,524	479,385
Trade and Other Receivables	205,724	267,187
Amounts due from Related Company	10,299	8,028
Cash and Cash Equivalents	3,378	17,139
Total Current Assets	**768,791**	**777,801**
Total Assets	**9,159,748**	**8,954,100**
EQUITY AND LIABILITIES		
Equity		
Stated Capital	2,359,091	2,359,091
Revaluation Reserves	1,030,683	1,030,683
Timber Reserves	3,960,649	3,660,649
FVOCI Reserve	593	798
Accumulated Losses	(2,636,420)	(2,553,173)
Total Equity	**4,714,596**	**4,498,048**
Non Current Liabilities		
Retirement Benefit Obligations	1,268,906	1,258,336
Deferred Tax Liability	1,921,620	1,829,458
Deferred Income	87,738	94,318
Lease Liability	545,197	529,856
Total Non-Current Liabilities	**3,823,461**	**3,711,968**
Current Liabilities		
Lease Liability	5,949	6,739
Trade and Other Payables	572,137	482,045
Amounts due to Related Companies	16,723	28,714
Income Tax Payable	13,075	122,656
Bank Overdraft	13,807	103,930
Total Current Liabilities	**621,691**	**744,084**
Total Liabilities	**4,445,152**	**4,456,052**
Total Equity and Liabilities	**9,159,748**	**8,954,100**
Net Assets per Share	**99.73**	**95.15**

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 -
K Dayaparan
Director

- Signed -
P A Jayatunga
Director

Colombo, 12th November 2026

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Period Ended	**03 Months ended 30/09/2026 Rs. '000**	03 Months ended 30/09/2025 Rs. '000	Variance %	**09 Months ended 30/09/2026 Rs. '000**	09 Months ended 30/09/2025 Rs. '000	Variance %
Revenue	1,076,618	1,157,941	(7)	3,009,199	3,376,652	(11)
Cost of sales	(1,056,309)	(1,015,324)	4	(3,001,873)	(2,998,868)	0
Gross profit	**20,309**	142,617	(86)	**7,326**	377,784	(98)
Other income	85,933	51,982	65	222,586	196,357	13
Gain on changes in fair value of biological assets	101,609	92,981	9	301,804	280,416	8
Administrative expenses	(48,406)	(99,362)	(51)	(129,397)	(177,246)	(27)
Other expenses	-	(24,363)	(100)	-	(24,363)	(100)
Profit from operating activities	**159,445**	163,855	(3)	**402,319**	652,948	(38)
Finance income	66	507	(87)	442	2,007	(78)
Finance costs	(14,903)	(20,186)	(26)	(57,135)	(68,857)	(17)
Net Finance costs	(14,837)	(19,679)	(25)	(56,693)	(66,850)	(15)
Profit before taxation	**144,608**	144,176	0	**345,626**	586,098	(41)
Income tax expense	(34,341)	(20,392)	68	(105,237)	(89,589)	17
Profit for the period	**110,267**	123,784	(11)	**240,389**	496,509	(52)
Other comprehensive income / (expenses)						
Net change in the fair value of financial assets measured at FVOCI	(22)	142	(115)	(205)	188	(209)
Total other comprehensive income/(expense)	(22)	142	(115)	(205)	188	(209)
Total comprehensive income	**110,245**	123,926	(11)	**240,184**	496,697	(52)
Basic earnings per share	**2.33**	2.62		5.09	10.50	

Figures in brackets indicate deductions.
The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 2026

STATEMENT OF CHANGES IN EQUITY

	Stated Capital *Rs.'000*	Revaluation Reserves *Rs.'000*	Timber Reserves *Rs.'000*	FVOCI Reserves *Rs.'000*	Accumulated Loss *Rs.'000*	Total Equity *Rs.'000*
Balance as at 1st January 2025	2,359,091	760,008	3,139,656	593	(2,542,327)	3,717,021
Profit for the Period					496,509	496,509
Transferred to Timber Reserve			281,250		(281,250)	
Dividend Paid					(47,273)	(47,273)
Other comprehensive Income / (Expenses), net of tax				188		188
Balance as at 30th September 2025	2,359,091	760,008	3,420,906	781	(2,374,341)	4,166,445
Balance as at 1st January 2026	**2,359,091**	**1,030,683**	**3,660,649**	**798**	**(2,553,173)**	4,498,048
Profit for the Period					240,389	240,389
Transferred to Timber Reserve			300,000		(300,000)	-
Dividend Paid					(23,636)	(23,636)
Other comprehensive Income / (Expenses), net of tax				(205)		(205)
Balance as at 30th September 2026	**2,359,091**	**1,030,683**	**3,960,649**	**593**	**(2,636,420)**	**4,714,596**

Figures in brackets indicate deductions.
The above figures are not audited

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 2026

STATEMENT OF CASH FLOWS

For the Period Ended	Unaudited 30/09/2026 Rs. '000	Unaudited 30/09/2025 Rs. '000
Cash Flows From Operating Activities		
Profit Before Taxation	345,626	586,098
Adjustments for		
Depreciation and Amortization	157,693	164,296
Impairment of Immature Plantation- Rubber	-	24,363
Gain on Disposal of Property, Plant and Equipment	(32,178)	(24,813)
Interest Income	(442)	(2,007)
Provision for Retirement Benefit Obligations	145,115	153,634
Amortization of Government Grants	(6,580)	(6,580)
Interest Expenses	57,135	68,857
Gain on Changes in Fair Value of Biological Assets	(301,804)	(281,250)
Operating Profit before Working Capital Changes	**364,565**	682,598
Working Capital Changes		
Decrease / (Increase) in Inventories	(62,139)	105,759
(Increase) / Decrease in Trade and Other Receivables	61,463	(83,161)
Decrease/ (Increase) in Amounts Due From Related Companies	(2,271)	(812)
Increase / (Decrease) in Trade and Other Payables	90,092	(78,998)
Increase / (Decrease) in Amounts Due to Related Companies	(11,991)	30,385
Cash Generated from Operations	**439,719**	655,771
Retirement Benefit Obligations Paid	(134,545)	(183,841)
Interest Paid	(5,005)	(18,022)
Income Tax Paid	(122,656)	-
Net Cash Generated from / (Used in) Operating Activities	**177,513**	453,908
Cash Flows From Investing Activities		
Interest Received	442	2,007
Purchase of Property, Plant and Equipment	(33,022)	(78,941)
Acquisition of Intangible Assets	-	(963)
Investment in Immature Bearer Biological Assets	(33,787)	(40,806)
Proceeds from Disposal of Property, Plant And Equipment	32,178	24,813
Harvest of Consumable Biological Assets	14,037	-
Net Cash Generated from / (Used In) Investing Activities	**(20,152)**	(93,890)
Cash Flows from Financing Activities		
Repayment of Long Term Borrowings	-	(132,609)
Repayment of Lease Liabilities	(57,363)	(55,299)
Dividend Paid	(23,636)	(47,273)
Net Cash Generated from/(Used In) Financing Activities	**(80,999)**	(235,181)
Net Increase / (Decrease) in Cash and Cash Equivalents	76,362	124,837
Cash and Cash Equivalents at Beginning of the Period	(86,791)	(258,784)
Cash and Cash Equivalents at End of the Period (Note A)	**(10,429)**	(133,947)
Note A		
Cash and Cash Equivalents	3,378	16,619
Bank Overdraft	(13,807)	(150,566)
Cash and Cash Equivalents at End of the Period	**(10,429)**	(133,947)

Figures in brackets indicate deductions.
The above figures are not audited

NOTES TO THE INTERIM FINANCIAL STATEMENTS

01. Segmental Information

Operating Segments	Tea		Rubber		Total	
For the Nine Months Period Ended	**30/09/2026 Rs. '000**	30/09/2025 Rs. '000	**30/09/2026 Rs. '000**	30/09/2025 Rs. '000	**30/09/2026 Rs. '000**	30/09/2025 Rs. '000
(a) Segment Results						
Revenue	2,698,400	3,044,154	310,799	332,498	3,009,199	3,376,652
Cost of Sales	(2,599,307)	(2,600,343)	(402,566)	(398,525)	(3,001,873)	(2,998,868)
Segment Results	99,093	443,811	(91,767)	(66,027)	7,326	377,784
Unallocated						
Other Operating Income					222,586	196,357
Gain on Change in Fair Value of Biological Asset					301,804	280,416
Administrative Expenses					(129,397)	(177,246)
Other Expenses					-	(24,363)
Net Finance Cost					(56,693)	(66,850)
Profit Before Taxation					**345,626**	586,098

(b) Segment Assets						
As at	**30/09/2026 Rs. '000**	30/09/2025 Rs. '000	**30/09/2026 Rs. '000**	30/09/2025 Rs. '000	**30/09/2026 Rs. '000**	30/09/2025 Rs. '000
Non Current Assets	2,526,153	2,234,650	1,592,645	1,550,198	4,118,798	3,784,848
Current Assets	656,714	608,595	67,078	63,140	723,792	671,735
Total	**3,182,867**	2,843,245	**1,659,723**	1,613,338	**4,842,590**	4,456,583
Unallocated						
Non Current Assets					4,272,159	3,742,997
Current Assets					44,999	44,398
Total Assets					**9,159,748**	8,243,978
Segment Liabilities						
Non Current Liabilities	1,071,701	1,042,038	130,154	129,586	1,201,855	1,171,624
Current Liabilities	254,274	243,211	41,048	48,343	295,322	291,554
Total	**1,325,975**	1,285,249	**171,202**	177,929	**1,497,177**	1,463,178
Unallocated						
Non Current Liabilities					2,621,606	2,255,501
Current Liabilities					326,369	358,852
Total Liabilities					**4,445,152**	4,077,531
Equity					4,714,596	4,166,447
Capital expenditure						
As at						
- Allocated	42,394	68,094	18,477	22,676	60,871	90,770
- Unallocated					5,938	29,940
Total Capital Expenditure					**66,809**	**120,710**
Depreciation						
- Allocated	109,745	116,282	36,072	38,220	145,817	154,502
- Unallocated					11,876	9,794
Total Depreciation					**157,693**	**164,296**

NOTES TO THE INTERIM FINANCIAL STATEMENTS

02 These interim financial statements of the company for the nine months ended 30th September 2026 were approved by the Board of Directors on 12th November 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 2025.

BALANGODA PLANTATIONS PLC

INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 2026

INVESTOR INFORMATION

01 Market Price Per Share	Quarter ended 30/09/2026	Quarter ended 30/09/2025
Highest during the period Rs.	63.30	107.00
Lowest during the period Rs.	58.00	75.00
Last traded price Rs.	58.40	105.00

02 Directors' shareholding

None of the Directors or the Chief Executive Officer held shares in the Company as at 30th September 2026 (30th September 2025: Nil).

03 Twenty (20) largest shareholders as at 30th September 2026

	NAME	No. of shares	% of issued capital
01	MELSTACORP PLC	34,134,932	72.21
02	DEUTSCHE BANK AG-NATIONAL EQUITY FUND	883,331	1.87
03	SEYLAN BANK PLC/MOHAMED MUSHTAQ FUAD	535,518	1.13
04	RANAVAV HOLDINGS (PVT) LTD	411,000	0.87
05	COMMERCIAL BANK OF CEYLON PLC/M.M. FUAD	300,428	0.64
06	MISS. O.U.K. JAYASUNDARA	285,814	0.60
07	COMMERCIAL BANK OF CEYLON PLC/ PREMPRA CAPITAL (PVT)LTD	207,000	0.44
08	MR. R. ARIFEEN	200,000	0.42
09	MR. M.H.M. FAWSAN	193,739	0.41
10	SEYLAN BANK PLC/MOHAMED SUBAIR FOUZAL HAQQUE	180,000	0.38
11	HATTON NATIONAL BANK PLC/ALMAS HOLDINGS (PRIVATE)LIMITED	177,877	0.38
12	COMMERCIAL BANK OF CEYLON PLC/RANANJAYA HOLDINGS(PVT)LTD	169,474	0.36
13	WINSKY MARKETING (PVT) LTD	157,900	0.33
14	MR. M.H. KALEEL & MR. H. KALEEL	139,012	0.29
15	SENKADAGALA FINANCE PLC/M.M.SUGATHAPALA	135,000	0.29
16	PEOPLE S LEASING AND FINANCE PLC/NAGOYA CEYLON TRADING (PVT) LTD	122,700	0.26
17	COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIMITED	120,400	0.25
18	MR. M.A. HUSSAIN	116,480	0.25
19	SENKADAGALA FINANCE PLC/M.S.F.HAQQUE	114,994	0.24
20	MR. A.K. PALLIYA GURUGE DON (DECEASED)	108,000	0.23
	SUB TOTAL	**38,693,599**	**81.85**
	OTHERS	**8,579,127**	18.15
	TOTAL	**47,272,726**	**100.00**

	30/09/2026	30/09/2025
Public holding % of the stated capital	27.79	27.40
Number of Shareholders representing public shareholdings	18,584	18,268
Float adjusted market capitalization (Rs. '000)	767,206	1,359,792

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.