Hapugastenne Plantations PLC

Interim Unaudited Financial Statements

Nine months ended 31st December 2025

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

RS. '000	Three months ended			Nine months ended		
	31.12.2025 Unaudited	31.12.2024 Unaudited	Change %	31.12.2025 Unaudited	31.12.2024 Unaudited	Change %
Revenue	1,018,180	1,249,178	(18)	3,550,082	3,955,292	(10)
Cost of sales	(907,493)	(1,089,323)	(17)	(3,123,248)	(3,316,954)	(6)
Gross profit	**110,687**	**159,855**	**(31)**	**426,834**	**638,338**	**(33)**
Other operating income	73,780	52,831	40	190,660	155,417	23
Change in fair value of biological assets	2,510	(6,849)	(137)	(4,003)	(3,988)	0
Administrative expenses	(116,060)	(107,464)	8	(366,253)	(301,439)	22
Results from operating activities	**70,917**	**98,373**	**(28)**	**247,238**	**488,328**	**(49)**
Finance cost	(52,507)	(68,523)	(23)	(178,512)	(235,438)	(24)
Finance income	1,514	(1,053)	(244)	1,522	2,223	(32)
Proft before taxation	**19,924**	**28,797**	**(31)**	**70,248**	**255,113**	**(72)**
Tax charge	(3,911)	(15,351)	(75)	(15,806)	(32,196)	(51)
Profit for the period	**16,013**	**13,446**	**19**	**54,442**	**222,917**	**(76)**
Other comprehensive income/(expense)						
Remeasurement of retirement benefit obligations	-	-	-	-	-	-
Deferred tax on remeasurement of retirement benefit obligations	-	-	-	-	-	-
Other comprehensive income/(expense) for the period, net of tax	**-**	**-**	**-**	**-**	**-**	**-**
Total comprehensive income for the period	**16,013**	**13,446**	**19**	**54,442**	**222,917**	**(76)**
Profit/(loss) attributable to :						
Owners of the company	16,297	14,982	9	56,245	224,813	(75)
Non-controlling interest	(284)	(1,536)	(81)	(1,803)	(1,896)	(5)
Profit for the period	**16,013**	**13,446**	**19**	**54,442**	**222,917**	**(76)**
Total comprehensive income/(expense) attributable to:						
Owners of the company	16,297	14,982	9	56,245	224,813	(75)
Non-controlling interest	(284)	(1,536)	(81)	(1,803)	(1,896)	(5)
Total comprehensive income for the period	**16,013**	**13,446**	**19**	**54,442**	**222,917**	**(76)**
Basic earnings per share (Rs.)	**0.35**	**0.32**	**9**	**1.21**	**4.85**	**(75)**

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

RS. '000	Three months ended			Nine months ended		
	31.12.2025 Unaudited	31.12.2024 Unaudited	Change %	31.12.2025 Unaudited	31.12.2024 Unaudited	Change %
Revenue	1,018,180	1,249,130	(18)	3,550,082	3,953,651	(10)
Cost of sales	(906,876)	(1,087,327)	(17)	(3,119,321)	(3,310,185)	(6)
Gross profit	**111,304**	**161,803**	**(31)**	**430,761**	**643,466**	**(33)**
Other operating income	73,780	52,707	40	190,642	155,102	23
Change in fair value of biological assets	2,510	(6,849)	(137)	(4,003)	(3,988)	0
Administrative expenses	(116,060)	(106,994)	8	(366,253)	(300,022)	22
Results from operating activities	**71,534**	**100,667**	**(29)**	**251,147**	**494,558**	**(49)**
Finance cost	(52,507)	(68,523)	(23)	(178,512)	(235,438)	(24)
Finance income	1,513	(17)	(9,000)	1,520	102	1,390
Profit before taxation	**20,540**	**32,127**	**(36)**	**74,155**	**259,222**	**(71)**
Tax charge	(3,911)	(15,351)	(75)	(15,806)	(32,196)	(51)
Profit for the period	**16,629**	**16,776**	**(1)**	**58,349**	**227,026**	**(74)**
Other comprehensive income/(expense)						
Remeasurement of retirement benefit obligations	-	-	-	-		-
Deferred tax on remeasurement of retirement benefit obligations	-	-	-	-		-
Other comprehensive income/(expense) for the period, net of tax	**-**	**-**	**-**	**-**	**-**	**-**
Total comprehensive income for the period	**16,629**	**16,776**	**(1)**	**58,349**	**227,026**	**(74)**
Basic earnings per share (Rs.)	**0.36**	**0.36**	**(1)**	**1.26**	**4.90**	**(74)**

STATEMENT OF FINANCIAL POSITION

Rs.'000	GROUP		COMPANY	
	As at 31.12.2025 Unaudited	As at 31.03.2025 Audited	As at 31.12.2025 Unaudited	As at 31.03.2025 Audited
ASSETS				
Non current assets				
Right of use assets	3,374,637	3,509,903	3,374,637	3,509,903
Immovable estate assets on finance lease (other than bare lands)	4,972	8,588	4,972	8,588
Tangible assets other than biological assets	839,185	843,234	816,550	820,602
Intangible assets	1,840	2,670	1,840	2,670
Bearer biological assets	1,749,435	1,695,592	1,749,435	1,695,592
Consumable biological assets	2,789,446	2,780,229	2,789,446	2,780,229
Investment in subsidiaries	-	-	35,003	35,003
Lease rental receivables	11,988	11,988	11,988	11,988
Total non current assets	**8,771,503**	**8,852,204**	**8,783,871**	**8,864,575**
Current Assets				
Non-harvested produce crop on bearer biological assets	9,082	13,084	9,082	13,084
Inventories	511,073	688,242	510,119	687,287
Lease rental receivables	913	913	913	913
Trade and other receivables	392,960	279,098	392,894	260,682
Amount due from related companies	11,662	2,272	18,298	18,159
Short term investments	75,867	75,867	-	-
Cash and cash equivalents	180,355	34,647	170,345	28,913
Total current assets	**1,181,912**	**1,094,123**	**1,101,651**	**1,009,038**
TOTAL ASSETS	**9,953,415**	**9,946,327**	**9,885,522**	**9,873,613**
EQUITY & LIABILITIES				
Capital & Reserve				
Share capital	550,000	550,000	550,000	550,000
(46,315,790 ordinary shares and a golden share)				
Revaluation reserve	2,556,570	2,556,570	2,556,570	2,556,570
Retained earnings	1,060,099	1,003,854	1,040,004	981,655
Equity attributable to owners of the company	**4,166,669**	**4,110,424**	**4,146,574**	**4,088,225**
Non-controlling interest	34,530	36,333	-	-
Total equity	**4,201,199**	**4,146,757**	**4,146,574**	**4,088,225**
Non Current Liabilities				
Interest bearing borrowings	679,167	166,671	679,167	166,671
Deferred tax liabilities	1,987,606	1,973,659	1,984,673	1,968,866
Deferred income	176,630	182,354	175,987	181,693
Retirement benefit obligations	909,018	910,158	905,194	906,422
Lease liabilities	795,643	808,363	795,643	808,363
Total non current liabilities	**4,548,064**	**4,041,205**	**4,540,664**	**4,032,015**
Current Liabilities				
Interest bearing borrowings	250,000	99,996	250,000	99,996
Lease liabilities	22,178	20,791	22,178	20,791
Trade and other payables	402,734	563,711	396,866	558,719
Amounts due to related companies	41,440	602,163	41,440	602,163
Bank overdraft	487,800	471,704	487,800	471,704
Total current liabilities	**1,204,152**	**1,758,365**	**1,198,284**	**1,753,373**
Total liabilities	**5,752,216**	**5,799,570**	**5,738,948**	**5,785,388**
TOTAL EQUITY AND LIABILITIES	**9,953,415**	**9,946,327**	**9,885,522**	**9,873,613**
Net assets per share Rs.	89.96	88.75	89.53	88.27

It is certified that the financial statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007.

Sgd.
Sisira Pushpakumara
Head of Finance

The Board of Directors is responsible for the preparation and fair presentation of these interim Financial Statements.
Approved and signed for and on behalf of the Board of Directors;

Sgd.
Dr. P S H Uluwaduge
Chairman

Sgd.
Anusha S Perera
Executive Director

Colombo
11th February 2026

STATEMENT OF CHANGES IN EQUITY - GROUP

Rs.'000	Stated Capital	Revaluation Reserve	Retained Earnings	Total	Non Controlling Interest	Total Equity
As at 01st April 2024	**550,000**	**2,142,598**	**736,513**	**3,429,111**	**34,616**	**3,463,727**
Profit for the period	-	-	224,813	224,813	(1,896)	222,917
Total comprehensive income/(expense) for the period	**-**	**-**	**224,813**	**224,813**	**(1,896)**	**222,917**
As at 31st December 2024	**550,000**	**2,142,598**	**961,326**	**3,653,924**	**32,720**	**3,686,644**
As at 01st April 2025	**550,000**	**2,556,570**	**1,003,854**	**4,110,424**	**36,333**	**4,146,757**
Profit for the period	-	-	56,245	56,245	(1,803)	54,442
Total comprehensive income/(expense) for the period	**-**	**-**	**56,245**	**56,245**	**(1,803)**	**54,442**
As at 31st December 2025	**550,000**	**2,556,570**	**1,060,099**	**4,166,669**	**34,530**	**4,201,199**

STATEMENT OF CHANGES IN EQUITY - COMPANY

Rs.'000	Stated Capital	Revaluation Reserve	Retained Earnings	Total
As at 01st April 2024	**550,000**	**2,142,598**	**724,137**	**3,416,735**
Profit for the period	-	-	227,026	227,026
Total comprehensive income for the period	**-**	**-**	**227,026**	**227,026**
As at 31st December 2024	**550,000**	**2,142,598**	**951,163**	**3,643,761**
As at 01st April 2025	**550,000**	**2,556,570**	**981,655**	**4,088,225**
Profit for the period	-	-	58,349	58,349
Total comprehensive income for the period	**-**	**-**	**58,349**	**58,349**
As at 31st December 2025	**550,000**	**2,556,570**	**1,040,004**	**4,146,574**

STATEMENT OF CASH FLOWS

Rs.'000	GROUP		COMPANY	
	Nine months ended		Nine months ended	
	31.12.2025 Unaudited	31.12.2024 Unaudited	31.12.2025 Unaudited	31.12.2024 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	70,248	255,113	74,155	259,222
Adjustments for				
Finance costs	178,512	235,438	178,512	235,438
Finance income	(1,522)	(2,223)	(1,520)	(102)
Provision for retirement benefit obligations	50,165	46,323	50,078	46,061
Amortisation of grant	(5,938)	(5,974)	(5,920)	(5,920)
Depreciation and amortisation	286,764	260,581	286,764	260,581
Loss/(gain) on fair valuation of biological assets	4,003	3,988	4,003	3,988
Profit on disposal of property, plant and equipment	(400)	(7,000)	(400)	(7,000)
Operating profit before working capital changes	**581,832**	**786,246**	**585,672**	**792,268**
Changes in Inventories	177,169	29,015	177,168	24,456
Changes in Trade and other receivables	(113,862)	18,514	(132,212)	17,590
Changes in Amounts due from related companies	(9,390)	-	(139)	17,271
Changes in Trade and other payables	(160,669)	(123,810)	(161,853)	(121,080)
Changes in Amounts due to related companies	(546,223)	(636,932)	(546,223)	(636,932)
Cash (used in)/generated from operations	**(71,143)**	**73,033**	**(77,587)**	**93,573**
Retirement benefit obligation paid	(100,892)	(62,802)	(98,724)	(62,802)
Interest paid	(81,837)	(60,421)	(81,837)	(60,421)
Net cash flows generated from operating activities	**(253,872)**	**(50,190)**	**(258,148)**	**(29,650)**
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	9	2,898	9	11
Proceeds from sale of property, plant & equipment	-	7,000	-	7,000
Field development expenditure	(127,363)	(126,791)	(127,363)	(126,791)
Purchase of property, plant and equipment	(79,762)	(19,268)	(79,762)	(19,268)
Net cash used in investing activities	**(207,116)**	**(136,161)**	**(207,116)**	**(139,048)**
CASH FLOWS FROM FINANCING ACTIVITIES				
Payment of lease liabilities	(71,900)	(81,513)	(71,900)	(81,513)
Government grants received	-	268	-	268
Proceeds from interest bearing borrowings	750,000	300,000	750,000	300,000
Repayment of interest bearing borrowings	(87,500)	(29,179)	(87,500)	(29,179)
Net cash used in financing activities	**590,600**	**189,576**	**590,600**	**189,576**
Net decrease in cash and cash equivalents	129,612	3,225	125,336	20,878
Cash and cash equivalents at the beginning of the period	(437,057)	(264,827)	(442,791)	(357,957)
Cash and cash equivalents at the end of the period - Note A	**(307,445)**	**(261,602)**	**(317,455)**	**(337,079)**
NOTE A				
Cash and cash equivalents	180,355	137,374	170,345	61,897
Bank overdraft	(487,800)	(398,976)	(487,800)	(398,976)
Cash and cash equivalents at the end of the period	**(307,445)**	**(261,602)**	**(317,455)**	**(337,079)**

NOTES TO THE FINANCIAL STATEMENTS

1 SEGMENTAL INFORMATION

GROUP

Nine months ended 31st December 2025	Tea		Rubber		Others		Total	
	31.12.2025 Rs.'000	31.12.2024 Rs.'000	31.12.2025 Rs.'000	31.12.2024 Rs.'000	31.12.2025 Rs.'000	31.12.2024 Rs.'000	31.12.2025 Rs.'000	31.12.2024 Rs.'000
Revenue	3,156,220	3,482,442	356,584	441,000	37,278	31,850	3,550,082	3,955,292
Cost of sales	(2,717,746)	(2,924,394)	(356,937)	(346,541)	(48,565)	(46,019)	(3,123,248)	(3,316,954)
Gross profit/(loss)	**438,474**	**558,048**	**(353)**	**94,459**	**(11,287)**	**(14,169)**	**426,834**	**638,338**
Other operating income							190,660	155,417
Change in fair value of biological assets							(4,003)	(3,988)
Administrative expenses							(366,253)	(301,439)
Results from operating activities							**247,238**	**488,328**
Net finance cost							(176,990)	(233,215)
Profit before taxation							**70,248**	**255,113**

COMPANY

Nine months ended 31st December 2025	Tea		Rubber		Others		Total	
	31.12.2025 Rs.'000	31.12.2024 Rs.'000	31.12.2025 Rs.'000	31.12.2024 Rs.'000	31.12.2025 Rs.'000	31.12.2024 Rs.'000	31.12.2025 Rs.'000	31.12.2024 Rs.'000
Revenue	3,156,220	3,480,801	356,584	441,000	37,278	31,850	3,550,082	3,953,651
Cost of sales	(2,713,819)	(2,917,625)	(356,937)	(346,541)	(48,565)	(46,019)	(3,119,321)	(3,310,185)
Gross profit/(loss)	**442,401**	**563,176**	**(353)**	**94,459**	**(11,287)**	**(14,169)**	**430,761**	**643,466**
Other operating income							190,642	155,102
Change in fair value of biological assets							(4,003)	(3,988)
Administrative expenses							(366,253)	(300,022)
Results from operating activities							**251,147**	**494,558**
Net finance cost							(176,992)	(235,336)
Profit before taxation							**74,155**	**259,222**

2 General information

Hapugastenne Plantations PLC is a public limited liability company incorporated and domiciled in Sri Lanka. The address of its registered office is at Level 11, Browns Capital Building, No 19, Dudley Senanayake Mawatha, Colombo 8.
These financial statements have been approved for issue by the Board of Directors on 11th February 2026.

3 Basis of preparation

The Interim Condensed Consolidated Financial Statements have been prepared in compliance with the Sri Lanka Accounting Standard (SLAS) LKAS 34, Interim Financial Reporting and in accordance with the accounting policies set out in the Annual Report for the period ended 31st March 2025.

4 Contingent liabilities

There is no significant change in the nature of the contingent liabilities which were disclosed in the Annual Report for the period ended 31st March 2025.

5 Comparative information

The presentation and classification of the Financial Statements of the previous period have been amended,where relevant for better presentation and to be comparable with those of the current period.

6 Events after the reporting period

In the Budget Speech for 2026, presented on 7th November 2025, the Hon. Minister of Finance announced an increase in the estate workers' daily consolidated wage from Rs. 1,350 to Rs. 1,550, along with an additional Rs. 200 daily attendance allowance, effective from 1st January 2026.

This wage increase is expected to have an impact on the retirement benefit obligation. The financial effect of this increase will be determined through an actuarial valuation at the end of the financial year.

Other than the above, no events or circumstances have arisen since the Statement of Financial Position date that require adjustment or disclosure in the Interim Financial Statements.

INVESTOR INFORMATION

Share prices	Quarter ended 31.12.2025	Quarter ended 31.12.2024
Highest price Rs.	87.80	51.90
Lowest price Rs.	51.70	30.90
Last traded price Rs.	53.00	46.70

Directors' shareholding	As At 31.12.2025	As At 31.12.2024
Dr. P S H Uluwaduge (Chairman)	NIL	NIL
Mr. D S K Amarasekara	NIL	NIL
Mrs. S S Kotakadeniya	NIL	NIL
Mr. Anusha S Perera	NIL	NIL
Mr. D J Ratwatte	100	100
Mr. T Dharmarajah	NIL	NIL
Mr. U H E Silva	NIL	NIL
Mr. G D V Perera	NIL	NIL
Mr. K M Mohothi	NIL	NIL
Mr. M S Gunawardena	NIL	NIL

Major shareholders as at 31st December 2025

	Name of shareholder	No. of shares	%
1	LOLC Finance PLC/Browns Power Holdings (Private) Limited	41,680,942	89.99
2	Beta Holdings Limited	1,286,700	2.78
3	People's Leasing & Finance/Mr. F.B.R.D. Silva	71,000	0.15
4	Mr. B.A. Gunasinghe	70,432	0.15
5	Mr. A. Sithampalam	38,000	0.08
6	People's Leasing and Finance PLC/L.K.N.K.Kulawardena	33,925	0.07
7	Hatton National Bank PLC/Ruwan Prassana Sugathadasa	33,124	0.07
8	Cocoshell Activated Carbon Company (Private) Limited	31,000	0.07
9	Hatton National Bank PLC/Anuja Chamila Jayasinghe	28,226	0.06
10	Mr. K. Mohamed Rihan	25,088	0.05
11	Mr. A. Priyantha Kumara	23,127	0.05
12	Mr. S.R.P. Wanigasuriya	20,000	0.04
13	People's Leasing and Finance PLC/N.Anoshan	19,001	0.04
14	Mr. L.K.R.D. Kulawardena	18,087	0.04
15	Hatton National Bank PLC/Ravindra Erle Rambukwelle	15,500	0.03
16	Mr. K. Nishanthan	15,379	0.03
17	Merchant Bank of Sri Lanka & Finance PLC 01	15,000	0.03
18	Dr. A.A.M. Dharmadasa	12,602	0.03
19	Miss S.E. Satarasinghe	12,300	0.03
20	Mr M.W. Weeraputhran	10,951	0.02
	Total	**43,460,384**	**93.81**
	Other shareholders	2,855,406	6.19
	Issued no of shares	**46,315,790**	**100.00**

Minimum public holding	As At 31.12.2025	As At 31.12.2024
Float adjusted market capitalisation (Rs.)	245,195,066	216,035,186
Public holding% of the stated capital	9.988%	9.988%
Number of public shareholders	21,314	21,292