HORANA PLANTATIONS PLC

(Company Number : PQ 126)

INTERIM FINANCIAL STATEMENTS

For the Nine (09) Months Ended
31-Dec-2025

Registered Office - No.400, Deans Road, P.O.Box 2042, Colombo 10, Sri Lanka

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Horana Plantations PLC

Interim Financial Statements
For the Nine (09) Months Ended 31st December 2025

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Horana Plantations PLC

Statement of Profit or Loss and Other Comprehensive Income

For the Nine (09) Months Ended 31st December 2025

Year Ended		Nine (09) Months Ended			Three (03) Months Ended	
31-Mar 2025 (Audited)		31-Dec 2025	31-Dec 2024	Change	31-Dec 2025	31-Dec 2024
Rs' 000		Rs' 000	Rs' 000	%	Rs' 000	Rs' 000
3,697,217	**Revenue**	**2,913,162**	2,651,269	*9.88*	**883,188**	909,779
(2,965,396)	Cost of Sales	**(2,404,955)**	(2,081,214)	*(15.56)*	**(726,895)**	(718,924)
731,821	**Gross Profit**	**508,207**	570,055	*(10.85)*	**156,293**	190,855
7,803	Other Income	**5,992**	5,991	*0.00*	**1,997**	1,997
69,382	Change in Fair Value of Biological Assets	**15,839**	11,419	*38.71*	**751**	130
809,006		**530,038**	587,465	*(9.78)*	**159,041**	192,982
(349,484)	Administrative Expenses	**(275,944)**	(231,442)	*(19.23)*	**(100,025)**	(79,467)
459,522	**Profit from Operations**	**254,094**	356,023	*(28.63)*	**59,016**	113,515
2,735	Finance Income	**1,926**	2,090	*(7.87)*	**627**	614
(156,834)	Finance Expenses	**(122,239)**	(123,864)	*1.31*	**(42,363)**	(41,589)
305,423	**Profit before Tax**	**133,781**	234,249	*(42.89)*	**17,280**	72,540
(124,793)	Tax Expense	**(48,373)**	(88,428)	*45.30*	**(5,066)**	(35,270)
180,630	**Profit for the period**	**85,408**	145,821	*(41.43)*	**12,214**	37,270
	Other Comprehensive Income:-					
	Item that will not be reclassified to Profit or Loss					
(116,803)	Actuarial Loss on Retirement Benefit Obligations	-	(173,332)	*100.00*	-	-
35,041	Tax effect on Other Comprehensive Income	-	52,000	*(100.00)*	-	-
(81,762)	**Other Comprehensive Expense for the period, net of Tax**	-	(121,332)	100.00	-	-
98,868	**Total Comprehensive Income for the period**	**85,408**	24,489	*248.76*	**12,214**	37,270
7.23	**Basic Earnings per Share (Rs.)**	***3.42***	*5.83*	*(41.43)*	***0.49***	*1.49*
7.23	**Diluted Earning per Share (Rs.)**	***3.42***	*5.83*	*(41.43)*	***0.49***	*1.49*
2.45	**Dividend per Share (Rs.)**	***1.32***	*2.10*	*(37.14)*	**0.63**	0.40

Horana Plantations PLC

Statement of Financial Position

As at 31st December 2025

As at 31-Mar 2025 (Audited) Rs' 000		As at 31-Dec 2025 Rs' 000	31-Dec 2024 Rs' 000
	ASSETS		
	Non-Current Assets		
271,174	Right of Use Assets	**309,324**	311,640
2,646,693	Bearer Biological Assets	**2,720,612**	2,611,262
619,451	Consumable Biological Assets	**595,934**	596,179
676,366	Property, Plant & Equipment	**715,586**	604,753
4,625	Intangible Assets	**3,606**	835
4,218,309	**Total Non-Current Assets**	**4,345,062**	4,124,669
	Current Assets		
14,466	Non-Harvested Produce on Bearer Biological Assets	**15,839**	11,419
592,228	Inventories	**586,640**	663,891
225,142	Trade and Other Receivables	**354,627**	214,552
5,732	Related Companies Receivables	**6,623**	1,209
46,582	Cash and Cash Equivalents	**56,510**	43,468
884,150	**Total Current Assets**	**1,020,239**	934,539
5,102,459	**Total Assets**	**5,365,301**	5,059,208
	EQUITY & LIABILITIES		
	Equity		
250,000	Stated Capital	**250,000**	250,000
668,014	Retained Earnings	**720,422**	602,385
918,014	**Total Equity**	**970,422**	852,385
	Non-Current Liabilities		
777,562	Interest bearing Loans & Borrowings	**916,337**	893,958
297,344	Lease Liabilities	**338,461**	329,893
700,445	Retirement Benefit Obligations	**727,396**	758,634
91,869	Deferred Income	**93,573**	93,681
757,122	Deferred Tax Liability	**805,495**	703,799
2,624,342	**Total Non-Current Liabilities**	**2,881,262**	2,779,965
	Current Liabilities		
396,845	Trade and Other Payables	**407,590**	470,423
99,041	Related Companies Payables	**134,184**	81,805
319,954	Interest bearing Loans & Borrowings	**456,511**	394,728
3,547	Lease Liabilities	**11,020**	10,856
740,716	Short Term Borrowings	**504,312**	469,047
1,560,103	**Total Current Liabilities**	**1,513,617**	1,426,858
4,184,445	**Total Liabilities**	**4,394,879**	4,206,823
5,102,459	**Total Equity & Liabilities**	**5,365,301**	5,059,208
36.72	***Net Assets per Ordinary Share (Rs.)***	***38.82***	*34.10*

The Statement of Financial Position as at **31st December 2025** and the Statement of Profit or Loss, Statement of Comprehensive Income , the Statement of Changes in Equity and Cash Flow Statement for the period ended **31st December 2025** are drawn up from the unaudited Financial Statements of the Company, provide the information required by the Colombo Stock Exchange.

It is certified that these Financial Statements have been prepared in compliance with the requirements of the Companies Act No.7 of 2007.

(Sgd) Ajith Nissanka
General Manager - Finance

Signed for and on behalf of the Board of Directors of Horana Plantations PLC:-

(Sgd) A.M.Pandithage
Chairman

(Sgd.) Roshan Rajadurai
Managing Director

11th February 2026

Horana Plantations PLC

Statement of Changes in Equity

For the Nine (09) Months Ended 31st December 2025

(Stated Capital comprised - 25 Million Ordinary Shares and 1 Golden Share)	Stated Capital Rs'000	Retained Earnings Rs'000	Total Rs'000
Nine (09) Months Ended 31st December 2024:-			
Balance as at 1st April 2024	250,000	630,395	880,395
Comprehensive Income for the period			
Profit for the period	-	145,821	145,821
Other Comprehensive Expense for the period	-	(121,332)	(121,332)
Total Comprehensive Income for the period		24,489	24,489
Dividends	-	(52,500)	(52,500)
Balance as at 31st December 2024	250,000	602,385	852,385
Nine (09) Months Ended 31st December 2025:-			
Balance as at 1st April 2025	**250,000**	**668,014**	**918,014**
Comprehensive Income for the period			
Profit for the period	**-**	**85,408**	**85,408**
Other Comprehensive Expense for the period	**-**	**-**	**-**
Total Comprehensive Income for the period		**85,408**	**85,408**
Dividends	**-**	**(33,000)**	**(33,000)**
Balance as at 31st December 2025	**250,000**	**720,422**	**970,422**

Horana Plantations PLC

Statement of Cash Flows

For the Nine (09) Months Ended 31st December 2025

Year Ended		Nine (09) Months Ended	
31-Mar 2025 *(Audited)* Rs' 000		**31-Dec 2025 Rs' 000**	31-Dec 2024 Rs' 000
	Cash Flows from Operating Activities		
305,423	Profit before Tax	**133,781**	234,249
	Adjustments for non-cash items :		
(37,638)	Change in Fair Value of Biological Assets	**7,879**	(11,419)
223,910	Depreciation and Amortization	**173,716**	165,717
115,501	Provision for Retirement Benefit Obligations	**95,679**	89,159
20,253	Provision for Obsolete Inventories	**7,338**	3,050
316	Provision for Impairment of Trade & Other Receivables	**46**	323
116,040	Finance Expenses	**87,054**	90,203
(2,735)	Finance Income	**(2,443)**	(2,091)
40,794	Lease Interest	**35,702**	33,661
(7,803)	Amortization of Capital Grants	**(5,992)**	(5,992)
2,788	Field Development/ Other Capital Expenditure Written off	**4,915**	-
776,849	*Operating Profit before Changes in Working Capital*	**537,675**	596,860
	Changes in Working Capital		
(78,393)	Decrease /(Increase) in Inventories	**12,715**	(132,855)
(47,054)	Increase in Trade & Other Receivables	**(129,224)**	(36,490)
(4,014)	(Increase)/ Decrease in Related Party Receivables	**(891)**	510
74,664	Increase in Related Party Payables	**32,109**	57,428
68,447	Increase in Trade & Other Payables	**2,301**	134,752
790,499	*Cash Generated from Operations*	**454,685**	620,205
(116,904)	Interest paid	**(86,650)**	(89,273)
(102,748)	Payments made for Retirement Benefit Obligations	**(68,373)**	(71,550)
(348)	Payment of Taxes	**(308)**	(327)
570,499	***Net Cash Inflow from Operating Activities***	**299,354**	459,055
	Cash Flows from Investing Activities		
(177,657)	Purchase/Construction of Property, Plant and Equipment	**(99,860)**	(82,038)
(257,297)	Expenditure incurred on Biological Assets	**(173,096)**	(188,457)
500	Capital Grants and Subsidies received	**7,695**	500
2,728	Finance Income	**2,443**	2,091
(431,726)	***Net Cash Outflow from Investing Activities***	**(262,818)**	(267,904)
	Cash Flows from Financing Activities		
90,000	Receipt of Project Loans	**-**	90,000
(466,772)	Repayment of Project Loans	**(211,296)**	(305,108)
-	Receipt of Term Loans	**500,000**	-
(71,651)	Repayment of Term Loans	**(13,372)**	(42,145)
150,000	Receipt of Short Term Loans	**350,000**	-
-	Repayment of Short Term Loans	**(430,000)**	-
(56,000)	Payment of Lease Rentals	**(43,256)**	(42,025)
(52,063)	Payment of Dividends	**(22,282)**	(41,039)
(406,486)	***Net Cash Inflow/ (Outflow) from Financing Activities***	**129,794**	(340,317)
(267,711)	**Net Increase/(Decrease) in Cash and Cash Equivalents during the period**	**166,330**	(149,166)
(276,422)	Cash and Cash Equivalents at the beginning of the year	**(544,133)**	(276,422)
(544,133)	**Cash and Cash Equivalents at the end of the period**	**(377,803)**	(425,588)

Horana Plantations PLC

Notes to the Interim Financial Statements

For the Nine (09) Months Ended 31st December 2025

1 Segmental Information

	Tea		Rubber		Unallocated		Total	
	31-Dec 2025	31-Dec 2024	**31-Dec 2025**	31-Dec 2024	**31-Dec 2025**	31-Dec 2024	**31-Dec 2025**	31-Dec 2024
	Rs' 000	Rs' 000	**Rs' 000**	Rs' 000	**Rs' 000**	Rs' 000	**Rs' 000**	Rs' 000
Segmental Revenue:-								
Main Sectors	**2,220,079**	2,045,325	**316,997**	354,686	**-**	-	**2,537,076**	2,400,011
Other Operating Revenue	**-**	-	**-**	-	**376,086**	251,258	**376,086**	251,258
Segmental Revenue	**2,220,079**	2,045,325	**316,997**	354,686	**376,086**	251,258	**2,913,162**	2,651,269
Cost of Sales	**(1,925,109)**	(1,638,219)	**(293,201)**	(298,995)	**(186,645)**	(144,000)	**(2,404,955)**	(2,081,214)
Segmental Gross Profit	**294,970**	407,106	**23,796**	55,691	**189,441**	107,258	**508,207**	570,055
Other Operating Income					**5,992**	5,991	**5,992**	5,991
Change in Fair Value of Biological Assets					**15,839**	11,419	**15,839**	11,419
Administrative Expenses					**(275,944)**	(231,442)	**(275,944)**	(231,442)
Profit from Operations							**254,094**	356,023
Finance Income					**1,926**	2,090	**1,926**	2,090
Finance Expense					**(122,239)**	(123,864)	**(122,239)**	(123,864)
Profit before Taxation							**133,781**	234,249
Tax Expense					**(48,373)**	(88,428)	**(48,373)**	(88,428)
Profit for the period							**85,408**	145,821
Other Comprehensive Income:-								
Actuarial Loss on Retirement Benefit Obligation					**-**	(173,332)	**-**	(173,332)
Tax reversal on Other Comprehensive Income					**-**	52,000	**-**	52,000
Other Comprehensive Expense for the period after tax							**-**	(121,332)
Total Comprehensive Income for the period							**85,408**	24,489

2 Quarterly Analysis

2.1 Market Prices (per Share)

Year Ended		Quarter Ended 31st December				
		2025		2024		Variance
31-Mar-25 Rs.Cts.		**Rs.Cts.**	**Date**	Rs.Cts.	Date	Rs.Cts.
54.90	Highest	**69.50**	**1-Oct-25**	51.80	9-Dec-24	17.70
36.00	Lowest	**50.00**	**19-Dec-25**	37.00	10-Oct-24	13.00
44.40	Last Traded Price	**52.50**	**31-Dec-25**	47.00	31-Dec-24	5.50

- Public holding percentage as at **31st December 2025** was **48.43 %**
- Number of shareholders representing the above percentage was **10,551**
- The float adjusted market capitalization as at **31st December 2025** was **Rs. 638,178,607.70**
- The Company complies with option 5 of the Listing Rules 7.13.1 (i) (a) - Less than Rs.2.5 Bn. Float Adjusted Market Capitalization which requires 20% minimum public holding.

2.2 Quarterly Share Trading Information

	Quarter Ended 31st December	
	2025	**2024**
Number of transactions	**1,582**	3,568
Number of shares traded	**1,205,309**	6,500,762
Value of shares traded (Rs.)	**69,647,672**	287,484,126

3 Basis of Preparation

3.1 The condensed interim financial statements are unaudited and have been prepared in accordance with Sri Lanka Accounting Standards-LKAS 34 Interim Financial Reporting, and has applied the same accounting policies and methods of computation which have been adopted in the previous year.

3.2 Comparative figures have been re-classified to conform with the current year's presentation.

3.3 There are no changes in contingent liabilities of material nature since the last annual reporting date.

3.4 No material events have occurred subsequent to the Reporting Period, which require adjustments to or disclosures in the Financial Statements, other than following.

- As per the Sri Lanka National Budget presented on 7th November 2025 by His Excellency the President, it has been proposed to increase the daily wage of estate workers from Rs. 1,350/- to Rs. 1,550/-, with effect from January 2026. The gratuity liability arising from this wage increase will be recognized at the financial year-end as at 31st March 2026, based on an independent actuarial valuation, consistent with the practice followed in prior years.

Horana Plantations PLC

Notes to the Interim Financial Statements (Contd.....)

For the Nine (09) Months Ended 31st December 2025

	Name	No. of Shares	Percentage (%)
4	***Twenty (20) Major Shareholders as at 31st December 2025***		
1	Hayleys Plantation Services (Private) Limited	12,750,000	*51.000*
2	Sri Lanka Insurance Corporation Ltd-Life Fund	1,506,224	*6.025*
3	Sri Lanka Insurance Corporation Ltd-General Fund	1,302,654	*5.211*
4	Deutsche Bank Ag-National Equity Fund	614,893	*2.460*
5	Seylan Bank PLC/Mohamed Mushtaq Fuad	582,212	*2.329*
6	Thread Capital (Private) Limited	327,558	*1.310*
7	Dr.Dilesh Jayanntha	280,000	*1.120*
8	Mr.George Mohan Weerakoon	246,405	*0.986*
9	Hatton National Bank PLC/Mushtaq Mohamed Fuad	181,884	*0.728*
10	Est.of Late Kangasu Chelvadurai Vignarajah	168,768	*0.675*
11	Sezeka Limited	165,053	*0.660*
12	Mr.Allan Jagath Monesh Jinadasa	160,000	*0.640*
13	Mr.Mohamed Subair Fouzal Haqque & Mrs. S.I. Haqque	159,893	*0.640*
14	Mr.Dinal Gitanjan Wijemanna	145,000	*0.580*
15	Mr.Sarath Clement Ganegoda	139,350	*0.557*
16	People's Leasing & Finance PLC / Hi Line Towers (Pvt) Ltd	131,979	*0.528*
17	Mr.Hashim Ahmed Alsayid Hashim Algharabally	131,500	*0.526*
18	Senkadagala Finance PLC / S.Gobinath	125,000	*0.500*
19	Mr.Oshan Senanayake / Mr.D.R.Pieris & Mr.S.P. Perera	107,059	*0.428*
20	Hi-Line Trading Private Limited	105,000	*0.420*
	Sub-Total	19,330,432	*77.322*
	Others	5,669,569	*22.678*
	Total	**25,000,001**	***100.000***
5	***Directors' Shareholdings as at 31st December 2025***		
1	Mr. A.M. Pandithage	-	-
2	Dr. Roshan Rajadurai	2,000	*0.008*
3	Mr. J.A. Rodrigo	-	-
4	Mr. S.C. Ganegoda	139,350	*0.557*
5	Mr. T.A.B. Speldewinde	-	-
6	Mr. K.D.G. Gunaratne	-	-
7	Mr. M.C.B. Talwatte	-	-
8	Ms. A.I. Wanigasekara	-	-
9	Ms. K.A.D.S. Perera (Appointed on 01-10-2025)	-	-
	Total	**141,350**	***0.565***
6	***Public Holding Percentage as at 31st December 2025***		
	Holding of 10% or more:		
	Hayleys Plantation Services (Private) Limited	12,750,000	*51.000*
	Directors' Shareholding:		
	Mr.Roshan Rajadurai	2,000	*0.008*
	Mr.S.C.Ganegoda	139,350	*0.557*
	Sub-Total	**12,891,350**	***51.565***
	No.of Shareholders		
	Public Holding **10,501**	**12,108,651**	***48.435***
	Total	**25,000,001**	***100.000***

CORPORATE INFORMATION

DOMICILE AND LEGAL FORM
Horana Plantations PLC is a Quoted public Company with limited liability, Incorporated and domiciled in Sri Lanka, under the Companies Act No.17 of 1982 in terms of the provisions of the Conversion of Public Corporations of Government Owned Business Undertakings into Public Companies Act No.23 of 1987 and re-registered under the Companies Act No.7 of 2007.

DATE OF INCORPORATION
22nd June 1992

REGISTRATION NUMBER
PQ 126

DIRECTORS
A. M. Pandithage – Executive Chairman
Roshan Rajadurai –Managing Director
Johann A Rodrigo – Director/Chief Executive Officer
S C Ganegoda
K D G. Gunaratne
T A B Speldewinde
M C B Talwatte
Ms. A I Wanigasekera
Ms. K A D S Perera (Appointed on 01.10.2025)

AUDIT COMMITTEE
T A B Speldewinde - Chairman (Senior Independent Director)
S C Ganegoda
K D G Gunaratne
M C B Talwatte
Ms. A I Wanigasekera

REMUNERATION COMMITTEE
T A B Speldewinde - Chairman (Senior Independent Director)
S C Ganegoda
K D G Gunaratne
M C B Talwatte
Ms. A I Wanigasekera

RELATED PARTY TRANSACTION REVIEW CIMMITTEE
T A B Speldewinde - Chairman (Senior Independent Director)
S C Ganegoda
K D G Gunaratne
M C B Talwatte
Ms. A I Wanigasekera

NOMINATIONS & GOVERNANCE COMMITTEE
T A B Speldewinde - Chairman (Senior Independent Director)
S C Ganegoda
K D G Gunaratne
M C B Talwatte
Ms. A I Wanigasekera

REGISTERED OFFICE ADDRESS
No.400 Deans Road, Colombo 10.
Telephone 011 2627000, 011 2627301-7322
Facsimile 011 2627323
E Mail: horanap@hplnet.com
Web: www.horanaplantations.com

PARENT COMPANY
Hayleys Plantation Services (Private) Limited
No.400 Deans Road,
Colombo 10.

ULTIMATE PARENT COMPANY OF THE GROUP
Hayleys PLC
No.400 Deans Road,
Colombo 10.

COMPANY SECRETARIES AND REGISTRARS
Hayleys Group Services (Private) Limited
No.400 Deans Road,
Colombo 10.

INDEPENDENT AUDITORS
KPMG
Chartered Accountants
No.32A, Sir Mohamed Macan Markar Mawatha,
Colombo 3.

LEGAL ADVISORS
Nithi Murugesu & Associates
Attorneys-at-Law & Notaries Public
No.28 (Level 2) W.A.D. Ramanayake Mawatha,
Colombo 2.

TAX ADVISORS
KPMG
Chartered Accountants
No.32A, Sir Mohamed Macan Markar Mawatha,
Colombo 3.

BANKERS
Amana Bank PLC
Commercial Bank of Ceylon PLC
Hatton National Bank PLC
People's Bank
Sampath Bank PLC
Seylan Bank PLC