MADULSIMA PLANTATIONS PLC

833, Sirimavo Bandaranaike Mawatha, Colombo -14

Company Reg. No : PQ 184

INTERIM FINANCIAL STATEMENTS

THREE MONTHS PERIOD ENDED 31ST MARCH 2026

Madulsima
PLANTATIONS PLC
A MEMBER OF MELSTACORP

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Three Months Period Ended 31st March 2026

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. 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 833, Sirimavo Bandaranaike Mawatha Colombo 14.
Registrars	:	Central Depository Systems (Pvt) Limited Ground Floor, M&M Center 341/5 Kotte Road Rajagiriya.
Auditors	:	Messrs. KPMG (Chartered Accountants) 32A, Sir Mohamad Macan Markar Mawatha. Colombo 03.
Bankers	:	Hatton National Bank PLC, City Office, 16, Janadhipathi Mawatha, Colombo 01.
Managing Agent	:	Melstacorp PLC 110, Norris Canal Road, Colombo 10

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Three Months Period Ended 31st March 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Three Months Period Ended	Unaudited 31/03/2026 Rs.'000	Unaudited 31/03/2025 Rs.'000	Variance %
Revenue	1,019,271	912,341	12
Cost of sales	(1,018,763)	(907,304)	12
Gross profit	**508**	**5,037**	(90)
Other operating income	83,384	31,763	163
Gain on change in fair value of biological assets	78,490	84,622	(7)
Administrative expenses	(26,291)	(23,197)	13
Profit from operating activities	**136,091**	**98,225**	39
Finance Income	2,625	4,170	(37)
Finance Cost	(132,442)	(123,279)	7
Net Finance Cost	*(129,817)*	*(119,108)*	*9*
Profit / (Loss) before income tax	**6,274**	**(20,883)**	130
Income tax expense	(19,059)	(22,814)	(16)
Profit / (Loss) for the period	**(12,784)**	**(43,697)**	**71**
Other comprehensive income /(expenses) for the period	-	-	-
Total other comprehensive income /(expense) for the period	-	-	-
Total comprehensive income /(expense) for the period	**(12,784)**	**(43,697)**	**71**
Basic earnings/(loss) per share (Rs.)	**(0.08)**	**(0.26)**	71

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

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Three Months Period Ended 31st March 2026

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 2025	1,624,761	1,055,815	3,365	5,082,482	(7,899,063)	(132,641)
Transferred to timber reserve	-	-	-	84,622	(84,622)	
Profit/(Loss) for the period	-	-	-	-	(43,697)	(43,697)
Other comprehensive income / (expense)		-	-	-	-	-
Balance as at 31st March 2025	1,624,761	1,055,815	3,365	5,167,104	(8,027,383)	(176,338)
Balance as at 1st January 2026	**1,624,761**	**1,709,396**	**3,133**	**5,480,428**	**(8,216,832)**	**600,885**
Transferred to timber reserve	-	-	-	75,000	(75,000)	-
Profit/(Loss) for the period	-	-	-	-	**(12,784)**	**(12,784)**
Other comprehensive income / (expense)		-	-	-	-	-
Balance as at 31st March 2026	**1,624,761**	**1,709,396**	**3,133**	**5,555,427**	**(8,304,616)**	**588,100**

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

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Three Months Period Ended 31st March 2026

STATEMENT OF FINANCIAL POSITION

As At	Unaudited 31/03/2026 Rs.'000	Unaudited 31/12/2025 Rs.'000
Assets		
Non-current assets		
Right to use of land	160,483	162,422
Immovable estate assets on finance lease (other than bare Land)	497,418	500,022
Tangible assets other than biological assets	1,832,862	1,855,118
Bearer biological assets	1,332,336	1,317,390
Consumable biological assets	5,891,912	5,805,501
Investment in Equity Securities-FVOCI	4,349	4,349
Total non-current assets	**9,719,359**	**9,644,802**
Current Assets		
Produce bearer biological assets	11,112	7,622
Inventories	628,187	538,271
Trade and other receivables	336,619	317,395
Amounts due from related companies	21,293	8,698
Cash and cash equivalents	35,116	225,858
Total current assets	1,032,327	1,097,844
TOTAL ASSETS	**10,751,685**	**10,742,646**
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	1,624,761	1,624,761
Revaluation reserve	1,709,396	1,709,396
Fair value through OCI reserve	3,133	3,133
Timber reserve	5,555,427	5,480,428
Accumulated losses	(8,304,616)	(8,216,832)
Total equity	**588,100**	**600,885**
Non-current liabilities		
Interest bearing borrowings	4,880,154	4,855,796
Retirement benefit obligations	1,420,656	1,383,559
Deferred tax liability	2,374,163	2,355,104
Deferred income and capital grants	97,847	102,095
Lease liability to-SLSPC and JEDB	178,905	177,369
Total non-current liabilities	**8,951,725**	**8,873,923**
Current liabilities		
Trade and other payable	477,446	579,923
Lease liability to-SLSPC and JEDB	2,066	2,066
Amounts due to related companies	58,740	63,652
Interest bearing borrowings	600,000	600,000
Bank overdraft	73,608	22,197
Total current liabilities	1,211,860	1,267,838
Total liabilities	10,163,585	10,141,761
TOTAL EQUITY AND LIABILITIES	**10,751,685**	**10,742,646**
Net Assets per share	**3.47**	**3.55**

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, 14th May 2026

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Three Months Period Ended 31st March 2026

STATEMENT OF CASH FLOWS

For the Three Months Period Ended	Unaudited 31/03/2026 Rs.'000	Unaudited 31/03/2025 Rs.'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	6,274	(20,883)
Adjustments for:		
Depreciation	47,826	38,702
Interest income	(2,625)	(4,170)
Interest expense	131,759	123,279
Provision for retirement benefit obligations	52,258	56,997
Gain on fair valuation of timber plantations	(78,490)	(84,622)
Amortization of capital grants	(2,107)	(1,252)
Gain on sale of timber	(31,975)	-
Gain on sale of property, plant and equipment	(4,650)	-
Operating profit /(loss) before working capital changes	**118,269**	**108,051**
(Increase)/decrease in inventories	(89,916)	(190,640)
(Increase)/decrease in trade and other receivables	(19,224)	(109,646)
(Increase)/decrease in amounts due from related companies	(12,595)	471
Increase/(decrease) in trade and other payable	(102,477)	86,763
Increase/(decrease) in amount due to related companies	(4,912)	5,297
Cash generated from operating activities	**(110,855)**	**(99,704)**
Interest paid	(100,000)	-
Retirement benefit obligation paid	(15,500)	(23,279)
Net cash flows from operating activities	**(226,355)**	**(122,984)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(5,426)	(1,139)
Investments in immature plantations	(31,784)	(29,695)
Investments in timber plantations	(11,411)	(3,916)
Interest received	2,625	4,170
Proceeds from timber sales	31,975	-
Proceeds from sale of property, plant and equipment	4,650	-
Net cash flows from investing activities	**(9,371)**	**(30,579)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of government lease rentals	(6,428)	(6,192)
Loans repayment	-	(26,333)
Net cash flows from financing activities	**(6,428)**	**(32,526)**
Net increase/(decrease) in cash and cash equivalents	(242,154)	(186,088)
Cash and cash equivalents at the beginning of the period	203,661	412,719
Cash and cash equivalents at the end of the period - Note A	**(38,493)**	**226,628**
Note A		
Cash and cash equivalents	35,116	226,628
Bank overdraft	(73,608)	-
	(38,493)	**226,628**

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

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Three Months Period Ended 31st March 2026

NOTES TO THE INTERIM FINANCIAL STATEMENTS

01. SEGMENTAL INFORMATION

Geographical segment	Madulsima Region				Bogawantalawa Region		TOTAL	
	Uva High		Uva Medium		Western High			
For the 3 months ended	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025
	Rs.'000	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000
(a) Segment revenue								
Revenue	284,013	300,334	97,196	121,469	638,062	490,538	1,019,271	912,341
Cost of sales	(307,347)	(301,762)	(127,329)	(157,982)	(584,087)	(447,560)	(1,018,763)	(907,304)
Gross profit	**(23,334)**	(1,428)	**(30,133)**	(36,513)	**53,975**	42,978	**508**	5,037
Unallocated								
Other operating income							83,384	31,763
Administrative expenses							(26,291)	(23,197)
Gain on change in fair value of biological assets							78,490	84,622
Profit from operating activities							**136,091**	98,225
Net Finance cost							(129,817)	(119,108)
Profit or loss before income tax							**6,274**	(20,883)
Income tax expense							(19,059)	(22,814)
Profit/(Loss) for the period							**(12,784)**	(43,697)
(b) Segment assets								
As at	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025
Non-current assets	113,234	96,195	27,054	52,503	282,903	246,566	423,192	395,264
Current assets	300,140	304,119	176,316	136,182	383,567	330,856	774,350	771,157
	413,374	400,314	**203,370**	188,685	**666,470**	577,422	**1,197,542**	1,166,421
Unallocated								
Non-current assets							9,296,167	7,839,667
Current assets							257,978	463,203
Total assets							**10,751,686**	9,469,291
(c) Segment liabilities								
Non-current liabilities	568,490	556,768	336,453	337,269	747,052	684,550	1,624,681	1,578,587
Current liabilities	192,888	209,739	141,958	127,035	173,249	186,705	449,736	523,479
	761,378	766,507	**478,412**	464,304	**920,301**	871,255	**2,074,417**	2,102,066
Unallocated								
Non-current liabilities							7,327,045	7,038,724
Current liabilities							762,123	504,840
Total liabilities							**10,163,585**	9,645,630
Capital expenditure								
As at	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025	**31/03/2026**	31/03/2025
- Allocated	**14,718**	4,292	**8,152**	2,665	**25,752**	27,792	**48,621**	34,749
- Unallocated							**-**	-
							48,621	34,749
Depreciation								
- Allocated	**18,044**	15,284	**9,949**	7,764	**16,846**	11,911	**44,839**	34,959
- Unallocated							**2,986**	3,743
							47,826	38,702

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS

01. Approval of the financial statement

These interim financial statements of the Company for the period ended 31st March 2026 were approved by the Board of Directors on 14th May 2026.

02. 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.

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

04. The Inland Revenue Department has initiated an audit in relation to the Value Added Tax (VAT) of the Company for the financial year 2024. The Company is currently in the process of providing the required documentation and clarifications and the ultimate outcome and the financial impact, if any, cannot be determined at this stage.

Except the above, no events or circumstances have arisen since the Statement of Financial Position date, which would require adjustment to or disclosure in the Interim Financial Statements

05. The aggregate value of the non-current related party balance of the loans obtained from the parent company Melstacorp PLC has exceeded 10% of the equity.

06. 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.

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Three Months Period Ended 31st March 2026

INVESTOR INFORMATION

01. Market Price Per Share

	Quarter ended 31/03/2026	Quarter ended 31/03/2025
Highest during the period Rs.	13.30	16.90
Lowest during the period Rs.	10.60	9.10
Last traded price Rs.	10.90	12.20

02. Directors' Shareholding

None of the Directors or the Chief Executive Officer held shares in the Company as at 31 March 2026 (31 March 2025: Nil).

03. Twenty (20) Largest Shareholders as at 31st March 2026

No	Name of the Shareholder	No. of Shares	% of issued capital
1	MELSTACORP PLC	93,509,677	55.17
2	STASSEN EXPORTS (PVT) LIMITED	58,387,171	34.45
3	SECRETARY TO THE TREASURY	3,800,000	2.24
4	MR. H.M.P.S. HERATH	2,263,285	1.34
5	MR. S. PALIHAWADANA & MRS. R.S.DALUWATTA	831,164	0.49
6	DR. A.A.M. DHARMADASA	308,223	0.18
7	MR. D.N.P. RATHNAYAKE	300,000	0.18
8	SENKADAGALA FINANCE PLC/K.T.L.A.J.PEIRIS	250,000	0.15
9	SENKADAGALA FINANCE PLC/P.T.M.I.G.THILAKARATNE	175,000	0.12
10	MR. T.A.C. MADUSHAN	144,000	0.08
11	PEOPLE S LEASING AND FINANCE	138,950	0.08
12	MR. M.R. LAFFIR	115,000	0.07
13	MR. L.H.R. PERERA	104,543	0.06
14	MR. J.A.P.D. JAYASURIYA	102,200	0.06
15	MR. A.V.R. DE SILVA JAYATILLEKE	100,000	0.06
16	MRS. S. PUSHPARAJAH	100,000	0.06
17	MR. T. LOGANATHAN	99,189	0.06
18	MR. N. RAMESHRAJA	90,485	0.05
19	MR. M.A. ASLAM	80,000	0.05
20	MR. M.S. ARUMUGAM	79,411	0.05
	Sub Total	**160,978,298**	**94.97**
	Other Shareholders	**8,522,799**	**5.03**
	Grand Total	**169,501,097**	**100.00**

	31/03/2026	31/03/2025
Percentage of shares held by the public	10.39%	8.06%
Number of Shareholders representing public shareholdings	19,235	19,095
Float adjusted market capitalization (Rs '000)	191,888	122,666

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 complied with the minimum public holding percentage requirement applicable under the said option.