HORANA PLANTATIONS PLC

(Company Number : PQ 126)

INTERIM FINANCIAL STATEMENTS

For the Three (03) Months Ended
30-Jun-2026

Registered Office - No.400, Deans Road, P.O.Box 2042, Colombo 10, Sri Lanka
 # Tel: 011 2627000 # E-mail: horanap@hplnet.com # Web: www.horanaplantations.com

Horana Plantations PLC

Interim Financial Statements
For the Three (03) Months Ended 30th June 2026

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Horana Plantations PLC

Statement of Profit or Loss and Other Comprehensive Income
For the Three (03) Months Ended 30th June 2026

Year Ended 31-Mar 2026 (Audited) Rs' 000		Three (03) Months Ended 30-Jun 2026 Rs' 000	30-Jun 2025 Rs' 000	Change %
3,950,039	**Revenue**	**933,126**	935,515	*(0.26)*
(3,297,660)	Cost of Sales	**(751,116)**	(776,657)	*3.29*
652,379	**Gross Profit**	**182,010**	158,858	*14.57*
7,803	Other Income	**1,951**	1,997	*(2.31)*
81,942	Change in Fair Value of Biological Assets	**14,808**	14,857	*(0.33)*
742,124		**198,769**	175,712	*13.12*
(363,342)	Administrative Expenses	**(92,971)**	(83,680)	*(11.10)*
378,782	**Profit from Operations**	**105,798**	92,032	*14.96*
4,513	Finance Income	**2,116**	663	*219.09*
(166,985)	Finance Expenses	**(49,490)**	(37,886)	*(30.63)*
216,310	**Profit before Tax**	**58,424**	54,809	*6.59*
(78,907)	Tax Expense	**(19,441)**	(20,680)	*5.99*
137,403	**Profit for the period**	**38,983**	34,129	*14.22*
	Other Comprehensive Income:-			
	Item that will not be reclassified to Profit or Loss			
360	Actuarial Gain on Retirement Benefit Obligations	-	-	-
(108)	Tax effect on Other Comprehensive Income	-	-	-
252	**Other Comprehensive Income for the year, net of Tax**	-	-	-
137,655	**Total Comprehensive Income for the period**	**38,983**	34,130	*14.22*
5.50	**Basic Earnings per Share (Rs.cts)**	***1.56***	*1.37*	*14.22*
5.50	**Diluted Earning per Share (Rs.cts)**	***1.56***	*1.37*	*14.22*
2.10	**Dividend per Share (Rs.cts)**	-	-	-

Horana Plantations PLC

Statement of Financial Position

As at 30th June 2026

As at 31-Mar 2026 (Audited) Rs' 000		As at 30-Jun 2026 Rs' 000	30-Jun 2025 Rs' 000
	ASSETS		
	Non-Current Assets		
303,593	Right of Use Assets	**297,889**	309,622
2,760,329	Bearer Biological Assets	**2,797,014**	2,668,267
657,920	Consumable Biological Assets	**657,921**	614,226
744,653	Property, Plant & Equipment	**756,101**	694,230
4,066	Intangible Assets	**5,192**	4,287
4,470,561	**Total Non-Current Assets**	**4,514,117**	4,290,632
	Current Assets		
15,095	Non-Harvested Produce on Bearer Biological Assets	**14,808**	14,857
554,658	Inventories	**667,956**	657,376
379,266	Trade and Other Receivables	**275,128**	241,697
659	Related Companies Receivables	**992**	5,960
51,332	Cash and Cash Equivalents	**61,149**	49,855
1,001,010	**Total Current Assets**	**1,020,033**	969,745
5,471,571	**Total Assets**	**5,534,150**	5,260,377
	EQUITY & LIABILITIES		
	Equity		
250,000	Stated Capital	**250,000**	250,000
753,169	Retained Earnings	**792,153**	702,144
1,003,169	**Total Equity**	**1,042,153**	952,144
	Non-Current Liabilities		
777,933	Interest bearing Loans and Borrowings	**677,133**	1,206,178
334,730	Lease Liabilities	**330,941**	332,218
737,826	Retirement Benefit Obligations	**750,208**	704,148
91,760	Deferred Income	**89,890**	97,317
836,137	Deferred Tax Liability	**855,577**	777,803
2,778,386	**Total Non-Current Liabilities**	**2,703,749**	3,117,663
	Current Liabilities		
422,455	Trade and Other Payables	**462,749**	336,698
74,390	Related Companies Payables	**49,029**	91,054
501,549	Interest bearing Loans and Borrowings	**537,446**	306,282
12,026	Lease Liabilities	**12,393**	10,333
679,596	Short Term Borrowings	**726,631**	446,203
1,690,016	**Total Current Liabilities**	**1,788,249**	1,190,570
4,468,402	**Total Liabilities**	**4,491,997**	4,308,233
5,471,571	**Total Equity & Liabilities**	**5,534,150**	5,260,377
40.13	***Net Assets per Ordinary Share (Rs.cts)***	***41.69***	*38.09*

The Statement of Financial Position as at **30th June 2026** 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 **30th June 2026** 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 PhD, DSc.
Managing Director

3rd August 2026

Horana Plantations PLC

Statement of Changes in Equity

For the Three (03) Months Ended 30th June 2026

(Stated Capital comprised - 25 Million Ordinary Shares and 1 Golden Share)	Stated Capital Rs'000	Retained Earnings Rs'000	Total Rs'000
Three (03) Months Ended 30th June 2025:-			
Balance as at 1st April 2025	250,000	668,014	918,014
Comprehensive Income for the period			
Profit for the year	-	34,129	34,129
Other Comprehensive Expense for the year	-	-	-
Total Comprehensive Income for the period		34,130	34,130
Dividends	-		-
Balance as at 30th June 2025	250,000	702,144	952,144
Three (03) Months Ended 30th June 2026:-			
Balance as at 1st April 2026	**250,000**	**753,170**	**1,003,170**
Comprehensive Income for the period			
Profit for the period	**-**	**38,983**	**38,983**
Other Comprehensive Expense for the period	**-**	**-**	**-**
Total Comprehensive Income for the period		**38,983**	**38,983**
Dividends	**-**		**-**
Balance as at 30th June 2026	**250,000**	**792,153**	**1,042,153**

Horana Plantations PLC

Statement of Cash Flows

For the Three (03) Months Ended 30th June 2026

Year Ended		Three (03) Months Ended	
31-Mar 2026 *(Audited)* Rs' 000		**30-Jun 2026** **Rs' 000**	30-Jun 2025 Rs' 000
	Cash Flows from Operating Activities		
216,310	Profit before Tax	**58,424**	54,809
	Adjustments for non-cash items :		
(53,364)	Change in Fair Value of Biological Assets	**(14,808)**	(9,524)
229,927	Depreciation and Amortization	**58,542**	57,937
127,735	Provision for Retirement Benefit Obligations	**32,156**	31,892
5,384	Provision for Obsolete Inventories	**1,174**	218
(596)	Provision for Impairment of Trade & Other Receivables	**448**	(32)
119,591	Finance Expenses	**40,134**	26,268
(4,513)	Finance Income	**(4,451)**	(664)
47,395	Lease Interest	**11,691**	11,617
(7,803)	Amortization of Capital Grants	**(1,951)**	(1,997)
4,916	Field Development/ Other Capital Expenditure Written off	**-**	562
684,982	*Operating Profit before Working Capital Changes*	**181,359**	171,086
	Changes in Working Capital		
46,652	Decrease/(Increase) in Inventories	**(99,377)**	(50,900)
(153,001)	Decrease/(Increase) in Trade & Other Receivables	**103,693**	(16,405)
5,073	Increase/(Decrease) in Related Companies Receivables	**(333)**	(227)
(29,311)	Decrease in Related Companies Payables	**(25,361)**	(7,986)
15,081	Increase/(Decrease) in Trade & Other Payables	**42,733**	(64,666)
569,476	*Cash Generated from Operations*	**202,714**	30,902
(117,894)	Interest paid	**(36,468)**	(24,767)
(93,215)	Payments made for Retirement Benefit Obligations	**(18,019)**	(22,104)
(528)	Payment of Taxes	**(3)**	(119)
357,839	***Net Cash Inflow/(Outflow) from Operating Activities***	**148,223**	(16,088)
	Cash Flows from Investing Activities		
(149,543)	Purchase/Construction of Property, Plant and Equipment / Intangible Assets	**(33,092)**	(37,750)
(243,138)	Expenditure incurred on Biological Assets	**(69,004)**	(53,943)
7,695	Capital Grants and Subsidies received	**80**	7,445
4,513	Finance Income	**4,451**	664
(380,473)	***Net Cash Outflow from Investing Activities***	**(97,565)**	(83,584)
	Cash Flows from Financing Activities		
(302,488)	Repayment of Project Loans	**(62,730)**	(76,032)
500,000	Receipt of Term Loans	**-**	500,000
(15,546)	Repayment of Term Loans	**(2,174)**	(9,024)
350,000	Receipt of Short Term Loans	**120,000**	50,000
(500,000)	Repayment of Short Term Loans	**-**	-
(57,674)	Payment of Lease Rentals	**(15,113)**	(14,419)
(35,789)	Payment of Dividends	**(7,860)**	(3,068)
(61,498)	***Net Cash Inflow/ (Outflow) from Financing Activities***	**32,123**	447,457
(84,131)	**Net Increase/(Decrease) in Cash and Cash Equivalents during the period**	**82,781**	347,785
(544,133)	Cash and Cash Equivalents at the beginning of the period	**(628,264)**	(544,133)
(628,264)	**Cash and Cash Equivalents at the end of the period**	**(545,483)**	(196,348)

Horana Plantations PLC

Notes to the Interim Financial Statements
For the Three (03) Months Ended 30th June 2026

1 Segmental Information

	Tea		Rubber		Oil Palm		Unallocated		Total	
	30-Jun 2026	30-Jun 2025	**30-Jun 2026**	30-Jun 2025	**30-Jun 2026**	30-Jun 2025	**30-Jun 2026**	30-Jun 2025	**30-Jun 2026**	30-Jun 2025
	Rs' 000	Rs' 000	**Rs' 000**	Rs' 000	**Rs' 000**	Rs' 000	**Rs' 000**	Rs' 000	**Rs' 000**	Rs' 000
Segmental Revenue:-										
Main Sectors	**734,922**	719,028	**65,306**	86,972	**102,897**	106,057	**-**	-	**903,125**	912,056
Other Operating Revenue	**-**	-	**-**	-	**-**	-	**30,001**	23,458	**30,001**	23,458
Segmental Revenue	**734,922**	719,028	**65,306**	86,972	**102,897**	106,057	**30,001**	23,458	**933,126**	935,515
Cost of Sales	**(603,613)**	(617,406)	**(87,222)**	(96,144)	**(43,804)**	(43,904)	**(16,477)**	(19,203)	**(751,116)**	(776,657)
Segmental Gross Profit	**131,309**	101,622	**(21,915)**	(9,172)	**59,093**	**62,152**	**13,524**	4,255	**182,010**	158,858
Other Operating Income							**1,951**	1,997	**1,951**	1,997
Change in Fair Value of Biological Assets							**14,808**	14,857	**14,808**	14,857
Administrative Expenses							**(92,971)**	(83,680)	**(92,971)**	(83,680)
Profit from Operations									**105,799**	92,032
Finance Income							**2,116**	663	**2,116**	663
Finance Expense							**(49,490)**	(37,886)	**(49,490)**	(37,886)
Profit before Taxation									**58,425**	54,809
Tax Expense							**(19,441)**	(20,680)	**(19,441)**	(20,680)
Profit for the year									**38,983**	34,129
Other Comprehensive Income:-										
Actuarial Gain/(Loss) on Retirement Benefit Obligation							-	-	-	-
Tax reversal on Other Comprehensive Income/(Expenses)							-	-	-	-
Other Comprehensive Expense for the year after tax									-	-
Total Comprehensive Income for the year									**38,983**	34,130

2 Quarterly Analysis

2.1 Market Prices (per Share)

Year Ended		Quarter Ended 30th June				
		2026		2025		Variance
31-Mar-26 Rs.Cts.		**Rs.Cts.**	**Date**	Rs.Cts.	Date	Rs.Cts.
70.00	Highest	**61.00**	**6-May-26**	50.70	11-Jun-25	10.30
41.00	Lowest	**47.10**	**24-Apr-26**	41.10	7-Apr-25	6.00
46.90	Last Traded Price	**54.50**	**30-Jun-26**	47.50	30-Jun-25	7.00

- Public holding percentage as at **30th June 2026** was **48.43 %**
- Number of shareholders representing the above percentage was **10,643**
- The float adjusted market capitalization as at **30th June 2026** was **Rs. 659,898,371.50**
- 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 30th June	
	2026	**2025**
Number of transactions	**1,149**	919
Number of shares traded	**659,436**	913,350
Value of shares traded (Rs.)	**36,247,330**	43,344,298

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.

Horana Plantations PLC

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

For the Three (03) Months Ended 30th June 2026

	Name	No. of Shares	Percentage (%)
4	***Twenty (20) Major Shareholders as at 30th June 2026***		
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	633,120	*2.532*
5	Seylan Bank PLC/Mohamed Mushtaq Fuad	578,258	*2.313*
6	Mr. Dinal Gitanjan Wijemanna	342,732	*1.371*
7	Thread Capital (Private) Limited	337,558	*1.350*
8	Dr. Dilesh Jayanntha	280,000	*1.120*
9	Mr. George Mohan Weerakoon	261,395	*1.046*
10	Hatton National Bank PLC/Mushtaq Mohamed Fuad	183,015	*0.732*
11	Senkadagala Finance PLC/M.M.Fuad	169,535	*0.678*
12	Sezeka Limited	165,053	*0.660*
13	Mr. Allan Jagath Monesh Jinadasa	160,000	*0.640*
14	Mr. Mohamed Subair Fouzal Haqque & Mrs. S.I. Haqque	159,893	*0.640*
15	Mr. Sarath Clement Ganegoda	139,774	*0.559*
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	People's Leasing And 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	Commercial Bank Of Ceylon PLC/K.D.S.R. Kulatunga	104,277	*0.417*
	Sub-Total	19,569,026	*78.276*
	Others	5,430,975	*21.724*
	Total	**25,000,001**	***100.000***
5	***Directors' Shareholdings as at 30th June 2026***		
1	Mr. A.M. Pandithage	-	-
2	Dr. Roshan Rajadurai	2,000	*0.008*
3	Mr. J.A. Rodrigo	-	-
4	Mr. S.C. Ganegoda	139,774	*0.559*
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	-	-
	Total	**141,774**	***0.567***
6	***Public Holding Percentage as at 30th June 2026***		
	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	139,774	*0.559*
	Sub-Total	**12,891,774**	***51.567***
	No.of Shareholders		
	Public Holding **10,643**	**12,108,227**	***48.433***
	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

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
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