# MADULSIMA PLANTATIONS PLC

**833, Sirimavo Bandaranaike Mawatha, Colombo 14.**

**Company Reg. No : PQ 184**

## INTERIM FINANCIAL STATEMENTS

## YEAR ENDED 31ST DECEMBER 2025

Madulsima
PLANTATIONS PLC
A MEMBER OF MELSTACORP

# MADULSIMA PLANTATIONS PLC
## Interim Financial Statements for the Year Ended 31st December 2025

## CORPORATE INFORMATION

| | | |
|---|---|---|
| Company | : | Madulsima Plantations PLC |
| Legal Form | : | Public Listed Company |
| Date of Incorporation | : | 22nd June 1992 |
| Company Registration No | : | P Q 184 |
| Registered Office | : | 833, Sirimavo Bandaranaike Mawatha , Colombo 14 |

| | | | |
|---|---|---|---|
| Board of Directors | : | Mr. D H S Jayawardena | Executive Chairman |
| | | Mr. C R Jansz | Non Executive Director |
| | | Mr. M A N S Perera | Executive Director (Resigned w.e.f. 18th September 2025) |
| | | Mr. K Dayaparan | Non Executive Director |
| | | Mr. M R Mihular | Senior Independent Non- Executive Director |
| | | Dr. R A Fernando | Independent Non-Executive Director |
| | | Mr. P A Jayatunga | Executive Director / Company Secretary |

| | | |
|---|---|---|
| Secretary | : | Mr. P A Jayatunga<br>833, Sirimavo Bandaranaike Mawatha<br>Colombo 14. |
| Registrars | : | Central Depository Systems (Pvt) Limited<br>Ground Floor, M&M Center 341/5<br>Kotte Road<br>Rajagiriya. |
| Auditors | : | Messrs. KPMG (Chartered Accountants)<br>32A, Sir Mohamad Macan Markar Mawatha.<br>Colombo 03. |
| Bankers | : | Hatton National Bank PLC<br>Head Office Branch<br>HNB Towers, No 479<br>T B Jaya Mawatha<br>Colombo 10. |
| Managing Agent | : | Melstacorp PLC<br>110, Norris Canal Road,<br>Colombo 10 |

## MADULSIMA PLANTATIONS PLC
## Interim Financial Statements for the Year Ended 31st December 2025

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| For the Period Ended | **03 Months ended 12/31/2025 Rs.'000** | 03 Months ended 12/31/2024 Rs.'000 | **Variance %** | **Unaudited Year ended 12/31/2025 Rs.'000** | Audited Year ended 12/31/2024 Rs.'000 | **Variance %** |
|---|---|---|---|---|---|---|
| Revenue | 931,448 | 1,147,703 | (19) | 4,370,263 | 4,621,236 | (5) |
| Cost of sales | (947,047) | (1,107,041) | 14 | (4,070,085) | (3,930,490) | (4) |
| **Gross profit** | **(15,599)** | 40,662 | **(138)** | **300,178** | 690,746 | **(57)** |
| Other operating income | 46,666 | (7,482) | (724) | 162,864 | 52,516 | 210 |
| Gain on change in fair value of biological assets | 168,166 | 174,870 | (4) | 396,128 | 390,525 | 1 |
| Administrative expenses | (50,314) | (56,600) | (11) | (138,266) | (128,790) | 7 |
| **Profit from operating activities** | **148,919** | 151,450 | **(2)** | **720,904** | 1,004,997 | **(28)** |
| Finance Income | 2,724 | 10,033 | (73) | 14,663 | 10,033 | 46 |
| Finance Cost | (128,278) | (123,469) | 4 | (505,907) | (551,194) | (8) |
| Net finance cost | (125,554) | (113,436) | 11 | (491,244) | (541,161) | (9) |
| **Profit before taxation** | **23,365** | **38,014** | **(39)** | **229,660** | **463,836** | **(50)** |
| Income tax charge | (81,640) | (62,662) | (30) | (132,810) | (220,092) | (40) |
| **Profit / (Loss) for the period** | **(58,274)** | **(24,648)** | **136** | **96,851** | **243,744** | **(60)** |
| **Other comprehensive income / (expenses)** | | | | | | |
| **Items that will not be Reclassified to Profit or Loss** | | | | | | |
| Acturial (loss)/gain on retirement benefit obligations | (242,616) | 15,010 | (1,716) | (242,616) | 15,010 | (1,716) |
| Tax effect on acturail gain during the year | 72,785 | (4,503) | 1,716 | 72,785 | (4,503) | (1,716) |
| Net change in fair value through OCI asset | 8 | - | - | 8 | (36) | (122) |
| Revaluation gain | 922,345 | - | 100 | 922,345 | - | 100 |
| Tax effect on revalaution gain | (276,702) | - | 100 | (276,702) | - | 100 |
| Total Comprehensive income /(expense) for the period | **417,545** | **(14,141)** | **3,053** | **572,670** | **254,215** | **125** |
| **Basic earnings per share** | **(0.34)** | **0.09** | (488) | **0.57** | **1.44** | 60 |

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

## MADULSIMA PLANTATIONS PLC
## Interim Financial Statements for the Year Ended 31st December 2025

### STATEMENT OF CHANGES IN EQUITY

| | Stated Capital Rs. '000 | Revaluation Reserve Rs. '000 | FVOCI Reserve Rs. '000 | Timber Reserve Rs. '000 | Accumulated Losses Rs. '000 | Total Equity Rs. '000 |
|---|---|---|---|---|---|---|
| Balance as at 1st January 2024 | 1,624,761 | 1,055,815 | 3,037 | 4,691,956 | (7,762,789) | (387,220) |
| Transferred to timber reserve | - | - | - | 392,343 | (392,343) | - |
| Profit for the period | - | - | - | - | 243,744 | 243,744 |
| Acturial Gain & Loss On Retirment Benefit Obligation | | | | | 10,506 | 10,506 |
| Other comprehensive income / (expense) | | - | (36) | - | - | (36) |
| Balance as at 31st December 2024 | 1,624,761 | 1,055,815 | 3,001 | 5,084,299 | (7,900,882) | (133,006) |
| **Balance as at 1st January 2025** | **1,624,761** | **1,055,815** | **3,001** | **5,084,300** | **(7,900,882)** | **(133,006)** |
| Transferred to timber reserve | - | - | - | 394,499 | (394,499) | - |
| Profit for the period | - | - | - | - | 96,851 | 96,851 |
| Acturail loss on retirement benefit obligations (net of tax) | | - | - | - | (169,831) | (169,831) |
| Revalaution gain (net of tax) | | 922,345 | - | - | (276,702) | 645,642 |
| Other comprehensive income / (expense) | | | 8 | - | - | 8 |
| **Balance as at 31st December 2025** | **1,624,761** | **1,978,160** | **3,009** | **5,478,799** | **(8,645,064)** | **439,665** |

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

# MADULSIMA PLANTATIONS PLC

## Interim Financial Statements for the Year Ended 31st December 2025

### STATEMENT OF FINANCIAL POSITION

| As At | Unaudited 31/12/2025 Rs.'000 | Audited 12/31/2024 Rs.'000 |
|---|---|---|
| **Assets** | | |
| **Non-current assets** | | |
| Right of use of land | 156,678 | 164,050 |
| Immovable leased assets (other than bare Land) | 503,680 | 272,417 |
| Freehold property, plant & equipment | 1,819,348 | 1,148,891 |
| Bearer biological assets | 1,314,345 | 1,200,196 |
| Consumable biological assets | 5,805,623 | 5,399,810 |
| Investment in financial assets - FVOCI | 4,224 | 4,216 |
| **Total non-current assets** | **9,603,899** | 8,189,580 |
| **Current Assets** | | |
| Produce bearer biological assets | 7,622 | 5,993 |
| Inventories | 571,279 | 500,862 |
| Trade and other receivables | 288,616 | 176,349 |
| Amounts due from related companies | 2,115 | 9,704 |
| Cash and cash equivalents | 203,700 | 420,026 |
| **Total current assets** | 1,073,333 | 1,112,935 |
| **TOTAL ASSETS** | **10,677,232** | 9,302,516 |
| **EQUITY AND LIABILITIES** | | |
| **Capital and reserves** | | |
| Stated capital | 1,624,761 | 1,624,761 |
| Revaluation reserve | 1,978,160 | 1,055,815 |
| Fair value through OCI reserve | 3,009 | 3,000 |
| Timber reserve | 5,478,799 | 5,084,300 |
| Accumulated losses | (8,645,064) | (7,900,881) |
| **Total equity** | **439,665** | (133,006) |
| **Non-current liabilities** | | |
| Interest bearing borrowings | 4,855,584 | 4,659,657 |
| Retirement benefit obligations | 1,616,109 | 1,322,848 |
| Deferred tax liability | 2,280,410 | 1,943,681 |
| Deferred income and capital grants | 100,398 | 109,566 |
| Lease liability to-SLSPC and JEDB | 173,149 | 172,875 |
| **Total non-current liabilities** | **9,025,650** | 8,208,627 |
| **Current liabilities** | | |
| Trade and other payable | 554,151 | 562,654 |
| Lease liability to-SLSPC and JEDB | 2,066 | 1,865 |
| Amounts due to related companies | 55,700 | 55,029 |
| Interest bearing borrowings | 600,000 | 600,000 |
| Bank overdraft | - | 7,347 |
| **Total current liabilities** | 1,211,917 | 1,226,894 |
| **Total liabilities** | 10,237,567 | 9,435,521 |
| **TOTAL EQUITY AND LIABILITIES** | **10,677,232** | 9,302,516 |
| **Net Assets Per Share** | **2.59** | **(0.78)** |

It is certified that these interim financial statements have been prepared in accordance with the requirements of the Companies Act No 07 of 2007.

*- Signed -*

**D S Heenatigalage**

General Manager - Finance

The Board of Directors is responsible for the preparation and presentation of these interim financial statements. Approved and signed for and behalf of the Board of Directors of Madulsima Plantations PLC.

*- Signed -*

**D H S Jayawardena**

Chairman

*- Signed -*

**C R Jansz**

Director

Colombo, 25th February 2026

# MADULSIMA PLANTATIONS PLC
## Interim Financial Statements for the Year Ended 31st December 2025

### STATEMENT OF CASH FLOWS

| For the Year Ended | Unaudited 31/12/2025 Rs.'000 | Audited 12/31/2024 Rs.'000 |
|---|---|---|
| **CASH FLOW FROM OPERATING ACTIVITIES** | | |
| Profit before taxation | 252,332 | 463,837 |
| **Adjustments for:** | | |
| Depreciation | 183,705 | 180,980 |
| Interest expenses | 505,907 | 551,194 |
| Interest income | (14,663) | (10,034) |
| Provision for retirement benefit obligations | 200,000 | 225,206 |
| Gain on sale of property, plant and equipment | (38,533) | - |
| Gain on sale of timber | (52,989) | - |
| Gain on change in Fair Value of Biological Assets | (396,128) | (390,525) |
| Amortization of capital grants | (9,408) | (8,432) |
| Adjustment on unclaimed retiring gratuity | - | (73,705) |
| Write off of bearer plants | - | 1,309 |
| Property, Plant & Equipment write off during the year | - | 38,180 |
| **Operating profit /(loss) before working capital changes** | **630,221** | 978,010 |
| (Increase)/decrease in inventories | (70,417) | 47,531 |
| (Increase)/decrease in trade and other receivables | (112,267) | (36,251) |
| (Increase)/decrease in amounts due from related companies | 7,589 | (9,520) |
| Increase/(decrease) in trade and other payable | (31,174) | 105,132 |
| Increase/(decrease) in amount due to related companies | 672 | (62,856) |
| **Cash generated from operating activities** | **424,624** | 1,022,046 |
| Interest paid | (281,238) | (37,120) |
| Retirement benefit obligation paid | (144,200) | (165,666) |
| Grants Received | 250 | - |
| **Net cash flows from operating activities** | **(563)** | 819,260 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Acquisition of property, plant and equipment | (124,464) | (19,817) |
| Investments in immature plantations | (149,755) | (120,616) |
| Investments in timber plantations | (18,386) | (27,045) |
| Interest received | 14,663 | 10,034 |
| Proceeds from timber sales | 61,292 | - |
| Proceeds from sale of property, plant and equipment | 38,533 | - |
| **Net cash flows from investing activities** | **(178,117)** | (157,444) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Payment of government lease rentals | (30,551) | (1,331) |
| Loans Obtained | - | 5,186 |
| Loans repayment | - | (60,889) |
| Grants Received | 250 | - |
| **Net cash flows from financing activities** | **(30,301)** | (57,034) |
| **Net increase/(decrease) in cash and cash equivalents** | (208,981) | 604,782 |
| **Cash and cash equivalents at the beginning of the period** | 412,680 | (192,102) |
| **Cash and cash equivalents at the end of the period - Note A** | **203,700** | 412,680 |
| **Note A** | | |
| Cash and cash equivalents | 203,700 | 420,026 |
| Bank overdraft | - | (7,347) |
| | **203,700** | 412,680 |

*The above figures are not audited*

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

### 01. SEGMENTAL INFORMATION

| Geographical Segment | Madulsima Region | | | | Bogawantalawa Region | | TOTAL | |
|---|---|---|---|---|---|---|---|---|
| | Uva High | | Uva Medium | | Western High | | | |
| **For the Year Ended** | **31/12/2025** | 12/31/2024 | **31/12/2025** | 12/31/2024 | **31/12/2025** | 12/31/2024 | **31/12/2025** | 12/31/2024 |
| | **Rs.'000** | Rs.'000 | **Rs.'000** | Rs.'000 | **Rs.'000** | Rs.'000 | **Rs.'000** | Rs.'000 |
| **(a) Segment results** | | | | | | | | |
| Revenue | 1,581,233 | 1,745,720 | 640,670 | 763,135 | 2,148,361 | 2,112,381 | 4,370,263 | 4,621,236 |
| Cost of sales | (1,367,086) | (1,404,042) | (679,280) | (687,048) | (2,023,720) | (1,839,400) | (4,070,085) | (3,930,490) |
| Gross profit | **214,147** | 341,678 | **(38,610)** | 76,087 | **124,641** | 272,981 | **300,178** | 690,745 |
| **Unallocated** | | | | | | | | |
| Other operating income | | | | | | | 162,864 | 52,516 |
| Administrative expenses | | | | | | | (138,265) | (128,790) |
| Gain on change in fair value of biological asset | | | | | | | 396,128 | 390,525 |
| **Profit from operating activities** | | | | | | | **720,905** | 1,004,996 |
| Net finance cost | | | | | | | (491,244) | (541,161) |
| **Profit before taxation** | | | | | | | **229,661** | 463,835 |
| Income tax charge | | | | | | | (132,810) | (220,092) |
| **Profit for the period** | | | | | | | **96,851** | **243,743** |
| **(b) Segment assets** | | | | | | | | |
| **As at** | **31/12/2025** | 12/31/2024 | **31/12/2025** | 12/31/2024 | **31/12/2025** | 12/31/2024 | **31/12/2025** | 12/31/2024 |
| Non-current assets | 107,358 | 102,372 | 26,779 | 51,360 | 258,143 | 232,334 | 392,279 | 386,066 |
| Current assets | 224,085 | 231,403 | 91,045 | 106,838 | 372,827 | 273,323 | 687,957 | 611,565 |
| | **331,442** | 333,775 | **117,824** | 158,198 | **630,970** | 505,657 | **1,080,237** | 997,631 |
| **Unallocated** | | | | | | | | |
| Non-current assets | | | | | | | 9,211,620 | 7,803,514 |
| Current assets | | | | | | | 385,375 | 501,371 |
| Total assets | | | | | | | **10,677,232** | 9,302,515 |
| **(c) Segment liabilities** | | | | | | | | |
| Non-current liabilities | 557,451 | 559,683 | 329,150 | 321,212 | 720,501 | 685,230 | 1,607,103 | 1,566,125 |
| Current liabilities | 134,505 | 172,389 | 47,448 | 96,490 | 199,825 | 191,686 | 381,777 | 460,565 |
| | **691,956** | 732,072 | **376,598** | 417,702 | **920,326** | 876,916 | **1,988,881** | 2,026,690 |
| **Unallocated** | | | | | | | | |
| Non-current liabilities | | | | | | | 7,418,547 | 6,642,502 |
| Current liabilities | | | | | | | 830,140 | 766,329 |
| **Total liabilities** | | | | | | | **10,237,568** | 9,435,521 |
| **(d) Capital expenditure** | | | | | | | | |
| - Allocated | 53,524 | 50,777 | 14,758 | 19,302 | 137,789 | 93,758 | 206,072 | 163,837 |
| - Unallocated | | | | | | | 86,533 | 3,641 |
| | | | | | | | **292,605** | 167,478 |
| **(e) Depreciation** | | | | | | | | |
| - Allocated | 56,002 | 65,315 | 33,441 | 35,502 | 54,578 | 64,464 | 144,021 | 165,281 |
| - Unallocated | | | | | | | 39,684 | 15,699 |
| | | | | | | | **183,705** | 180,980 |

*Figures in brackets indicate deductions.*

*The above figures are not audited*

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

**02. Approval of the financial statement**

These interim financial statements of the Company for the Year ended 31st December 2025 were approved by the Board of Directors on 25th February 2026.

**03. Basis of preparation**

The Interim Financial Statements have been prepared in accordance with the Accounting Policies set out in the most recent Annual Report of the Company and are in compliance with Sri Lanka Accounting Standards LKAS 34 - Interim financial reporting.

**04.** There has not been a significant change in the nature of contingent liabilities which were disclosed in the Annual Report for the year ended 31st December 2024.

**05.** No circumstances have arisen since the Statement of Financial Position date, which would require adjustment to or disclosure in the Interim Financial Statements.

**06.** The aggregate value of the non-current related party loan balance payable to the parent company, Melstacorp PLC has exceeded 10% of the equity.

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

## INVESTOR INFORMATION

**01. Market Price Per Share**

| | **Quarter ended 12/31/2025** | Quarter ended 12/31/2024 |
|---|---|---|
| Highest during the period Rs. | 14.50 | 16.00 |
| Lowest during the period Rs. | 11.00 | 10.40 |
| Last traded price Rs. | 12.10 | 14.10 |

**02. Directors' Shareholding**

| **Name** | **As at 31/12/2025** | As at 31/12/2024 |
|---|---|---|
| Mr. D H S Jayawardena - Executive Chairman | Nil | Nil |
| Mr. C R Jansz - Non Executive Director | Nil | Nil |
| Mr. M A N S Perera - Executive Director (resigned w.e.f. 18-09-2025) | Nil | Nil |
| Mr. K Dayaparan - Non Executive Director | Nil | Nil |
| Mr. M R Mihular - Senior Independnat Director | Nil | Nil |
| Dr. R A Fernando - Independnat Non Executive Director | Nil | Nil |
| Mr. P A Jayatunga - Executive Director / Company Secretary | Nil | Nil |
| Chief Executive Officer's holding in shares | | |
| Mr. M A Fernando | Nil | Nil |

## INVESTOR INFORMATION

### 03. Twenty (20) Largest Shareholders as at 31st December 2025

| No | Name of Shareholder | No. of Shares | % |
|---|---|---|---|
| 1 | MELSTACORP PLC | 94,265,671 | 55.61 |
| 2 | STASSEN EXPORTS (PVT) LIMITED | 58,958,456 | 34.78 |
| 3 | SECRETARY TO THE TREASURY | 3,800,000 | 2.24 |
| 4 | MR.H.M.P.S.HERATH | 1,005,502 | 0.59 |
| 5 | MR.S.PALIHAWADANA & MRS.R.S.DALUWATTA | 819,363 | 0.48 |
| 6 | THREAD CAPITAL (PRIVATE) LIMITED | 315,000 | 0.19 |
| 7 | DR.A.A.M.DHARMADASA | 308,223 | 0.18 |
| 8 | MR.D.N.P.RATHNAYAKE | 200,000 | 0.12 |
| 9 | SENKADAGALA FINANCE PLC/P.T.M.I.G.THILAKARATHNA | 175,000 | 0.10 |
| 10 | MR.T.A.C.MADUSHAN | 144,000 | 0.08 |
| 11 | PEOPLES LEASING AND FINANCE PLC/W.M.D.I.P.ABEYRATHNE | 138,950 | 0.08 |
| 12 | MR.M.R.LAFIR | 115,000 | 0.07 |
| 13 | MR.M.A.ASLAM | 110,000 | 0.06 |
| 14 | MR.L.H.R.PERERA | 104,543 | 0.06 |
| 15 | MR.J.A.P.D.JAYASURIYA | 100,000 | 0.06 |
| 16 | MR.A.V.R.DE SILVA JAYATHILAKE | 100,000 | 0.06 |
| 17 | MR.T..LOGANATHAN | 99,189 | 0.06 |
| 18 | MR.N.RAMESHRAJA | 90,560 | 0.05 |
| 19 | MR.M.S.ARUMGAM | 79,411 | 0.05 |
| 20 | MR.G.S.PERERA | 75,043 | 0.04 |
| | **Sub Total** | **161,003,911** | **94.99** |
| | **Other Shareholders** | **8,497,186** | **5.01** |
| | **Grand Total** | **169,501,097** | **100.00** |

| | **12/31/2025** | 12/31/2024 |
|---|---|---|
| Public holding percentage (%) | 9.60 | 7.30 |
| Number of Shareholders representing public shareholdings | 19,285 | 19,071 |
| Float adjusted market capitalization | 196,892,474 | 184,505,637 |

**Minimum public holding requirement**

The float adjusted Market Capitalization of the company falls under Option 05 of Rule 7.13.1 (a) of the Listing Rules of the Colombo Stock Exchange and the company has not compiled with the minimum public holding percentage requirement applicable under the said option.