

# **TALAWAKELLE TEA ESTATES PLC**

## **Interim Financial Statements**

**Three months ended 30th June 2026**

## STATEMENT OF PROFIT OR LOSS

| Group<br>Audited<br>Year ended<br>31.03.2026<br>Rs.'000                                    |                                                                 | Group<br>Unaudited<br>03 months ended<br>30.06.2026<br>Rs.'000 | Group<br>Unaudited<br>03 months ended<br>30.06.2025<br>Rs.'000 | %<br>Change |
|--------------------------------------------------------------------------------------------|-----------------------------------------------------------------|----------------------------------------------------------------|----------------------------------------------------------------|-------------|
| 7,851,079                                                                                  | Revenue                                                         | 1,871,969                                                      | 2,015,224                                                      | -7%         |
| (6,417,381)                                                                                | Cost of Sales                                                   | (1,590,995)                                                    | (1,711,743)                                                    | -7%         |
| 1,433,698                                                                                  | Gross profit                                                    | 280,974                                                        | 303,481                                                        | -7%         |
| (7,499)                                                                                    | Change in Fair Value of Biological Assets & Investment Property | -                                                              | -                                                              | 0%          |
| 132,828                                                                                    | Other Income                                                    | 23,235                                                         | 10,213                                                         | >100%       |
| (515,600)                                                                                  | Administrative Expenses                                         | (143,898)                                                      | (133,441)                                                      | 8%          |
| 1,043,427                                                                                  | Results From Operating Activities                               | 160,311                                                        | 180,253                                                        | -11%        |
| 378,842                                                                                    | Finance Income                                                  | 123,290                                                        | 89,726                                                         | 37%         |
| (164)                                                                                      | Finance Expenses                                                | (40)                                                           | (13)                                                           | >100%       |
| (69,717)                                                                                   | Interest Paid to Government and Other Leases                    | (18,040)                                                       | (19,777)                                                       | -9%         |
| 308,961                                                                                    | Net Finance Income                                              | 105,209                                                        | 69,936                                                         |             |
| 1,352,388                                                                                  | Profit Before Tax                                               | 265,520                                                        | 250,190                                                        | 6%          |
| (426,336)                                                                                  | Income Tax expenses                                             | (76,045)                                                       | (102,073)                                                      | -25%        |
| 926,052                                                                                    | Profit for the period                                           | 189,475                                                        | 148,117                                                        | 28%         |
| Attributable to :                                                                          |                                                                 |                                                                |                                                                |             |
| 926,052                                                                                    | Equity Holders of the Parent                                    | 189,475                                                        | 148,117                                                        |             |
| -                                                                                          | Non-Controlling Interest                                        | -                                                              | -                                                              |             |
| 926,052                                                                                    | Net profit for the period                                       | 189,475                                                        | 148,117                                                        | 28%         |
| 19.50                                                                                      | Basic earnings per share (Rs.)                                  | 3.99                                                           | 3.12                                                           |             |
| 7.89                                                                                       | Dividend per share (Rs.)                                        | 1.42                                                           | -                                                              |             |
| STATEMENT OF COMPREHENSIVE INCOME                                                          |                                                                 |                                                                |                                                                |             |
| 926,052                                                                                    | Profit for the period                                           | 189,475                                                        | 148,117                                                        | 28%         |
| Other Comprehensive Income                                                                 |                                                                 |                                                                |                                                                |             |
| Other Comprehensive income not to be reclassified to profit or loss in subsequent periods: |                                                                 |                                                                |                                                                |             |
| (54,515)                                                                                   | Actuarial Gain/(Loss) on Retirement Benefit Obligation          | -                                                              | -                                                              |             |
| 16,392                                                                                     | Income Tax Effect                                               | -                                                              | -                                                              |             |
| (38,123)                                                                                   | Other Comprehensive income for the period, net of tax           | -                                                              | -                                                              |             |
| 887,928                                                                                    | Total comprehensive income for the period, net of tax           | 189,475                                                        | 148,117                                                        | 28%         |
| Attributable to:                                                                           |                                                                 |                                                                |                                                                |             |
| 887,928                                                                                    | Equity Holders of the Parent                                    | 189,475                                                        | 148,117                                                        | 28%         |
| -                                                                                          | Non- Controlling Interest                                       | -                                                              | -                                                              |             |
| 887,928                                                                                    |                                                                 | 189,475                                                        | 148,117                                                        |             |

The notes on pages 06 to 08 form an integral part of these financial statements  
Figures in brackets indicate deductions

**Talawakelle Tea Estates PLC**  
**STATEMENT OF PROFIT OR LOSS**

| Company<br>Audited<br>Year ended<br>31.03.2026<br>Rs.'000 |                                                                 | Company                                               |                                                       | %<br>Change |
|-----------------------------------------------------------|-----------------------------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|-------------|
|                                                           |                                                                 | Unaudited<br>03 months ended<br>30.06.2026<br>Rs.'000 | Unaudited<br>03 months ended<br>30.06.2025<br>Rs.'000 |             |
| 7,787,769                                                 | Revenue                                                         | 1,867,617                                             | 1,994,876                                             | -6%         |
| (6,321,747)                                               | Cost of Sales                                                   | (1,582,966)                                           | (1,703,675)                                           | -7%         |
| 1,466,023                                                 | Gross profit                                                    | 284,652                                               | 291,201                                               | -2%         |
| (8,241)                                                   | Change in Fair Value of Biological Assets & Investment Property | -                                                     | -                                                     | 0%          |
| 135,814                                                   | Other Income                                                    | 23,235                                                | 10,213                                                | >100%       |
| (503,461)                                                 | Administrative Expenses                                         | (139,613)                                             | (128,658)                                             | 9%          |
| 1,090,135                                                 | Results From Operating Activities                               | 168,273                                               | 172,756                                               | -3%         |
| 369,615                                                   | Finance Income                                                  | 120,950                                               | 87,720                                                | 38%         |
| (164)                                                     | Finance Expenses                                                | (40)                                                  | (13)                                                  | >100%       |
| (69,717)                                                  | Interest Paid to Government and Other Leases                    | (18,040)                                              | (19,776)                                              | -9%         |
| 299,735                                                   | Net Finance Income                                              | 102,870                                               | 67,931                                                | 51%         |
| 1,389,869                                                 | Profit Before tax                                               | 271,143                                               | 240,687                                               | 13%         |
| (419,338)                                                 | Income Tax Expenses                                             | (74,556)                                              | (99,168)                                              | -25%        |
| 970,531                                                   | Profit for the period                                           | 196,587                                               | 141,519                                               | 39%         |
| Attributable to :                                         |                                                                 |                                                       |                                                       |             |
| 970,531                                                   | Equity Holders of the Parent                                    | 196,587                                               | 141,519                                               | 39%         |
| -                                                         | Non-Controlling Interest                                        | -                                                     | -                                                     |             |
| 970,531                                                   | Net profit for the period                                       | 196,587                                               | 141,519                                               |             |
| 20.43                                                     | Basic/ Diluted Earnings Per Share (Rs.)                         | 4.14                                                  | 2.98                                                  |             |
| 7.89                                                      | Dividend Per Share (Rs.)                                        | 1.42                                                  | -                                                     |             |

**STATEMENT OF COMPREHENSIVE INCOME**

|                                                                                            |                                                        |         |         |     |
|--------------------------------------------------------------------------------------------|--------------------------------------------------------|---------|---------|-----|
| 970,531                                                                                    | Profit for the period                                  | 196,587 | 141,519 | 39% |
| Other Comprehensive Income                                                                 |                                                        |         |         |     |
| Other Comprehensive income not to be reclassified to profit or loss in subsequent periods: |                                                        |         |         |     |
| (54,890)                                                                                   | Actuarial Gain/(Loss) on Retirement Benefit Obligation | -       | -       |     |
| 16,467                                                                                     | Income tax effect                                      | -       | -       |     |
| (38,423)                                                                                   | Other Comprehensive income for the period, net of tax  | -       | -       |     |
| 932,108                                                                                    | Total comprehensive income for the period, net of tax  | 196,587 | 141,519 | 39% |
| Attributable to:                                                                           |                                                        |         |         |     |
| 932,108                                                                                    | Equity Holders of the Parent                           | 196,587 | 141,519 | 39% |
| -                                                                                          | Non- controlling Interest                              | -       | -       |     |
| 932,108                                                                                    |                                                        | 196,587 | 141,519 |     |

The notes on pages 06 to 08 form an integral part of these financial statements  
Figures in brackets indicate deductions

## STATEMENT OF FINANCIAL POSITION

| Group                          |            |                                                        | Group      |            |            | Company    |            |  |
|--------------------------------|------------|--------------------------------------------------------|------------|------------|------------|------------|------------|--|
| Audited                        | Audited    |                                                        | Unaudited  | Unaudited  | Unaudited  | Unaudited  | Unaudited  |  |
| As at                          | As at      |                                                        | As at      | As at      | As at      | As at      | As at      |  |
| 31.03.2026                     | 31.03.2026 | ASSETS                                                 | 30.06.2026 | 30.06.2025 | 30.06.2026 | 30.06.2025 | 30.06.2025 |  |
| Rs.'000                        | Rs.'000    | Non Current Assets                                     | Rs.'000    | Rs.'000    | Rs.'000    | Rs.'000    | Rs.'000    |  |
| 452,017                        | 443,055    | Right-of-use Assets                                    | 459,027    | 447,672    | 450,065    | 447,612    |            |  |
| -                              | 8,162      | Investment Property                                    | -          | -          | 8,162      | -          |            |  |
| 1,882,717                      | 1,680,988  | Tangible assets other than Immature/Mature Plantations | 1,934,676  | 1,746,574  | 1,736,996  | 1,532,655  |            |  |
| 2,381,278                      | 2,381,278  | Bearer Biological Assets                               | 2,441,418  | 2,281,284  | 2,441,418  | 2,281,284  |            |  |
| 679,515                        | 679,515    | Consumable Biological Assets                           | 680,346    | 680,105    | 680,346    | 680,105    |            |  |
| 11,472                         | 7,842      | Intangible Assets                                      | 11,107     | 8,943      | 7,476      | 8,943      |            |  |
| -                              | 233,292    | Investments in Subsidiaries                            | -          | -          | 233,292    | 225,792    |            |  |
| 1,850,000                      | 1,850,000  | Non Current Financial Assets                           | 1,850,000  | -          | 1,850,000  | -          |            |  |
| 504                            | -          | Deferred Tax Asset                                     | 557        | 511        | -          | -          |            |  |
| 7,257,503                      | 7,284,132  |                                                        | 7,377,130  | 5,165,089  | 7,407,755  | 5,176,390  |            |  |
| <b>Current Assets</b>          |            |                                                        |            |            |            |            |            |  |
| 20,268                         | 20,268     | Produce on Bearer Biological Assets                    | 20,268     | 32,049     | 20,268     | 32,049     |            |  |
| 673,296                        | 673,296    | Inventories                                            | 794,710    | 704,289    | 794,710    | 704,289    |            |  |
| 735,075                        | 730,956    | Trade and Other Receivables                            | 530,340    | 494,976    | 523,517    | 474,355    |            |  |
| 10,978                         | 12,963     | Amounts due from Related Companies                     | 18,955     | 10,752     | 21,620     | 10,807     |            |  |
| 3,023,326                      | 2,885,191  | Short Term Investments                                 | 2,755,588  | 4,281,077  | 2,645,110  | 4,168,283  |            |  |
| 54,214                         | 52,522     | Cash and Bank Balances                                 | 68,439     | 74,496     | 65,737     | 70,536     |            |  |
| 4,517,157                      | 4,375,196  |                                                        | 4,188,300  | 5,597,638  | 4,070,963  | 5,460,318  |            |  |
| 11,774,660                     | 11,659,328 | <b>TOTAL ASSETS</b>                                    | 11,565,431 | 10,762,727 | 11,478,718 | 10,636,708 |            |  |
| <b>EQUITY AND LIABILITIES</b>  |            |                                                        |            |            |            |            |            |  |
| <b>Equity</b>                  |            |                                                        |            |            |            |            |            |  |
| 350,000                        | 350,000    | Stated Capital                                         | 350,000    | 350,000    | 350,000    | 350,000    |            |  |
| 7,265,473                      | 7,202,551  | Revenue Reserves                                       | 7,387,499  | 6,900,437  | 7,331,688  | 6,786,737  |            |  |
| 7,615,473                      | 7,552,551  | <b>Total Equity</b>                                    | 7,737,499  | 7,250,437  | 7,681,688  | 7,136,737  |            |  |
| <b>Non Current Liabilities</b> |            |                                                        |            |            |            |            |            |  |
| 1,237,844                      | 1,234,366  | Retiring Benefit Obligations                           | 1,277,780  | 1,212,893  | 1,274,045  | 1,209,386  |            |  |
| 668,604                        | 668,604    | Deferred Tax Liability                                 | 687,799    | 655,518    | 687,799    | 655,518    |            |  |
| 133,091                        | 133,091    | Deferred Income                                        | 129,905    | 134,968    | 129,905    | 134,968    |            |  |
| 469,543                        | 469,464    | Lease Liability                                        | 479,832    | 449,396    | 480,623    | 449,317    |            |  |
| 2,509,082                      | 2,505,525  |                                                        | 2,575,315  | 2,452,775  | 2,572,371  | 2,449,189  |            |  |
| <b>Current Liabilities</b>     |            |                                                        |            |            |            |            |            |  |
| 1,241,873                      | 1,193,837  | Trade and Other Payables                               | 1,039,715  | 832,797    | 1,010,350  | 828,530    |            |  |
| 20,511                         | 20,506     | Lease Liability                                        | 21,318     | 22,610     | 21,283     | 22,605     |            |  |
| 276,716                        | 278,924    | Amounts due to Related Companies                       | 103,222    | 81,879     | 108,416    | 90,369     |            |  |
| 106,849                        | 103,828    | Income Tax Payable                                     | 72,602     | 106,882    | 68,848     | 93,932     |            |  |
| 4,155                          | 4,155      | Bank Overdraft                                         | 15,761     | 15,346     | 15,761     | 15,346     |            |  |
| 1,650,104                      | 1,601,251  |                                                        | 1,252,617  | 1,059,514  | 1,224,658  | 1,050,782  |            |  |
| 4,159,187                      | 4,106,776  | <b>TOTAL LIABILITIES</b>                               | 3,827,932  | 3,512,290  | 3,797,030  | 3,499,971  |            |  |
| 11,774,660                     | 11,659,328 | <b>TOTAL EQUITY AND LIABILITIES</b>                    | 11,565,431 | 10,762,727 | 11,478,718 | 10,636,708 |            |  |
| 160.33                         | 159.00     | Net Assets Per Share (Rs.)                             | 162.89     | 152.64     | 161.72     | 150.25     |            |  |

The Statements of Financial Position as at 30th June 2026 and the Statements of Profit or Loss, Statements of Comprehensive Income, the Statements of Changes in Equity and Cash flow statements for the three months then ended are drawn up from the unaudited Financial Statements of the Company; and its subsidiaries and provide the information required by the Colombo Stock Exchange

It is certified that the financial statements have been prepared in compliance with the requirements of Companies Act No .7 of 2007

(sgd)  
Vindya Perera  
Director-Finance

The Board of Directors is responsible for the presentation of these Financial Statements. Signed for and on behalf of the Board.

(sgd)  
Mohan Pandithage  
Chairman  
03rd August 2026

(sgd)  
Roshan Rajadurai  
Managing Director

## STATEMENT OF CHANGES IN EQUITY

| Group                                                   | Attributable to equity holders of the parent |                                |                             |                                      |                 | Total<br>Equity<br>Rs.000 |
|---------------------------------------------------------|----------------------------------------------|--------------------------------|-----------------------------|--------------------------------------|-----------------|---------------------------|
|                                                         | Stated Capital<br>Rs.000                     | Revenue Reseves                |                             |                                      | Total<br>Rs.000 |                           |
|                                                         |                                              | Retained<br>Earnings<br>Rs.000 | Timber<br>Reserve<br>Rs.000 | Biological Crop<br>Reserve<br>Rs.000 |                 |                           |
| Balance as at 01st April 2025                           | 350,000                                      | 6,253,110                      | 467,162                     | 32,049                               | 6,752,320       | 7,102,320                 |
| Profit for the period                                   | -                                            | 148,117                        | -                           | -                                    | 148,117         | 148,117                   |
| Other Comprehensive Income                              | -                                            | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Timber Reserve                       | -                                            | -                              | -                           | -                                    | -               | -                         |
| Realised Gain on Timber Sales                           | -                                            | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Biological Crop Reserve              | -                                            | -                              | -                           | -                                    | -               | -                         |
| Dividends Paid                                          | -                                            | -                              | -                           | -                                    | -               | -                         |
| Balance as at 30th June 2025                            | 350,000                                      | 6,401,226                      | 467,162                     | 32,049                               | 6,900,437       | 7,250,437                 |
| Balance as at 01st April 2026                           | 350,000                                      | 6,794,882                      | 450,323                     | 20,268                               | 7,265,473       | 7,615,473                 |
| Profit for the period                                   | -                                            | 189,475                        | -                           | -                                    | 189,475         | 189,475                   |
| Other Comprehensive Income                              | -                                            | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Timber Reserve                       | -                                            | -                              | -                           | -                                    | -               | -                         |
| Realised Gain on Timber Sales                           | -                                            | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Biological Crop Reserve              | -                                            | -                              | -                           | -                                    | -               | -                         |
| Derecognition due to falling under the reservation area | -                                            | -                              | -                           | -                                    | -               | -                         |
| Dividends Paid                                          | -                                            | (67,450)                       | -                           | -                                    | (67,450)        | (67,450)                  |
| Balance as at 30th June 2026                            | 350,000                                      | 6,916,908                      | 450,323                     | 20,268                               | 7,387,499       | 7,737,499                 |

| Company                                                 | Revenue Reseves          |                                |                             |                                      |                 | Total<br>Equity<br>Rs.000 |
|---------------------------------------------------------|--------------------------|--------------------------------|-----------------------------|--------------------------------------|-----------------|---------------------------|
|                                                         | Stated Capital<br>Rs.000 | Retained<br>Earnings<br>Rs.000 | Timber<br>Reserve<br>Rs.000 | Biological Crop<br>Reserve<br>Rs.000 | Total<br>Rs.000 |                           |
|                                                         |                          |                                |                             |                                      |                 |                           |
| Balance as at 01st April 2025                           | 350,000                  | 6,146,007                      | 467,162                     | 32,049                               | 6,645,218       | 6,995,218                 |
| Profit for the period                                   | -                        | 141,519                        | -                           | -                                    | 141,519         | 141,519                   |
| Other Comprehensive Income                              | -                        | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Timber Reserve                       | -                        | -                              | -                           | -                                    | -               | -                         |
| Realised Gain on Timber Sales                           | -                        | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Biological Crop Reserve              | -                        | -                              | -                           | -                                    | -               | -                         |
| Dividends Paid                                          | -                        | -                              | -                           | -                                    | -               | -                         |
| Balance as at 30th June 2025                            | 350,000                  | 6,287,526                      | 467,162                     | 32,049                               | 6,786,737       | 7,136,737                 |
| Balance as at 01st April 2026                           | 350,000                  | 6,731,960                      | 450,323                     | 20,268                               | 7,202,551       | 7,552,551                 |
| Profit for the period                                   | -                        | 196,587                        | -                           | -                                    | 196,587         | 196,587                   |
| Other Comprehensive Income                              | -                        | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Timber Reserve                       | -                        | -                              | -                           | -                                    | -               | -                         |
| Realised Gain on Timber Sales                           | -                        | -                              | -                           | -                                    | -               | -                         |
| Transferred to the Biological Crop Reserve              | -                        | -                              | -                           | -                                    | -               | -                         |
| Derecognition due to falling under the reservation area | -                        | -                              | -                           | -                                    | -               | -                         |
| Dividends Paid                                          | -                        | (67,450)                       | -                           | -                                    | (67,450)        | (67,450)                  |
| Balance as at 30th June 2026                            | 350,000                  | 6,861,097                      | 450,323                     | 20,268                               | 7,331,688       | 7,681,688                 |

The notes on pages 06 to 08 form an integral part of these financial statements  
Figures in brackets indicate deductions

**Talawakelle Tea Estates PLC**  
**STATEMENT OF CASH FLOW**

| Group<br>Audited | Company<br>Audited |                                                                    | Group<br>Unaudited | Company<br>Unaudited |
|------------------|--------------------|--------------------------------------------------------------------|--------------------|----------------------|
| Year ended       | Year ended         |                                                                    | 03 months ended    | 03 months ended      |
| 31.03.2026       | 31.03.2026         | CASH FLOWS FROM OPERATING ACTIVITIES                               | 30.06.2026         | 30.06.2025           |
| Rs.'000          | Rs.'000            |                                                                    | Rs.'000            | Rs.'000              |
| 1,352,388        | 1,389,869          | Net profit before Taxation                                         | 265,520            | 250,190              |
|                  |                    | <b>ADJUSTMENTS FOR</b>                                             |                    |                      |
| 201,363          | 200,760            | Provision for Retirement Benefit Obligations                       | 83,688             | 66,920               |
| 326,906          | 312,589            | Depreciation/Amortisation                                          | 86,212             | 71,489               |
| (5,951)          | (5,951)            | Amortisation of Grants                                             | (3,186)            | (1,497)              |
| -                | (9,418)            | Dividend Income                                                    | -                  | -                    |
| 164              | 164                | Finance costs                                                      | 40                 | 13                   |
| 69,812           | 69,717             | Government & Other Lease Interest                                  | 18,319             | 19,777               |
| (1,946)          | (1,946)            | Gain on Disposal of Property Plant and Equipment                   | 3,649              | -                    |
| (63,215)         | (63,215)           | Profit on Sale of Trees                                            | (9,620)            | (420)                |
| 20,263           | 20,263             | Field Development Written-off                                      | -                  | -                    |
| 1,737            | 1,737              | Debtors/Stocks Write-off                                           | 673                | -                    |
| -                | 742                | Change in fair value of Investment property                        | -                  | -                    |
| 7,499            | 7,499              | (Gains)/ Loss on Fair Value of Biological Assets                   | -                  | -                    |
| 1,901,753        | 1,915,543          | <b>Operating profit before working capital changes</b>             | 445,294            | 406,471              |
|                  |                    |                                                                    |                    |                      |
| 215,752          | 215,752            | (Increase)/Decrease in Inventories                                 | (121,414)          | 184,759              |
| (300,538)        | (307,973)          | (Increase)/Decrease in Trade and Other Receivables                 | 204,735            | (60,439)             |
| (801)            | (922)              | (Increase)/Decrease in Amounts due from Related Companies          | (7,976)            | (574)                |
| 493,288          | 442,872            | Increase/(Decrease) in Trade and Other Payables                    | 115,149            | (69,773)             |
| 130,765          | 128,309            | Increase/(Decrease) in Amounts due to Related Companies            | (34,053)           | (64,072)             |
| 2,447,486        | 2,400,849          | <b>Cash generated from operations</b>                              | 601,735            | 396,372              |
| (164)            | (164)              | Finance Costs paid                                                 | (40)               | (13)                 |
| (754,479)        | (743,176)          | Payment of Income Tax /VAT                                         | (391,732)          | (161,962)            |
| (200,368)        | (200,368)          | Retirement Benefit Obligations Paid                                | (43,752)           | (36,360)             |
| 1,492,476        | 1,457,141          | <b>Net cash from operating activities</b>                          | 166,211            | 198,036              |
|                  |                    | <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                        |                    |                      |
| 2,826            | 2,826              | Grant Received                                                     | -                  | 4,426                |
| 79,185           | 79,185             | Proceeds from Sale of Trees                                        | 9,620              | 420                  |
| 1,739            | 1,739              | Proceeds from Sale of Property, Plant & Equipment                  | 1,000              | -                    |
| (306,424)        | (306,424)          | Field Development Expenditure                                      | (90,820)           | (99,593)             |
| (375,331)        | (375,331)          | Purchase of Property, Plant & Equipment                            | (109,928)          | (21,503)             |
| -                | 9,418              | Dividend Income                                                    | -                  | -                    |
| (7,500)          | (7,500)            | Investment in Subsidiary Company                                   | -                  | -                    |
| (1,850,000)      | (1,850,000)        | Investment in Non Current Financial Assets                         | -                  | -                    |
| (2,455,504)      | (2,446,086)        | <b>Net cash used in investing activities</b>                       | (190,128)          | (116,251)            |
|                  |                    | <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                        |                    |                      |
| (270,275)        | (270,275)          | Dividend Paid                                                      | (218,500)          | (114,000)            |
| (71,132)         | (71,132)           | Payment of Government lease rentals                                | (18,441)           | (17,783)             |
| (16,341)         | (16,341)           | Payment of Other lease rentals                                     | (4,260)            | (3,937)              |
| (357,748)        | (357,748)          | <b>Net cash from financing activities</b>                          | (241,201)          | (135,720)            |
| (1,320,776)      | (1,346,693)        | <b>Net increase / (decrease) in cash &amp; cash equivalents</b>    | (265,118)          | (53,934)             |
|                  |                    |                                                                    |                    |                      |
| 4,394,161        | 4,280,251          | <b>A. Cash &amp; cash equivalents at the beginning of the year</b> | 3,073,385          | 4,394,161            |
| 3,073,385        | 2,933,557          | <b>B. Cash &amp; cash equivalents at the end of the period</b>     | 2,808,267          | 4,340,227            |
|                  |                    | <b>NOTE A</b>                                                      |                    |                      |
|                  |                    | Cash & cash equivalents at the beginning of the year               |                    |                      |
| 62,984           | 60,932             | Cash & bank balances                                               | 54,214             | 62,984               |
| 4,346,278        | 4,234,420          | Short term Investments                                             | 3,023,326          | 4,346,278            |
| (15,101)         | (15,101)           | Bank overdrafts                                                    | (4,155)            | (15,101)             |
| 4,394,161        | 4,280,251          |                                                                    | 3,073,385          | 4,394,161            |
|                  |                    | <b>NOTE B</b>                                                      |                    |                      |
|                  |                    | Cash & cash equivalents at the end of the period                   |                    |                      |
| 54,214           | 52,522             | Cash & bank balances                                               | 68,439             | 74,496               |
| 3,023,326        | 2,885,191          | Short term Investments                                             | 2,755,588          | 4,281,077            |
| (4,155)          | (4,155)            | Bank overdrafts                                                    | (15,761)           | (15,346)             |
| 3,073,385        | 2,933,557          |                                                                    | 2,808,267          | 4,340,227            |

The notes on pages 06 to 08 form an integral part of these financial statements  
Figures in brackets indicate deductions

| 1. REVENUE<br>Summary                                           | Group                                                 |                                                       | Company                                               |                                                       |
|-----------------------------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|-------------------------------------------------------|
|                                                                 | Unaudited<br>03 months ended<br>30.06.2026<br>Rs.'000 | Unaudited<br>03 months ended<br>30.06.2025<br>Rs.'000 | Unaudited<br>03 months ended<br>30.06.2026<br>Rs.'000 | Unaudited<br>03 months ended<br>30.06.2025<br>Rs.'000 |
| <b>Sale of goods</b>                                            |                                                       |                                                       |                                                       |                                                       |
| Tea                                                             | 1,788,172                                             | 1,936,569                                             | 1,793,492                                             | 1,936,569                                             |
| Rubber                                                          | 3,414                                                 | 3,450                                                 | 3,414                                                 | 3,450                                                 |
| Cinnamon                                                        | 26,556                                                | 10,961                                                | 26,556                                                | 10,961                                                |
| Mini Hydro Power                                                | 9,672                                                 | 20,348                                                | -                                                     | -                                                     |
| Others                                                          | 44,154                                                | 43,896                                                | 44,154                                                | 43,896                                                |
|                                                                 | <b>1,871,969</b>                                      | <b>2,015,224</b>                                      | <b>1,867,617</b>                                      | <b>1,994,876</b>                                      |
| <b>SEGMENT INFORMATION</b>                                      |                                                       |                                                       |                                                       |                                                       |
| <b>a) Segment Revenue</b>                                       |                                                       |                                                       |                                                       |                                                       |
| <b>Tea</b>                                                      |                                                       |                                                       |                                                       |                                                       |
| Revenue                                                         | 1,788,172                                             | 1,936,569                                             | 1,793,492                                             | 1,936,569                                             |
| Revenue expenditure                                             | (1,381,190)                                           | (1,560,899)                                           | (1,381,190)                                           | (1,560,899)                                           |
| Depreciation                                                    | (71,762)                                              | (46,931)                                              | (71,762)                                              | (46,931)                                              |
| Other non cash expenditure                                      | (83,431)                                              | (66,662)                                              | (83,431)                                              | (66,662)                                              |
| <b>Segment results</b>                                          | <b>251,789</b>                                        | <b>262,076</b>                                        | <b>257,110</b>                                        | <b>262,076</b>                                        |
| <b>Rubber</b>                                                   |                                                       |                                                       |                                                       |                                                       |
| Revenue                                                         | 3,414                                                 | 3,450                                                 | 3,414                                                 | 3,450                                                 |
| Revenue expenditure                                             | (11,437)                                              | (10,754)                                              | (11,437)                                              | (10,754)                                              |
| Depreciation                                                    | (1,489)                                               | (1,470)                                               | (1,489)                                               | (1,470)                                               |
| Other non cash expenditure                                      | -                                                     | -                                                     | -                                                     | -                                                     |
| <b>Segment results</b>                                          | <b>(9,512)</b>                                        | <b>(8,773)</b>                                        | <b>(9,512)</b>                                        | <b>(8,773)</b>                                        |
| <b>Cinnamon</b>                                                 |                                                       |                                                       |                                                       |                                                       |
| Revenue                                                         | 26,556                                                | 10,961                                                | 26,556                                                | 10,961                                                |
| Revenue Expenditure                                             | (18,062)                                              | (887)                                                 | (18,062)                                              | (887)                                                 |
| Depreciation                                                    | (1,237)                                               | (522)                                                 | (1,237)                                               | (522)                                                 |
| Other Non Cash Expenditure                                      | -                                                     | -                                                     | -                                                     | -                                                     |
| <b>Segment Results</b>                                          | <b>7,257</b>                                          | <b>9,552</b>                                          | <b>7,257</b>                                          | <b>9,552</b>                                          |
| <b>Mini Hydro Power</b>                                         |                                                       |                                                       |                                                       |                                                       |
| Revenue                                                         | 9,672                                                 | 20,348                                                | -                                                     | -                                                     |
| Revenue expenditure                                             | (11,179)                                              | (3,757)                                               | -                                                     | -                                                     |
| Depreciation                                                    | 3,408                                                 | (4,053)                                               | -                                                     | -                                                     |
| Other non cash expenditure                                      | (257)                                                 | (257)                                                 | -                                                     | -                                                     |
| <b>Segment results</b>                                          | <b>1,643</b>                                          | <b>12,280</b>                                         | <b>-</b>                                              | <b>-</b>                                              |
| <b>Unallocated</b>                                              |                                                       |                                                       |                                                       |                                                       |
| Revenue                                                         | 44,154                                                | 43,896                                                | 44,154                                                | 43,896                                                |
| Revenue expenditure                                             | (14,357)                                              | (15,550)                                              | (14,357)                                              | (15,550)                                              |
| Depreciation                                                    | -                                                     | -                                                     | -                                                     | -                                                     |
| Other non cash expenditure                                      | -                                                     | -                                                     | -                                                     | -                                                     |
| <b>Segment results</b>                                          | <b>29,797</b>                                         | <b>28,346</b>                                         | <b>29,797</b>                                         | <b>28,346</b>                                         |
| <b>Total</b>                                                    |                                                       |                                                       |                                                       |                                                       |
| Revenue                                                         | 1,871,969                                             | 2,015,224                                             | 1,867,617                                             | 1,994,876                                             |
| Revenue expenditure                                             | (1,436,225)                                           | (1,591,847)                                           | (1,425,046)                                           | (1,588,090)                                           |
| Depreciation                                                    | (71,081)                                              | (52,976)                                              | (74,489)                                              | (48,923)                                              |
| Other non cash expenditure                                      | (83,688)                                              | (66,920)                                              | (83,431)                                              | (66,662)                                              |
| <b>Segment results</b>                                          | <b>280,974</b>                                        | <b>303,481</b>                                        | <b>284,652</b>                                        | <b>291,201</b>                                        |
| Change in Fair Value of Biological Assets & Investment Property | -                                                     | -                                                     | -                                                     | -                                                     |
| Other Income and Gains                                          | 23,235                                                | 10,213                                                | 23,235                                                | 10,213                                                |
| Administrative Expenses                                         | (143,898)                                             | (133,441)                                             | (139,613)                                             | (128,658)                                             |
| Finance Income                                                  | 123,290                                               | 89,726                                                | 120,950                                               | 87,720                                                |
| Finance Expenses                                                | (40)                                                  | (13)                                                  | (40)                                                  | (13)                                                  |
| Interest paid to Government and Other on Leases                 | (18,040)                                              | (19,777)                                              | (18,040)                                              | (19,776)                                              |
| <b>Profit Before Tax</b>                                        | <b>265,520</b>                                        | <b>250,190</b>                                        | <b>271,143</b>                                        | <b>240,687</b>                                        |

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

## SEGMENT INFORMATION

## b) Segment Assets

## Non Current Assets

|                   | Group<br>Unaudited<br>03 months to<br>30.06.2026<br>Rs.'000 | Group<br>Unaudited<br>03 months to<br>30.06.2025<br>Rs.'000 | Company<br>Unaudited<br>03 months to<br>30.06.2026<br>Rs.'000 | Company<br>Unaudited<br>03 months to<br>30.06.2025<br>Rs.'000 |
|-------------------|-------------------------------------------------------------|-------------------------------------------------------------|---------------------------------------------------------------|---------------------------------------------------------------|
| Tea               | 4,346,218                                                   | 4,031,277                                                   | 4,346,218                                                     | 4,031,277                                                     |
| Rubber            | 64,251                                                      | 78,954                                                      | 64,251                                                        | 78,954                                                        |
| Cinnamon          | 233,648                                                     | 160,263                                                     | 233,648                                                       | 160,263                                                       |
| Mini Hydro Power  | 202,668                                                     | 214,490                                                     | -                                                             | -                                                             |
| Biological Assets | 680,346                                                     | 680,105                                                     | 680,346                                                       | 680,105                                                       |
| Investments       | 1,850,000                                                   | -                                                           | 2,083,292                                                     | 225,792                                                       |
|                   | <u>7,377,130</u>                                            | <u>5,165,089</u>                                            | <u>7,407,755</u>                                              | <u>5,176,390</u>                                              |

## Current Assets

|                     |                          |                          |                          |                          |
|---------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Tea                 | 4,069,792                | 5,452,598                | 4,069,792                | 5,452,598                |
| Rubber              | 1,171                    | 7,720                    | 1,171                    | 7,720                    |
| Mini Hydro Power    | 117,337                  | 137,320                  | -                        | -                        |
|                     | <u>4,188,300</u>         | <u>5,597,638</u>         | <u>4,070,963</u>         | <u>5,460,318</u>         |
| <b>Total Assets</b> | <u><b>11,565,431</b></u> | <u><b>10,762,727</b></u> | <u><b>11,478,718</b></u> | <u><b>10,636,708</b></u> |

## Non Current Liabilities and Deferred Income

|                  |                  |                  |                  |                  |
|------------------|------------------|------------------|------------------|------------------|
| Tea              | 2,572,371        | 2,449,189        | 2,572,371        | 2,449,189        |
| Rubber           | -                | -                | -                | -                |
| Mini Hydro Power | 2,944            | 3,586            | -                | -                |
| Unallocated      | -                | -                | -                | -                |
|                  | <u>2,575,315</u> | <u>2,452,775</u> | <u>2,572,371</u> | <u>2,449,189</u> |

## Current Liabilities

|                          |                         |                         |                         |                         |
|--------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Tea                      | 1,218,429               | 1,041,455               | 1,224,658               | 1,050,782               |
| Rubber                   | -                       | -                       | -                       | -                       |
| Mini Hydro Power         | 34,188                  | 18,060                  | -                       | -                       |
| Unallocated              | -                       | -                       | -                       | -                       |
|                          | <u>1,252,617</u>        | <u>1,059,514</u>        | <u>1,224,658</u>        | <u>1,050,782</u>        |
| <b>Total liabilities</b> | <u><b>3,827,932</b></u> | <u><b>3,512,290</b></u> | <u><b>3,797,030</b></u> | <u><b>3,499,971</b></u> |

## 2. STATED CAPITAL

as at

## Issued and fully paid

|                                                                                                                 | 30.06.2026<br>Rs.'000 | 30.06.2025<br>Rs.'000 | 30.06.2026<br>Rs.'000 | 30.06.2025<br>Rs.'000 |
|-----------------------------------------------------------------------------------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 47,500,001 Ordinary Shares and a Golden Share<br>which has special rights held by the Secretary to the Treasury | <u>350,000</u>        | <u>350,000</u>        | <u>350,000</u>        | <u>350,000</u>        |

**TALAWAKELLE TEA ESTATES PLC**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

3. The Interim Financial Statements of the Company/Group are unaudited and have been prepared in accordance with Sri Lanka Financial Reporting Standards (SLFRS/LKAS) and are in compliance with Sri Lanka Accounting Standard 34-Interim Financial Reporting. Further, provisions of the Companies Act No.7 of 2007 have been considered in preparing the Interim Financial Statements of the Company/Group. They also comply with the accounting policies and methods set out in the Annual Report for the year ended 31st March 2026.
4. The major component of Income Tax and Deferred Tax Expenses for the period are as follows

|              | <b>Group</b>           |                        | <b>Company</b>         |                        |
|--------------|------------------------|------------------------|------------------------|------------------------|
|              | <b>Unaudited</b>       | <b>Unaudited</b>       | <b>Unaudited</b>       | <b>Unaudited</b>       |
|              | <b>03 months ended</b> | <b>03 months ended</b> | <b>03 months ended</b> | <b>03 months ended</b> |
|              | <b>30.06.2026</b>      | <b>30.06.2025</b>      | <b>30.06.2026</b>      | <b>30.06.2025</b>      |
|              | <b>Rs.'000</b>         | <b>Rs.'000</b>         | <b>Rs.'000</b>         | <b>Rs.'000</b>         |
| Income Tax   | (56,904)               | (81,874)               | (55,362)               | (78,919)               |
| Deferred Tax | (19,141)               | (20,199)               | (19,194)               | (20,249)               |
|              | <b>(76,045)</b>        | <b>(102,073)</b>       | <b>(74,556)</b>        | <b>(99,168)</b>        |

5. The presentation and classification of the Interim Financial Statements of the previous year have been amended, where relevant, for better presentation and to be comparable with those of the current year.
6. No circumstances have arisen since the Statement of Financial Position date, which would require adjustments to the Interim Financial statements.
7. There has not been any significant changes in the nature of the contingent liabilities which were disclosed in the Annual Report for the period ended 31.03.2026
8. Gain or losses arising from biological transformation for the period of three months have not been recognised in the Financial Statements assuming that physical and price changes occurred during the period is immaterial.
9. **Sustainability-Related Financial Disclosures**  
The Company has prepared its Sustainability-related Financial Disclosures for the third consecutive year in accordance with SLFRS S1 – General Requirements for Disclosure of Sustainability-related Financial Information and SLFRS S2 – Climate-related Disclosures, issued by the Institute of Chartered Accountants of Sri Lanka.

Comprehensive disclosures covering all identified sustainability-related and climate-related risks and opportunities (SRROs/CRROs) are included in the Company' Integrated Annual Report for the year ended 31 March 2026. There have been no material changes to these disclosures during the first quarter of the financial year 2026/27.

**TALAWAKELLE TEA ESTATES PLC**  
**FIRST TWENTY SHAREHOLDERS AS AT 30.06.2026**

|    | <b>Name of the Shareholder</b>                                  | <b>No.of Shares as at 30.06.2026</b> | <b>%</b>      |
|----|-----------------------------------------------------------------|--------------------------------------|---------------|
| 1  | HAYLEYS PLANTATION SERVICES (PRIVATE) LIMITED                   | 35,500,000                           | 74.74         |
| 2  | MERRILL J FERNANDO & SONS (PVT) LIMITED                         | 2,369,400                            | 4.99          |
| 3  | HATTON NATIONAL BANK PLC / KANDAIHA KANAPATHIPILLAI SHUJEEVAN   | 763,471                              | 1.61          |
| 4  | MR. AMILA JEEVAN WIJAYAWARDHANA                                 | 366,806                              | 0.77          |
| 5  | MSS INVESTMENTS (PRIVATE) LIMITED                               | 318,645                              | 0.67          |
| 6  | DEDUNU CAPITAL (PRIVATE) LIMITED                                | 187,000                              | 0.39          |
| 7  | MR. CHANDIMA BANDARA WELAGEDARA                                 | 166,000                              | 0.35          |
| 8  | PEOPLE'S LEASING & FINANCE PLC / S.P.S. NISHARA                 | 149,796                              | 0.32          |
| 9  | MR. AJITH SURENDRA RATNAYAKE                                    | 145,606                              | 0.31          |
| 10 | COCOSHELL ACTIVATED CARBON COMPANY (PRIVATE) LIMITED            | 117,200                              | 0.25          |
| 11 | MR. GEORGE MOHAN WEERAKOON                                      | 109,222                              | 0.23          |
| 12 | MR. ALLAN JAGATH MONESH JINADASA                                | 106,000                              | 0.22          |
| 13 | PEOPLE'S LEASING & FINANCE PLC / MR. K.K.SHUJEEVAN              | 104,445                              | 0.22          |
| 14 | MR. RAMAIYA SENTHILNATHAN                                       | 100,000                              | 0.21          |
| 15 | MR. PANAGODAGE SOMADASA                                         | 99,523                               | 0.21          |
| 16 | PEOPLE'S LEASING AND FINANCE PLC / S.WEERATHUNGA                | 96,622                               | 0.20          |
| 17 | DR. DUSHYANTHA HARSHIN HERATH WARIYAPOLA & MRS. A.D. WARIYAPOLA | 70,000                               | 0.15          |
| 18 | MR. WELIGAMA ACHARIGE SUGATH NALINDA MILTON                     | 64,179                               | 0.14          |
| 19 | MR. NANDANA ARANGALA WITHANA                                    | 50,970                               | 0.11          |
| 20 | MR. AZEEZ JALALUDDIN RUMY                                       | 50,000                               | 0.11          |
|    | SUB TOTAL                                                       | 40,934,885                           | 86.18         |
|    | OTHERS                                                          | 6,565,115                            | 13.82         |
|    | <b>TOTAL</b>                                                    | <b>47,500,000</b>                    | <b>100.00</b> |

**Directors Shares holding as at end of 30.06.2026**

|    | <b>Name of Director</b> | <b>No of Shares</b> |
|----|-------------------------|---------------------|
| 1  | Mr. A. M. Pandithage    | -                   |
| 2  | Dr. W. G. R. Rajadurai  | 7,000               |
| 3  | Mr. N.P. Abeysinghe     | -                   |
| 4  | Mr. M. J. Fernando      | -                   |
| 5  | Mr. S. L. Athukorala    | -                   |
| 6  | Mr. J. M. Kariapperuma  | -                   |
| 7  | Mr. N. Ekanayake        | -                   |
| 8  | Mr. M. C. B. Talwatte   | 1,200               |
| 9  | Mr. J.D.N. Gunasekera   | -                   |
| 10 | Ms. H. Randiligama      | -                   |
| 11 | Mr. T.M. Hewagama       | -                   |
| 12 | Mr. A. Weerakoon        | -                   |

**Through -Merrill J. Fernando & Sons (Pvt) Ltd**  
**Common Directors- Mr. Malik J. Fernando**

**2,369,400**

## CORPORATE INFORMATION

### Name of Company

Talawakelle Tea Estates PLC  
( A quoted public company with limited liability, incorporated  
in Sri Lanka on 22nd June 1992)

### Company Registration Number

PQ 36

### Stock Exchange Listing

The ordinary shares of the Company are listed with the Colombo Stock  
Exchange of Sri Lanka

### Directors

Mr.A M Pandithage - Chairman  
Dr.W G R Rajadurai - Managing Director  
Mr. N.P. Abeysinghe-Chief Executive Officer  
Mr.Malik J Fernando  
Mr.S L Athukorala  
Lt.Col..J M Kariapperuma  
Mr. N. Ekanayake  
Mr. M C B Talwatte  
Mr.J D N Gunasekera  
Ms.H Randiligama  
Mr. T. M. Hewagama  
Mr. A. Weerakoon

### Secretaries

Hayleys Group Services (Pvt) Limited  
No.400, Deans Road, Colombo 10, Sri Lanka

### Subsidiaries

TTEL Hydro Power Company (Pvt) Ltd  
TTEL Somerset Hydro Power (Pvt) Ltd  
Hayleys Produce Marketing Limited

### Registered Office

No.400, Deans Road, Colombo 10,  
Sri Lanka  
Telephone: (94-11) -2627754-5, 2697203  
Fax : (94-11) -2627782  
e-mail: tpl.tea@ttel.hayleys.com  
website: www.talawakelleteas.com

### Principal Lines of Business

Cultivation and manufacture of Tea, Rubber and Cinnamon.

## INVESTOR INFORMATION

| <b>MARKET VALUE OF SHARES</b>                                                                                                                                               | <b>2026</b>       | <b>2025</b> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|-------------|
|                                                                                                                                                                             | <b>Rs.</b>        | <b>Rs.</b>  |
| Last traded price on 30.06. ....                                                                                                                                            | <b>152.00</b>     | 142.50      |
| Highest price recorded for the three months ending                                                                                                                          | <b>153.50</b>     | 148.75      |
| Lowest price recorded for the three months ending                                                                                                                           | <b>135.75</b>     | 135.00      |
| <b>RATIOS</b>                                                                                                                                                               |                   |             |
| Price Earning Ratio (times)                                                                                                                                                 | <b>38.11</b>      | 45.70       |
| <b>SHARE TRADING FROM 01ST APRIL, 2026 TO 30TH JUNE 2026</b>                                                                                                                |                   |             |
| No. of transactions                                                                                                                                                         | <b>1,492</b>      | 1,571       |
| No. of shares traded                                                                                                                                                        | <b>324,465</b>    | 541,942     |
| Value of shares traded (Rs.)                                                                                                                                                | <b>48,169,329</b> | 76,802,879  |
| Public Holding %                                                                                                                                                            | <b>20.17</b>      | 20.26       |
| Total Number of shareholders representing the public holding                                                                                                                | <b>15,186</b>     | 14,862      |
| No.of Shares in Stated Capital                                                                                                                                              | <b>47,500,000</b> | 47,500,000  |
| Float Adjusted Market capitalisation as at 30.06.2026 (Rs. '000)                                                                                                            | <b>1,448,854</b>  | 1,375,832   |
| There were no non-voting shares as at 30th June 2026                                                                                                                        |                   |             |
| The Company complies with option 5 of the Listing Rules 7.13.1 (i) (a)-less than<br>Rs.2.5Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding |                   |             |