MADULSIMA PLANTATIONS PLC

833, Sirimavo Bandaranaike Mawatha, Colombo -14

Company Reg. No : PQ 184

INTERIM FINANCIAL STATEMENTS

SIX MONTHS PERIOD ENDED 30TH JUNE 2026

Madulsima
PLANTATIONS PLC
A MEMBER OF MELSTACORP

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Six Months Period Ended 30th June 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 Hasitha S Jayawardena	Executive Chairman
		Mr. C R Jansz	Non Executive Director
		Mr. K Dayaparan	Non Executive Director
		Mr. M R Mihular	Senior Independent Director
		Dr. R A Fernando	Independent Non-Executive Director
		Mr. P A Jayatunga	Executive Director
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 Six Months Period Ended 30th June 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For Three Months Ended			For Six Months Ended		
	30/6/2026 Rs. 000	30/6/2025 Rs. 000	Variance %	30/6/2026 Rs. 000	30/6/2025 Rs. 000	Variance %
Revenue	1,259,638	1,327,309	(5)	2,278,909	2,239,650	2
Cost of sales	(1,212,725)	(1,171,824)	3	(2,231,488)	(2,079,128)	7
Gross profit	**46,913**	**155,485**	(70)	**47,421**	**160,522**	(70)
Other operating income	13,715	37,266	(63)	97,100	69,029	41
Gain on change in fairvalue of biological assets	109,404	67,781	61	187,894	152,403	23
Administrative expenses	(36,447)	(32,912)	11	(62,738)	(56,109)	12
Profit from operating activities	**133,585**	**227,620**	(41)	**269,677**	**325,845**	(17)
Finance Income	(628)	2,508	100	1,997	6,678	(70)
Finance Cost	(135,279)	(128,436)	5	(267,721)	(251,714)	6
Net Finance Cost	*(135,908)*	*(125,928)*	*(8)*	*(265,725)*	*(245,036)*	*(8)*
Profit/(loss) before income tax	**(2,323)**	**101,692**	102	**3,952**	**80,809**	95
Income tax (expense) / reversal	(4,007)	2,174	284	(23,066)	(20,640)	12
Profit/(loss) for the period	**(6,330)**	**103,866**	**106**	**(19,114)**	**60,170**	132
Other comprehensive income /(expenses)						
Items that will not be reclassified to profit or loss						
Total Other Comprehensive income /(expenses) for the period	-	-	-	-	-	-
Total Comprehensive income/(exepnse) for - - the period	**(6,330)**	**103,866**	**106**	**(19,114)**	**60,170**	**132**
Basic earnings per share (Rs.)	**(0.04)**	**0.61**	(106)	**(0.11)**	**0.35**	(132)

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

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Six Months Period Ended 30th June 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	3,000	5,084,300	(7,900,881)	(133,006)
Transferred to timber reserve	-	-	-	152,403	(152,403)	-
Profit/(Loss) for the period	-	-	-	-	60,170	60,170
Other comprehensive income / (expense)		-	-	-	-	-
Balance as at 30th June 2025	1,624,761	1,055,815	3,000	5,236,703	(7,993,115)	(72,836)
Balance as at 1st January 2026	**1,624,761**	**1,790,456**	**3,133**	**5,460,898**	**(8,228,795)**	**650,452**
Transferred to timber reserve	-	-	-	187,629	(187,629)	-
Profit/(Loss) for the period	-	-	-	-	(19,114)	**(19,114)**
Other comprehensive income / (expense)		-	-	-	-	-
Balance as at 30th June 2026	**1,624,761**	**1,790,456**	**3,133**	**5,648,527**	**(8,435,537)**	**631,338**

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

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Six Months Period Ended 30th June 2026

STATEMENT OF FINANCIAL POSITION

As At	Unaudited 30/6/2026 Rs. 000	Audited 31/12/2025 Rs. 000
Assets		
Non-current assets		
Right of use of land	158,543	162,422
Immovable leased assets (other than bare Land)	486,865	500,023
Freehold property, plant & equipment	1,931,261	1,970,787
Bearer biological assets	1,339,528	1,307,847
Consumable biological assets	5,985,426	5,794,753
Investment in financial assets - FVOCI	4,349	4,348
Total non-current assets	**9,905,972**	**9,740,180**
Current Assets		
Produce on bearer biological assets	7,888	7,622
Inventories	1,040,744	513,163
Trade and other receivables	294,434	283,523
Amounts due from related companies	3,178	8,699
Cash and cash equivalents	66,556	225,858
Total current assets	1,412,800	1,038,865
TOTAL ASSETS	**11,318,772**	**10,779,045**
EQUITY AND LIABILITIES		
Equity		
Stated capital	1,624,761	1,624,761
Revaluation reserve	1,790,456	1,790,456
Fair value through OCI reserve	3,133	3,132
Timber reserve	5,648,527	5,460,898
Accumulated losses	(8,435,537)	(8,228,795)
Total equity	**631,338**	**650,452**
Non-current liabilities		
Interest bearing borrowings	4,954,931	4,855,796
Retirement benefit obligations	1,432,120	1,383,560
Deferred tax liability	2,407,544	2,384,478
Deferred income	91,669	101,387
Lease liability - SLSPC and JEDB	161,689	177,236
Total non-current liabilities	**9,047,953**	**8,902,457**
Current liabilities		
Trade and other payable	701,119	538,080
Lease liability - SLSPC and JEDB	19,283	2,207
Amounts due to related companies	61,656	63,652
Interest bearing borrowings	600,000	600,000
Bank overdraft	257,424	22,197
Total current liabilities	1,639,481	1,226,136
Total liabilities	10,687,435	10,128,593
TOTAL EQUITY AND LIABILITIES	**11,318,772**	**10,779,045**
Net Assets per share	**3.72**	**3.84**

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, 12th August 2026

MADULSIMA PLANTATIONS PLC

Interim Financial Statement for the Six Months Period Ended 30th June 2026

STATEMENT OF CASH FLOWS

For the Six Months Period ended	Unaudited 30/6/2026 Rs.'000	Unaudited 30/6/2025 Rs.'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	3,952	80,809
Adjustments for:		
Depreciation	104,025	81,337
Interest income	(1,997)	(6,678)
Interest expense	267,721	251,714
Provision for retirement benefit obligations	90,492	100,634
Gain on change in fair valuation of biological assets	(187,894)	(152,403)
Amortization of capital grants	(4,215)	(4,405)
Gain on disposal of property plant and equipment	(4,650)	(8,790)
Gain on sale of consumable biological assets	(38,330)	-
Operating profit before working capital changes	**229,106**	**342,218**
(Increase)/decrease in inventories	(527,581)	(180,066)
(Increase)/decrease in trade and other receivables	(10,911)	(170,843)
(Increase)/decrease in amounts due from related companies	5,521	3,609
Increase/(decrease) in trade and other payable	163,039	17,261
Increase/(decrease) in amount due to related companies	(1,996)	(2,646)
Cash generated from operating activities	**(142,823)**	**9,534**
Interest paid	(168,711)	(37,690)
Retirement benefit obligation paid	(34,064)	(62,758)
Grants Received	250	
Net cash flows from operating activities	**(345,348)**	**(90,914)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(8,783)	(95)
Investments in immature plantations	(72,959)	(36,710)
Investments in timber plantations	(4,792)	(5,281)
Proceeds from timber sales	31,975	10,334
Proceeds from sale of property, plant and equipment	4,650	-
Interest received	1,997	6,678
Net cash flows from investing activities	**(47,913)**	**(25,074)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of government lease rentals	(1,269)	(1,303)
Net cash flows from financing activities	**(1,269)**	**(1,303)**
Net increase/(decrease) in cash and cash equivalents	(394,530)	(117,291)
Cash and cash equivalents at the beginning of the period	203,661	412,680
Cash and cash equivalents at the end of the period - Note A	**(190,869)**	**295,389**
Note A		
Cash and cash equivalents	66,556	295,389
Bank overdraft	257,424	-
	(190,869)	**295,389**

Figures in brackets indicate deductions.
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 six months ended	**30/6/2026**	30/6/2025	**30/6/2026**	30/6/2025	**30/6/2026**	30/6/2025	**30/6/2026**	30/6/2025
	Rs.'000	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000
(a) Segment revenue								
Revenue	788,246	876,097	248,532	325,491	1,242,131	1,038,062	2,278,909	2,239,650
Cost of sales	(757,499)	(749,001)	(293,800)	(340,221)	(1,180,189)	(989,906)	(2,231,488)	(2,079,128)
Gross profit	**30,746**	127,095	**(45,267)**	(14,730)	**61,942**	48,157	**47,421**	160,522
Unallocated								
Other operating income							97,100	69,029
Administrative expenses							(62,738)	(56,109)
Gain on change in fairvalue of biological assets							187,894	152,403
Profit from operating activities							**269,677**	325,845
Net Finance cost							(265,725)	(245,036)
Profit before income tax							**3,952**	80,809
Income tax (expense) / reversal							(23,066)	(20,640)
Profit/(loss) for the period							**(19,114)**	60,170

(b) Segment assets								
As at	**30/6/2026**	30/6/2025	**30/6/2026**	30/6/2025	**30/6/2026**	30/6/2025	**30/6/2026**	30/6/2025
	Rs.'000	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000
Non-current assets	119,659	98,968	40,251	52,566	304,695	256,868	464,605	408,401
Current assets	379,926	268,160	205,561	131,771	573,515	339,464	1,159,002	739,394
	499,585	367,128	**245,812**	184,336	**878,210**	596,331	**1,623,607**	1,147,795
Unallocated								
Non-current assets							9,441,367	7,901,624
Current assets							253,798	598,017
Total assets							**11,318,772**	9,647,437
(c) Segment liabilities								
Non-current liabilities	569,903	572,763	333,817	327,040	757,813	702,176	1,642,250	1,604,045
Current liabilities	172,353	181,218	108,331	117,739	255,860	198,260	555,828	495,151
	742,256	753,981	**442,148**	444,779	**1,013,674**	900,436	**2,198,078**	2,099,196
Unallocated								
Non-current liabilities							7,405,703	6,883,930
Current liabilities							1,083,653	737,147
Total liabilities							**10,687,435**	9,720,273
Capital expenditure								
- Allocated	**20,004**	7,022	**19,818**	7,334	**45,235**	27,730	**85,056**	42,086
- Unallocated							**1,478**	-
							86,534	42,086
Depreciation								
- Allocated	**37,708**	33,015	**19,667**	15,982	**37,704**	30,811	**95,079**	79,807
- Unallocated							**8,946**	1,530
							104,025	81,337

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 six months period ended 30th June 2026 were approved by the Board of Directors on 12th August 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 2025.

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 balance of the loans obtained from 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 30/06/2026	Quarter ended 30/06/2025
Highest during the period Rs.	13.00	13.40
Lowest during the period Rs.	9.50	11.00
Last traded price Rs.	10.30	12.00

02. Directors' Shareholding

None of the Directors or the Chief Executive Officer held shares in the Company as at 30th June 2026 (30th June 2025: Nil)

03. Twenty (20) Largest Shareholders as at 30th June 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	58,083,057	34.27
3	SECRETARY TO THE TREASURY	3,800,000	2.24
4	MR. S. PALIHAWADANA & MRS. R.S.DALUWATTA	836,164	0.49
5	MR. M.A.M. AZLAM	648,209	0.38
6	MR. M.H. NASSIM HUSSAIN	587,772	0.35
7	DR. A.A.M. DHARMADASA	308,223	0.18
8	MR. D.N.P. RATHNAYAKE	300,000	0.18
9	SENKADAGALA FINANCE PLC/P.T.M.I.G.THILAKARATNE	175,000	0.10
10	MR. B.A.D. INDRASIRI	172,000	0.10
11	MR. W.A.S.P. DE SARAM	168,271	0.10
12	REV. I. SIRISUMANA	153,750	0.09
13	MR. T.A.C. MADUSHAN	144,000	0.08
14	PEOPLE S LEASING AND FINANCE PLC/W.M.D.I.P.ABEYRATHNE	138,950	0.08
15	MR. W.A.S.P. DE SARAM & MRS. W.I.S.DE SERAM	123,730	0.07
16	MR. M.R. LAFFIR	115,000	0.07
17	MR. L.H.R. PERERA	104,543	0.06
18	MR. P.D. THALPE PANDITHAGE	100,504	0.06
19	MR. A.V.R. DE SILVA JAYATILLEKE	100,000	0.06
20	MR. J.A.P.D. JAYASURIYA	100,000	0.06
		159,668,850	**94.20**
	Other Shareholders	**9,832,247**	**5.80**
	Grand Total	**169,501,097**	**100.00**

	30/06/2026	30/06/2025
Percentage of shares held by the public	10.57%	8.28%
Number of Shareholders representing public shareholdings	19,352	19,121
Float adjusted market capitalization (Rs '000)	184,450	168,416

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.