Hapugastenne Plantations PLC

Interim Unaudited Financial Statements

Three months ended 30th June 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

RS. '000	Three months ended		
	30.06.2026 Unaudited	30.06.2025 Unaudited	Change %
Revenue	1,224,890	1,226,289	(0.1)
Cost of sales	(1,121,347)	(1,061,170)	6
Gross profit	**103,543**	**165,119**	**(37)**
Other operating income	51,016	31,960	60
Change in fair value of biological assets	13,763	21,154	(35)
Administrative expenses	(104,456)	(118,181)	(12)
Results from operating activities	**63,866**	**100,052**	**(36)**
Finance cost	(64,918)	(60,741)	7
Finance income	479	4	11,875
Profit/(loss) before taxation	**(573)**	**39,315**	**(101)**
Tax charge	(1,425)	(10,865)	(87)
Profit/(loss) for the period	**(1,998)**	**28,450**	**(107)**
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/(expenses) for the period	**(1,998)**	**28,450**	**(107)**
Profit/(loss) attributable to :			
Owners of the company	(1,998)	29,379	(107)
Non-controlling interest	-	(929)	(100)
Profit/(loss) for the period	**(1,998)**	**28,450**	**(107)**
Total comprehensive income/(expense) attributable to:			
Owners of the company	(1,998)	29,379	(107)
Non-controlling interest	-	(929)	(100)
Total comprehensive income/(expenses) for the period	**(1,998)**	**28,450**	**(107)**
Basic earnings/(loss) per share (Rs.)	**(0.04)**	**0.63**	**(107)**

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

RS. '000	Three months ended		
	30.06.2026 Unaudited	30.06.2025 Unaudited	Change %
Revenue	1,224,890	1,226,289	(0.1)
Cost of sales	(1,121,347)	(1,059,137)	6
Gross profit	**103,543**	**167,152**	**(38)**
Other operating income	51,016	31,942	60
Change in fair value of biological assets	13,763	21,154	(35)
Administrative expenses	(104,456)	(118,181)	(12)
Results from operating activities	**63,866**	**102,067**	**(37)**
Finance cost	(64,918)	(60,741)	7
Finance income	479	3	15,867
Profit/(loss) before taxation	**(573)**	**41,329**	**(101)**
Tax charge	(1,425)	(10,865)	(87)
Profit/(loss) for the period	**(1,998)**	**30,464**	**(107)**
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/(expense) for the period	**(1,998)**	**30,464**	**(107)**
Basic earnings/(loss) per share (Rs.)	**(0.04)**	**0.66**	**(107)**

STATEMENT OF FINANCIAL POSITION

Rs.'000	GROUP		COMPANY	
	As at 30.06.2026 Unaudited	As at 31.03.2026 Unaudited	As at 30.06.2026 Unaudited	As at 31.03.2026 Unaudited
ASSETS				
Non current assets				
Right of use assets	3,302,610	3,342,816	3,302,610	3,342,816
Immovable estate assets on finance lease (other than bare lands)	3,692	4,318	3,692	4,318
Tangible assets other than biological assets	812,706	812,450	793,240	792,986
Intangible assets	2,266	1,595	2,266	1,595
Bearer biological assets	1,764,896	1,747,631	1,764,896	1,747,631
Consumable biological assets	3,146,804	3,144,046	3,146,804	3,144,046
Investment in subsidiaries	-	-	35,003	35,003
Lease rental receivables	11,988	11,988	11,988	11,988
Total non current assets	**9,044,962**	**9,064,844**	**9,060,499**	**9,080,383**
Current Assets				
Non-harvested produce crop on bearer biological assets	9,082	8,674	9,082	8,674
Inventories	567,663	448,120	567,033	447,490
Lease rental receivables	913	913	913	913
Trade and other receivables	487,046	539,504	470,131	522,582
Amount due from related companies	117,892	2,765	134,476	19,349
Cash and cash equivalents	107,896	213,494	19,915	125,513
Total current assets	**1,290,492**	**1,213,470**	**1,201,550**	**1,124,521**
TOTAL ASSETS	**10,335,454**	**10,278,314**	**10,262,049**	**10,204,904**
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	1,149,672	1,151,670	1,125,345	1,127,343
Equity attributable to owners of the company	**4,256,242**	**4,258,240**	**4,231,915**	**4,233,913**
Non-controlling interest	38,157	38,157	-	-
Total equity	**4,294,399**	**4,296,397**	**4,231,915**	**4,233,913**
Non Current Liabilities				
Interest bearing borrowings	554,171	616,675	554,171	616,675
Deferred tax liabilities	1,903,288	1,901,862	1,898,156	1,896,730
Deferred income	172,531	174,554	171,941	173,965
Retirement benefit obligations	988,756	990,615	988,756	990,615
Lease liabilities	809,068	799,867	809,068	799,867
Total non current liabilities	**4,427,814**	**4,483,573**	**4,422,092**	**4,477,852**
Current Liabilities				
Interest bearing borrowings	249,996	249,996	249,996	249,996
Lease liabilities	24,190	24,190	24,190	24,190
Trade and other payables	430,343	541,855	425,144	536,650
Amounts due to related companies	387,551	143,720	387,551	143,720
Bank overdraft	521,161	538,583	521,161	538,583
Total current liabilities	**1,613,241**	**1,498,344**	**1,608,042**	**1,493,139**
Total liabilities	**6,041,055**	**5,981,917**	**6,030,134**	**5,970,991**
TOTAL EQUITY AND LIABILITIES	**10,335,454**	**10,278,314**	**10,262,049**	**10,204,904**
Net assets per share Rs.	91.90	91.94	91.37	91.41

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.
G D V Perera
Director/CEO

Colombo
13th August 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 2025	**550,000**	**2,556,570**	**1,004,941**	**4,111,511**	**36,281**	**4,147,792**
Profit for the period	-	-	29,379	29,379	(929)	28,450
Total comprehensive income/(expense) for the period	**-**	**-**	**29,379**	**29,379**	**(929)**	**28,450**
As at 30th June 2025	**550,000**	**2,556,570**	**1,034,320**	**4,140,890**	**35,352**	**4,176,242**
As at 01st April 2026	**550,000**	**2,556,570**	**1,151,670**	**4,258,240**	**38,157**	**4,296,397**
Loss for the period	-	-	(1,998)	(1,998)	-	(1,998)
Total comprehensive income/(expense) for the period	**-**	**-**	**(1,998)**	**(1,998)**	**-**	**(1,998)**
As at 30th June 2026	**550,000**	**2,556,570**	**1,149,672**	**4,256,242**	**38,157**	**4,294,399**

STATEMENT OF CHANGES IN EQUITY - COMPANY

Rs.'000	Stated Capital	Revaluation Reserve	Retained Earnings	Total
As at 01st April 2025	**550,000**	**2,556,570**	**981,655**	**4,088,225**
Profit for the period	-	-	30,464	30,464
Total comprehensive income for the period	**-**	**-**	**30,464**	**30,464**
As at 30th June 2025	**550,000**	**2,556,570**	**1,012,119**	**4,118,689**
As at 01st April 2026	**550,000**	**2,556,570**	**1,127,343**	**4,233,913**
Loss for the period	-	-	(1,998)	(1,998)
Total comprehensive income for the period	**-**	**-**	**(1,998)**	**(1,998)**
As at 30th June 2026	**550,000**	**2,556,570**	**1,125,345**	**4,231,915**

STATEMENT OF CASH FLOWS

Rs.'000	GROUP		COMPANY	
	Three months ended		Three months ended	
	30.06.2026 Unaudited	30.06.2025 Unaudited	30.06.2026 Unaudited	30.06.2025 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit/(loss) before taxation	(573)	39,315	(573)	41,329
Adjustments for				
Finance costs	64,918	60,741	64,918	60,741
Finance income	(479)	(4)	(479)	(3)
Provision for retirement benefit obligations	17,295	16,898	17,295	16,811
Amortisation of grant	(1,973)	(1,991)	(1,973)	(1,973)
Depreciation and amortisation	95,026	93,608	95,026	93,608
Gain on fair valuation of biological assets	(13,763)	6,991	(13,763)	6,991
Operating profit before working capital changes	**160,451**	**215,558**	**160,451**	**217,504**
Changes in Inventories	(119,543)	89,585	(119,543)	89,585
Changes in Trade and other receivables	52,457	(21,097)	52,451	(38,992)
Changes in Amounts due from related companies	(115,127)	2,272	(115,127)	16,968
Changes in Trade and other payables	(111,512)	(209,389)	(111,506)	(212,555)
Changes in Amounts due to related companies	243,831	54,399	243,831	54,399
Cash generated from operations	**110,557**	**131,328**	**110,557**	**126,909**
Retirement benefit obligation paid	(19,153)	(5,726)	(19,153)	(5,726)
Interest paid	(60,301)	(48,621)	(60,301)	(48,621)
Net cash flows generated from operating activities	**31,103**	**76,981**	**31,103**	**72,562**
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	479	4	479	2
Field development expenditure incurred on bearer biological assets	(41,665)	(21,103)	(41,665)	(21,103)
Field development expenditure incurred on consumable biological assets	(4,060)	-	(4,060)	-
Purchase of property, plant and equipment	(19,619)	(2,250)	(19,619)	(2,250)
Proceeds from sales of timber	13,758	-	13,758	-
Net cash used in investing activities	**(51,107)**	**(23,349)**	**(51,107)**	**(23,351)**
CASH FLOWS FROM FINANCING ACTIVITIES				
Payment of lease liabilities	(5,672)	(33,212)	(5,672)	(33,212)
Repayment of interest bearing borrowings	(62,500)	(24,500)	(62,500)	(24,500)
Proceeds from the parent company	-	170,000	-	170,000
Net cash generated/(used) in financing activities	**(68,172)**	**112,288**	**(68,172)**	**112,288**
Net decrease in cash and cash equivalents	(88,176)	165,920	(88,176)	161,499
Cash and cash equivalents at the beginning of the period	(325,089)	(361,190)	(413,070)	(442,791)
Cash and cash equivalents at the end of the period - Note A	**(413,265)**	**(195,270)**	**(501,246)**	**(281,292)**
NOTE A				
Cash and cash equivalents	107,896	116,968	19,915	30,946
Bank overdraft	(521,161)	(312,238)	(521,161)	(312,238)
Cash and cash equivalents at the end of the period	**(413,265)**	**(195,270)**	**(501,246)**	**(281,292)**

NOTES TO THE FINANCIAL STATEMENTS

1 SEGMENTAL INFORMATION

GROUP

Three months ended 30th June 2026	Tea		Rubber		Others		Total	
	30.06.2026 Rs.'000	30.06.2025 Rs.'000	30.06.2026 Rs.'000	30.06.2025 Rs.'000	30.06.2026 Rs.'000	30.06.2025 Rs.'000	30.06.2026 Rs.'000	30.06.2025 Rs.'000
Revenue	1,080,355	1,136,160	127,888	78,806	16,647	11,323	1,224,890	1,226,289
Cost of sales	(973,031)	(936,646)	(135,280)	(107,198)	(13,036)	(17,326)	(1,121,347)	(1,061,170)
Gross profit/(loss)	**107,324**	**199,514**	**(7,392)**	**(28,392)**	**3,611**	**(6,003)**	**103,543**	**165,119**
Other operating income							51,016	31,960
Change in fair value of biological assets							13,763	21,154
Administrative expenses							(104,456)	(118,181)
Other operating expenses							-	-
Results from operating activities							**63,866**	**100,052**
Net finance cost							(64,439)	(60,737)
Profit/(loss) before taxation							**(573)**	**39,315**

COMPANY

Three months ended 30th June 2026	Tea		Rubber		Others		Total	
	30.06.2026 Rs.'000	30.06.2025 Rs.'000	30.06.2026 Rs.'000	30.06.2025 Rs.'000	30.06.2026 Rs.'000	30.06.2025 Rs.'000	30.06.2026 Rs.'000	30.06.2025 Rs.'000
Revenue	1,080,355	1,136,160	127,888	78,806	16,647	11,323	1,224,890	1,226,289
Cost of sales	(973,031)	(934,613)	(135,280)	(107,198)	(13,036)	(17,326)	(1,121,347)	(1,059,137)
Gross profit/(loss)	**107,324**	**201,547**	**(7,392)**	**(28,392)**	**3,611**	**(6,003)**	**103,543**	**167,152**
Other operating income							51,016	31,942
Change in fair value of biological assets							13,763	21,154
Administrative expenses							(104,456)	(118,181)
Other operating expenses							-	-
Results from operating activities							**63,866**	**102,067**
Net finance cost							(64,439)	(60,738)
Profit/(loss) before taxation							**(573)**	**41,329**

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 13th August 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 the current period.

6 Events after the reporting period

There have been no other material events after the reporting date that require adjustments or disclosure in the Financial Statements.

INVESTOR INFORMATION

Share prices	Quarter ended 30.06.2026	Quarter ended 30.06.2025
Highest price Rs.	63.90	54.00
Lowest price Rs.	50.10	41.10
Last traded price Rs.	58.90	45.60

Directors' shareholding	As at 30.06.2026	As at 30.06.2025
Dr. P S H Uluwaduge (Chairman)	NIL	NIL
Mr. D S K Amarasekara	NIL	NIL
Mr. N. Nanayakkara (appointed w.e.f. 02.04.2026)	NIL	NIL
Mrs. S S Kotakadeniya	NIL	NIL
Mr. Anusha S Perera	NIL	NIL
Mr. D J Ratwatte (resigned w.e.f. 31.03.2026)	NIL	100
Mr. T Dharmarajah	NIL	NIL
Mr. U H E Silva	NIL	NIL
Mr. G D V Perera (Executive Director / Chief Executive Officer)	NIL	NIL
Mr. K M Mohothi	NIL	NIL
Mr. M S Gunawardena	NIL	NIL
Mr. K Sivanesan (appointed w.e.f. 07.08.2026)	NIL	NIL

Major shareholders as at 30th June 2026

	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	71,500	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	25,901	0.06
11	Mr. A. Priyantha Kumara	23,127	0.05
12	People's Leasing and Finance PLC/N.Anoshan	20,151	0.04
13	Mr. S.R.P. Wanigasuriya	20,000	0.04
14	Mr. L.K.R.D. Kulawardena	18,087	0.04
15	Mr. H.U. Shasanka	16,000	0.03
16	Hatton National Bank PLC/Ravindra Erle Rambukwelle	15,000	0.03
16	Merchant Bank Of Sri Lanka & Finance PLC 01	15,000	0.03
18	Assetline Finance PLC/M.S.Hiripitiya	13,346	0.03
19	Dr. A.A.M. Dharmadasa	12,602	0.03
20	Miss S.E. Satarasinghe	12,300	0.03
	Total	**43,465,363**	**93.83**
	Other shareholders	2,850,427	6.17
	Issued no of shares	**46,315,790**	**100.00**

Minimum public holding	As at 30.06.2026	As at 30.06.2025
Float adjusted market capitalisation (Rs.)	272,502,146	210,946,562
Public holding% of the stated capital	9.989%	9.988%
Number of public shareholders	21,244	21,306

The Company is not compliant with the minimum public holding requirement under Rule 7.13.1(i)(b) of the Listing Rules of the Colombo Stock Exchange.