MADULSIMA PLANTATIONS PLC

833, Sirimavo Bandaranaike Mawatha, Colombo 14.

Company Reg. No : PQ 184

INTERIM FINANCIAL STATEMENTS

NINE MONTHS PERIOD ENDED 30TH SEPTEMBER 2026

Madulsima
PLANTATIONS PLC
A MEMBER OF MELSTACORP

MADULSIMA PLANTATIONS PLC

Interim Financial Statements for the Nine Months Period Ended 30th September 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 / Company Secretary

Secretary	:	Mr. P A Jayatunga 833, Sirimavo Bandaranaike Mawatha Colombo 14. Telephone 0112 522871
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 Head Office Branch HNB Towers, No 479 T B Jaya Mawatha Colombo 10.
Managing Agent	:	Melstacorp PLC 110, Norris Canal Road Colombo 10

MADULSIMA PLANTATIONS PLC

Interim Financial Statements for the Nine Months Period Ended 30th September 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For Three Months Period Ended			For Nine Months Period Ended		
	30/9/2026 Rs.'000	30/9/2025 Rs.'000	**Variance %**	**30/9/2026 Rs.'000**	30/9/2025 Rs.'000	**Variance %**
Revenue	1,247,628	1,199,165	4	3,526,537	3,438,815	3
Cost of sales	(1,339,515)	(1,043,910)	(28)	(3,571,003)	(3,123,038)	(14)
Gross profit / (loss)	**(91,887)**	155,255	**(159)**	**(44,466)**	315,777	**(114)**
Other operating income	22,626	47,169	(52)	119,726	116,198	3
Gain on change in fair value of biological assets	90,808	75,559	20	278,702	227,962	22
Administrative expenses	(40,491)	(31,843)	(27)	(103,229)	(87,952)	(17)
Profit / (loss) from operating activities	**(18,943)**	246,140	**(108)**	**250,734**	571,985	**(56)**
Finance Income	-	5,261	(100)	1,997	11,939	(83)
Finance Cost	(183,876)	(125,915)	(46)	(451,597)	(377,629)	(20)
Net finance cost	(183,876)	(120,654)	(52)	(449,600)	(365,690)	(23)
Profit / (loss) before taxation	**(202,819)**	**125,486**	**(262)**	**(198,867)**	**206,295**	**(196)**
Income tax charge	(34,602)	(30,530)	(13)	(57,668)	(51,170)	(13)
Profit / (loss) for the period	**(237,422)**	**94,956**	**(350)**	**(256,535)**	**155,125**	**(265)**
Other comprehensive income /(expenses) for the period		-	-	-	-	-
Total comprehensive income /(expense) for the period	**(237,422)**	**94,956**	**(350)**	**(256,535)**	**155,125**	**(265)**
Basic earnings per share	**(1.40)**	0.56	(350)	**(1.51)**	0.92	(265)

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

MADULSIMA PLANTATIONS PLC

Interim Financial Statements for the Nine Months Period Ended 30th September 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	-	-	-	225,000	(225,000)	-
Profit for the period	-	-	-	-	155,125	155,125
Other comprehensive income / (expense)		-	-	-	-	-
Balance as at 30th September 2025	1,624,761	1,055,815	3,000	5,309,300	(7,970,756)	22,120
Balance as at 1st January 2026	**1,624,761**	**1,790,456**	**3,132**	**5,460,898**	**(8,228,795)**	**650,452**
Transferred to timber reserve	-	-	-	(282,447)	282,447	-
Profit / (loss) for the period	-	-	-	-	(256,535)	(256,535)
Other comprehensive income / (expense)		-	-	-	-	-
Balance as at 30th September 2026	**1,624,761**	**1,790,456**	**3,132**	**5,178,451**	**(8,202,883)**	**393,917**

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

MADULSIMA PLANTATIONS PLC

Interim Financial Statements for the Nine Months Period Ended 30th September 2026

STATEMENT OF FINANCIAL POSITION

As at	Unaudited 30/09/2026 Rs.'000	Audited 31/12/2025 Rs.'000
Assets		
Non-current assets		
Right of use of land	157,250	162,422
Immovable leased assets (other than bare Land)	481,019	500,023
Freehold property, plant & equipment	1,913,648	1,970,787
Bearer biological assets	1,399,250	1,307,847
Consumable biological assets	6,086,016	5,794,753
Investment in financial assets - FVOCI	4,349	4,348
Total non-current assets	**10,041,532**	9,740,180
Current Assets		
Produce bearer biological assets	3,877	7,622
Inventories	595,021	513,163
Trade and other receivables	335,087	283,523
Amounts due from related companies	4,289	8,699
Cash and cash equivalents	108,611	225,858
Total current assets	**1,046,885**	1,038,865
TOTAL ASSETS	**11,088,417**	10,779,045
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	1,624,761	1,624,761
Revaluation reserve	1,790,456	1,790,456
Fair value through OCI reserve	3,132	3,133
Timber reserve	5,178,451	5,460,898
Accumulated losses	(8,202,883)	(8,228,795)
Total equity	**393,917**	650,452
Non-current liabilities		
Interest bearing borrowings	5,027,274	4,855,796
Retirement benefit obligations	1,457,010	1,383,560
Deferred tax liability	2,442,145	2,384,478
Deferred income and capital grants	92,608	101,387
Lease liability to-SLSPC and JEDB	182,108	177,236
Total non-current liabilities	**9,201,145**	8,902,457
Current liabilities		
Trade and other payable	618,812	538,080
Lease liability to-SLSPC and JEDB	2,428	2,207
Amounts due to related companies	60,773	63,652
Interest bearing borrowings	600,000	600,000
Bank overdraft	211,342	22,197
Total current liabilities	**1,493,355**	1,226,136
Total liabilities	**10,694,500**	10,128,593
TOTAL EQUITY AND LIABILITIES	**11,088,417**	10,779,045
Net Assets Per Share	**2.32**	**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 -
K Dayaparan
Director

- Signed -
P A Jayatunga
Director

Colombo, 12th November 2026

MADULSIMA PLANTATIONS PLC

Interim Financial Statements for the Nine Months Period Ended 30th September 2026

STATEMENT OF CASH FLOWS

For Nine Months Period Ended	Unaudited 30/09/2026 Rs.'000	Unaudited 30/09/2025 Rs.'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	(198,867)	206,296
Adjustments for:		
Depreciation	159,947	121,351
Interest expenses	451,597	377,629
Interest income	(1,997)	(11,939)
Provision for retirement benefit obligations	139,428	151,226
Gain on sale of property, plant and equipment	(4,650)	(30,767)
Gain on sale of timber	(38,330)	(24,128)
Gain on change in Fair Value of Biological Assets	(278,702)	(227,962)
Amortization of capital grants	(9,544)	(6,173)
Operating profit /(loss) before working capital changes	**218,882**	555,532
(Increase)/decrease in inventories	(81,858)	(101,031)
(Increase)/decrease in trade and other receivables	(51,564)	(127,119)
(Increase)/decrease in amounts due from related companies	4,410	1,069
Increase/(decrease) in trade and other payable	80,732	5,554
Increase/(decrease) in amount due to related companies	(2,879)	(6,684)
Cash generated from operating activities	**167,724**	327,320
Interest paid	(280,245)	(149,607)
Retirement benefit obligation paid	(60,063)	(116,064)
Grants Received	250	
Net cash flows from operating activities	**(172,334)**	61,650
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(30,061)	(64,842)
Investments in immature plantations	(138,404)	(86,540)
Investments in timber plantations	(8,815)	(12,641)
Interest received	1,997	11,939
Proceeds from timber sales	38,330	24,128
Proceeds from sale of property, plant and equipment	4,650	30,767
Net cash flows from investing activities	**(132,304)**	(97,189)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of government lease rentals	(1,754)	(19,047)
Loans repayment	-	(26,333)
Net cash flows from financing activities	**(1,754)**	(45,380)
Net increase/(decrease) in cash and cash equivalents	(306,392)	(80,919)
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	**(102,731)**	331,760
Note A		
Cash and cash equivalents	108,611	331,760
Bank overdraft	(211,342)	-
	(102,731)	331,760

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 Nine Months Ended	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025
	Rs.'000	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000	**Rs.'000**	Rs.'000
(a) Segment results								
Revenue	1,232,602	1,312,251	460,696	524,250	1,833,240	1,602,314	3,526,537	3,438,815
Cost of sales	(1,174,810)	(1,102,160)	(545,800)	(534,234)	(1,850,393)	(1,486,644)	(3,571,003)	(3,123,038)
Gross profit	**57,792**	210,091	**(85,104)**	(9,984)	**(17,154)**	115,670	**(44,466)**	315,777
Unallocated								
Other operating income							119,726	116,198
Administrative expenses							(103,229)	(87,952)
Gain on change in fair value of biological asset							278,702	227,962
Profit from operating activities							**250,734**	571,985
Net finance cost							(449,600)	(365,690)
Profit before taxation							**(198,867)**	206,295
Income tax charge							(57,668)	(51,170)
Profit for the period							**(256,535)**	**155,125**
(b) Segment assets								
As at	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025
Non-current assets	143,262	111,030	62,850	58,765	364,959	302,031	571,072	471,826
Current assets	207,658	196,732	100,606	89,799	432,909	366,372	741,172	652,903
	350,921	307,762	**163,456**	148,564	**797,868**	668,403	**1,312,245**	1,124,729
Unallocated								
Non-current assets							9,470,460	7,986,641
Current assets							305,712	601,770
Total assets							**11,088,416**	9,713,140
(c) Segment liabilities								
Non-current liabilities	576,174	559,987	335,954	327,997	774,113	705,513	1,686,241	1,593,496
Current liabilities	140,024	137,327	52,884	66,230	231,958	244,748	424,867	448,306
	716,198	697,314	**388,838**	394,227	**1,006,072**	950,261	**2,111,108**	2,041,802
Unallocated								
Non-current liabilities							7,514,903	6,865,539
Current liabilities							1,068,488	783,680
Total liabilities							**10,694,500**	9,691,021
(d) Capital expenditure								
For the Nine Months Ended	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025	**30/09/2026**	30/09/2025
- Allocated	40,175	19,407	25,277	10,746	98,275	71,666	163,727	101,820
- Unallocated							13,553	62,203
							177,280	164,022
(e) Depreciation								
- Allocated	56,778	49,549	28,961	23,397	58,406	47,127	144,145	120,073
- Unallocated							15,802	1,278
							159,947	121,351

Figures in brackets indicate deductions.

The above figures are not audited

02. Approval of the financial statement

These interim financial statements of the Company for the period ended 30th September 2026 were approved by the Board of Directors on 12th November 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 31 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	
	30/09/2026	30/09/2025
Highest during the period Rs.	10.60	15.50
Lowest during the period Rs.	8.70	11.00
Last traded price Rs.	9.00	14.50

02. Directors' Shareholding

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

03. Twenty (20) Largest Shareholders as at 30th September 2026

No	Name of Shareholder	No. of Shares	% of issued capital
1	MELSTACORP PLC	93,509,677	55.17
2	STASSEN EXPORTS (PVT) LIMITED	58,079,509	34.26
3	SECRETARY TO THE TREASURY	3,800,000	2.24
4	MR S PALIHAWADANA & MRS.R.S.DALUWATTA	851,164	0.50
5	MR M H NASSIM HUSSAIN	502,114	0.30
6	MR M A M AZLAM	351,905	0.21
7	DR A A M DHARMADASA	328,223	0.19
8	MR D N P RATHNAYAKE	300,000	0.18
9	MR W A S P DE SARAM	230,745	0.14
10	SENKADAGALA FINANCE PLC/P T M I G THILAKARATNE	175,000	0.10
11	MR W A S P DE SARAM & MRS W I S DE SERAM	172,454	0.10
12	MR B A D INDRASIRI	172,000	0.10
13	REV I SIRISUMANA	154,500	0.09
14	MR T A C MADUSHAN	144,000	0.08
15	PEOPLES LEASING AND FINANCE PLC/W M D I P ABEYRATHNE	138,950	0.08
16	MR S K H P C KULARATHNA	122,764	0.07
17	MR M A ASLAM	115,242	0.07
18	MR M R LAFFIR	115,000	0.07
19	MR L H R PERERA	104,543	0.06
20	MR P D THALPE PANDITHAGE	100,504	0.06
	Sub Total	**159,468,294**	**94.08**
	Other Shareholders	**10,032,803**	**5.92**
	Grand Total	**169,501,097**	**100.00**

	30/09/2026	**30/09/2025**
Percentage of shares held by the public	10.57%	8.68%
Number of Shareholders representing public shareholdings	19,347	19,220
Float adjusted market capitalization (Rs.)	161,200,628	213,383,236

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.