

# TALAWAKELLE TEA ESTATES PLC

## Interim Financial Statements

Six months ended 30th September 2024

Talawakelle Tea Estates PLC  
STATEMENT OF PROFIT OR LOSS

| Group<br>Audited<br>Year ended<br>31.03.2024<br>Rs.'000                                    |  | Group   |   |             | Group   |   |             |
|--|--|---|---|-------------|---|---|-------------|
|  |  | Unaudited<br>06 months ended<br>30.09.2024<br>Rs.'000 | Unaudited<br>06 months ended<br>30.09.2023<br>Rs.'000 | %<br>Change | Unaudited<br>03 months ended<br>30.09.2024<br>Rs.'000 | Unaudited<br>03 months ended<br>30.09.2023<br>Rs.'000 | %<br>Change |
|  |  |   |   |             |   |   |             |
| 7,763,611  | Revenue  | 3,648,087   | 3,732,849   | -2%         | 2,002,684   | 1,857,689   | 8%          |
| (5,988,421)  | Cost of Sales  | (2,866,410)   | (3,276,279)   | -13%        | (1,406,559)   | (1,618,802)   | -13%        |
| 1,775,190  | Gross profit   | 781,677   | 456,569   | 71%         | 596,125   | 238,887   | 150%        |
| 172,114  | Change in Fair Value of Biological Assets              | -   | -   | -           | -   | -   | -           |
| (333)  | Change in Fair Value of Bearer Biological Assets       | -   | -   | -           | -   | -   | -           |
| 46,195   | Other Income and Gains                                 | 36,337  | 29,965  | 21%         | 18,560  | 12,570  | 48%         |
| (421,708)  | Administrative Expenses                                | (222,954)   | (205,315)   | 9%          | (115,158)   | (109,368)   | 5%          |
| 1,571,458  | Results From Operating Activities                      | 595,059   | 281,220   | 112%        | 499,527   | 142,089   | 252%        |
| 620,830  | Finance Income   | 199,293   | 343,976   | -42%        | 95,238  | 162,726   | -41%        |
| (627)  | Finance Expenses                                       | (119)   | (358)   | -67%        | (67)  | (150)   | -55%        |
| (57,013)   | Interest Paid to Government and Other Leases           | (34,028)  | (20,307)  | 68%         | (16,914)  | (10,399)  | 63%         |
| 563,190  | Net Finance Income                                     | 165,146   | 323,311   |             | 78,257  | 152,177   |             |
| 2,134,648  | Profit Before Tax                                      | 760,206   | 604,531   |             | 577,784   | 294,266   |             |
| (491,196)  | Income Tax expenses                                    | (218,485)   | (133,283)   | 64%         | (134,535)   | (34,708)  | 288%        |
| 1,643,452  | Profit for the period                                  | 541,720   | 471,249   | 15%         | 443,249   | 259,558   | 71%         |
| Attributable to :  |  |   |   |             |   |   |             |
| 1,644,741  | Equity Holders of the Parent                           | 541,720   | 472,538   |             | 443,249   | 259,007   |             |
| (1,289)  | Non-Controlling Interest                               | -   | (1,289)   |             | -   | 550   |             |
| 1,643,452  | Net profit for the period                              | 541,720   | 471,249   | 15%         | 443,249   | 259,558   | 71%         |
| 34.63  | Basic earnings per share (Rs.)                         | 11.40   | 9.95  |             | 9.33  | 5.45  |             |
| 26.85  | Dividend per share (Rs.)                               | 2.25  | 20.85   |             | 2.25  | 3.50  |             |
| STATEMENT OF COMPREHENSIVE INCOME  |  |   |   |             |   |   |             |
| 1,643,452  | Profit for the period                                  | 541,720   | 471,249   |             | 443,249   | 259,558   |             |
| Other Comprehensive Income   |  |   |   |             |   |   |             |
| Other Comprehensive income not to be reclassified to profit or loss in subsequent periods: |  |   |   |             |   |   |             |
| (124,830)  | Actuarial Gain/(Loss) on Retirement Benefit Obligation | (256,623)   | -   |             | (256,623)   | -   |             |
| 37,466   | Income Tax Effect                                      | 76,987  | -   |             | 76,987  | -   |             |
| (87,364)   | Other Comprehensive income for the period, net of tax  | (179,636)   | -   |             | (179,636)   | -   |             |
| 1,556,088  | Total comprehensive income for the period, net of tax  | 362,085   | 471,249   |             | 263,613   | 259,558   |             |
| Attributable to:   |  |   |   |             |   |   |             |
| 1,557,377  | Equity Holders of the Parent                           | 362,085   | 472,538   |             | 263,613   | 259,007   |             |
| (1,289)  | Non- Controlling Interest                              | -   | (1,289)   |             | -   | 550   |             |
| 1,556,088  |  | 362,085   | 471,249   |             | 263,613   | 259,558   |             |

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>31.03.2024<br>Rs.'000 |  | Company   |   | %<br>Change | Company   |   | %<br>Change |
|---|--|---|---|-------------|---|---|-------------|
|   |  | Unaudited<br>06 months ended<br>30.09.2024<br>Rs.'000 | Unaudited<br>06 months ended<br>30.09.2023<br>Rs.'000 |             | Unaudited<br>03 months ended<br>30.09.2024<br>Rs.'000 | Unaudited<br>03 months ended<br>30.09.2023<br>Rs.'000 |             |
| 7,694,650   | Revenue  | 3,610,306   | 3,706,326   | -3%         | 1,976,343   | 1,838,140   | 8%          |
| (5,954,538)   | Cost of Sales                                    | (2,846,058)   | (3,256,277)   | -13%        | (1,398,726)   | (1,607,080)   | -13%        |
| 1,740,112   | Gross profit                                     | 764,248   | 450,049   | 70%         | 577,617   | 231,060   | 150%        |
| 172,114   | Change in Fair Value of Biological Assets        | -   | -   |             | -   | -   |             |
| (333)   | Change in Fair Value of Bearer Biological Assets | -   | -   |             | -   | -   |             |
| 48,976  | Other Income and Gains                           | 37,274  | 29,005  | 29%         | 22,707  | 12,570  | 81%         |
| (406,771)   | Administrative Expenses                          | (219,123)   | (196,291)   | 12%         | (113,213)   | (103,834)   | 9%          |
| 1,554,098   | Results From Operating Activities                | 582,399   | 282,763   | 106%        | 487,111   | 139,796   | 248%        |
| 619,011   | Finance Income                                   | 195,632   | 343,340   | -43%        | 92,722  | 162,672   | -43%        |
| (627)   | Finance Expenses                                 | (119)   | (358)   | -67%        | (67)  | (150)   | -55%        |
| (57,013)  | Interest Paid to Government and Other Leases     | (34,023)  | (20,301)  | 68%         | (16,912)  | (10,396)  | 63%         |
| 561,370   | Net Finance Income                               | 161,490   | 322,681   | -50%        | 75,743  | 152,126   | -50%        |
| 2,115,468   | Profit Before tax                                | 743,889   | 605,444   |             | 562,854   | 291,922   |             |
| (483,120)   | Income Tax Expenses                              | (210,926)   | (130,881)   | 61%         | (128,544)   | (32,569)  | 295%        |
| 1,632,348   | Profit for the period                            | 532,964   | 474,563   | 12%         | 434,310   | 259,353   | 67%         |
| Attributable to :   |  |   |   |             |   |   |             |
| 1,632,348   | Equity Holders of the Parent                     | 532,964   | 474,563   | 12%         | 434,310   | 259,353   | 67%         |
| -   | Non-Controlling Interest                         | -   | -   |             | -   | -   |             |
| 1,632,348   | Net profit for the period                        | 532,964   | 474,563   |             | 434,310   | 259,353   |             |
| 34.37   | Basic earnings per share (Rs.)                   | 11.22   | 9.99  |             | 9.14  | 5.46  |             |
| 26.85   | Dividend per share (Rs.)                         | 2.25  | 20.85   |             | 2.25  | 3.50  |             |

STATEMENT OF COMPREHENSIVE INCOME

|  |  |           |         |      |           |         |     |
|--|--|-----------|---------|------|-----------|---------|-----|
| 1,632,348  | Profit for the period                                  | 532,964   | 474,563 | 12%  | 434,310   | 259,353 | 67% |
| Other Comprehensive Income   |  |           |         |      |           |         |     |
| Other Comprehensive income not to be reclassified to profit or loss in subsequent periods: |  |           |         |      |           |         |     |
| (124,996)  | Actuarial Gain/(Loss) on Retirement Benefit Obligation | (256,623) | -       |      | (256,623) | -       |     |
| 37,499   | Income tax effect                                      | 76,987    | -       |      | 76,987    | -       |     |
| (87,497)   | Other Comprehensive income for the period, net of tax  | (179,636) | -       |      | (179,636) | -       |     |
| 1,544,851  | Total comprehensive income for the period, net of tax  | 353,328   | 474,563 | -26% | 254,675   | 259,353 | -2% |
| Attributable to:   |  |           |         |      |           |         |     |
| 1,544,851  | Equity Holders of the Parent                           | 353,328   | 474,563 | -26% | 254,675   | 259,353 | -2% |
| -  | Non- controlling Interest                              | -         | -       |      | -         | -       |     |
| 1,544,851  |  | 353,328   | 474,563 |      | 254,675   | 259,353 |     |

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      | Company    |  | Group      | Company    |            |            |
|------------|------------|--|------------|------------|------------|------------|
| Audited    | Audited    |  | Unaudited  | Unaudited  | Unaudited  | Unaudited  |
| As at      | As at      |  | As at      | As at      | As at      | As at      |
| 31.03.2024 | 31.03.2024 | ASSETS   | 30.09.2024 | 30.09.2023 | 30.09.2024 | 30.09.2023 |
| Rs.'000    | Rs.'000    | Non Current Assets                                     | Rs.'000    | Rs.'000    | Rs.'000    | Rs.'000    |
| 404,089    | 404,025    | Right-of-use Assets                                    | 472,526    | 277,440    | 472,463    | 277,374    |
| 1,539,864  | 1,305,632  | Tangible assets other than Immature/Mature Plantations | 1,757,493  | 1,456,551  | 1,531,413  | 1,214,188  |
| 2,048,227  | 2,048,227  | Bearer Biological Assets                               | 2,142,356  | 1,988,673  | 2,142,356  | 1,988,673  |
| 664,576    | 664,576    | Consumable Biological Assets                           | 674,380    | 493,495    | 674,380    | 493,495    |
| 11,651     | 10,776     | Intangible Assets                                      | 10,040     | 11,915     | 10,040     | 11,509     |
| -          | 225,792    | Investments in Subsidiaries                            | -          | -          | 225,792    | 225,792    |
| 602        | -          | Deferred Tax Asset                                     | 617        | 506        | -          | -          |
| 4,669,009  | 4,659,026  |  | 5,057,411  | 4,228,580  | 5,056,443  | 4,211,031  |
|            |            | <b>Current Assets</b>                                  |            |            |            |            |
| 22,598     | 22,598     | Produce on Bearer Biological Assets                    | 22,598     | 22,931     | 22,598     | 22,931     |
| 749,802    | 749,802    | Inventories  | 828,195    | 778,222    | 828,195    | 778,183    |
| 453,857    | 442,914    | Trade and Other Receivables                            | 391,027    | 513,816    | 365,672    | 475,842    |
| 5,528      | 8,446      | Amounts due from Related Companies                     | 12,682     | 20,104     | 17,119     | 24,024     |
| 3,924,891  | 3,852,558  | Short Term Investments                                 | 3,969,465  | 3,194,588  | 3,879,959  | 3,194,588  |
| 32,082     | 18,875     | Cash and Bank Balances                                 | 25,219     | 78,274     | 15,552     | 38,030     |
| 5,188,757  | 5,095,194  |  | 5,249,186  | 4,607,935  | 5,129,095  | 4,533,599  |
| 9,857,766  | 9,754,220  | <b>TOTAL ASSETS</b>                                    | 10,306,597 | 8,836,515  | 10,185,538 | 8,744,630  |
|            |            | <b>EQUITY AND LIABILITIES</b>                          |            |            |            |            |
|            |            | <b>Equity</b>  |            |            |            |            |
| 350,000    | 350,000    | Stated Capital   | 350,000    | 350,000    | 350,000    | 350,000    |
| 6,019,534  | 5,915,924  | Revenue Reserves                                       | 6,274,743  | 5,207,254  | 6,162,377  | 5,130,637  |
| 6,369,534  | 6,265,924  | <b>Total Equity</b>                                    | 6,624,743  | 5,557,254  | 6,512,377  | 5,480,637  |
|            |            | <b>Non Current Liabilities &amp; Deferred Income</b>   |            |            |            |            |
| -          | -          | Interest Bearing Loans & Borrowings                    | -          | 873        | -          | 873        |
| 932,949    | 928,821    | Retiring Benefit Obligations                           | 1,194,510  | 901,883    | 1,190,478  | 898,528    |
| 645,084    | 645,084    | Deferred Tax Liability                                 | 602,026    | 526,190    | 602,026    | 526,190    |
| 132,040    | 132,040    | Deferred Income  | 131,648    | 134,857    | 131,648    | 134,857    |
| 392,831    | 392,753    | Lease Liability  | 465,814    | 256,301    | 465,730    | 256,218    |
| 2,102,904  | 2,098,698  |  | 2,393,998  | 1,820,105  | 2,389,881  | 1,816,666  |
|            |            | <b>Current Liabilities</b>                             |            |            |            |            |
| 992,916    | 996,588    | Trade and Other Payables                               | 984,107    | 1,140,506  | 978,056    | 1,118,440  |
| 2,619      | 2,619      | Interest Bearing Loans & Borrowings                    | 873        | 3,492      | 873        | 3,492      |
| 14,055     | 14,050     | Lease Liability  | 16,971     | 8,564      | 16,967     | 8,559      |
| 218,665    | 225,808    | Amounts due to Related Companies                       | 168,711    | 207,042    | 180,208    | 218,657    |
| 118,344    | 111,804    | Income Tax Payable                                     | 85,172     | 84,277     | 75,154     | 82,904     |
| 38,728     | 38,728     | Bank Overdraft   | 32,022     | 15,275     | 32,022     | 15,275     |
| 1,385,328  | 1,389,598  |  | 1,287,856  | 1,459,156  | 1,283,280  | 1,447,327  |
| 3,488,232  | 3,488,296  | <b>TOTAL LIABILITIES</b>                               | 3,681,854  | 3,279,261  | 3,673,161  | 3,263,993  |
| 9,857,766  | 9,754,220  | <b>TOTAL EQUITY AND LIABILITIES</b>                    | 10,306,597 | 8,836,515  | 10,185,538 | 8,744,630  |
| 134.10     | 131.91     | Net Assets Per Share (Rs.)                             | 139.47     | 116.99     | 137.10     | 115.38     |

The Statements of Financial Position as at 30th September 2024 and the Statements of Profit or Loss, Statements of Comprehensive Income, the Statements of Changes in Equity and Cash flow statements for the six 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  
04th November 2024

(sgd)  
Roshan Rajadurai  
Managing Director

Figures in brackets indicate deductions

Talawakelle Tea Estates PLC

STATEMENT OF CHANGES IN EQUITY

| Group  | Attributable to equity holders of the parent |                   |                |                         |           |           | Non Controlling Interest | Total Equity |
|--|--|-------------------|----------------|-------------------------|-----------|-----------|--------------------------|--------------|
|  | Stated Capital                               | Revenue Reseves   |                |                         | Total     |           |                          |              |
|  |  | Retained Earnings | Timber Reserve | Biological Crop Reserve |           |           |                          |              |
|  | Rs.000                                       | Rs.000            | Rs.000         | Rs.000                  | Rs.000    | Rs.000    | Rs.000                   |              |
| Balance as at 01st April 2023                                    | 350,000                                      | 5,335,412         | 311,009        | 22,931                  | 5,669,352 | 147,887   | 6,167,239                |              |
| Profit for the period  | -  | 472,538           | -              | -                       | 472,538   | (1,289)   | 471,249                  |              |
| Other Comprehensive Income                                       | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Transferred to the Timber Reserve                                | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Realised Gain on Timber Sales                                    | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Transferred to the Biological Crop Reserve                       | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Adjustments on changes to non-controlling interest in subsidiary | -  | 55,739            | -              | -                       | 55,739    | (146,598) | (90,859)                 |              |
| Dividends Paid   | -  | (990,375)         | -              | -                       | (990,375) | -         | (990,375)                |              |
| Balance as at 30th September 2023                                | 350,000                                      | 4,873,314         | 311,009        | 22,931                  | 5,207,254 | -         | 5,557,254                |              |
| Balance as at 01st April 2024                                    | 350,000                                      | 5,520,525         | 476,411        | 22,598                  | 6,019,534 | -         | 6,369,534                |              |
| Profit for the period  | -  | 541,720           | -              | -                       | 541,720   | -         | 541,720                  |              |
| Other Comprehensive Income                                       | -  | (179,636)         | -              | -                       | (179,636) | -         | (179,636)                |              |
| Transferred to the Timber Reserve                                | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Realised Gain on Timber Sales                                    | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Transferred to the Biological Crop Reserve                       | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Adjustments on changes to non-controlling interest in subsidiary | -  | -                 | -              | -                       | -         | -         | -                        |              |
| Dividends Paid   | -  | (106,875)         | -              | -                       | (106,875) | -         | (106,875)                |              |
| Balance as at 30th September 2024                                | 350,000                                      | 5,775,734         | 476,411        | 22,598                  | 6,274,743 | -         | 6,624,743                |              |

| Company                                    | Revenue Reseves |                   |                |                         | Total     | Non Controlling Interest | Total Equity |
|--|-----------------|-------------------|----------------|-------------------------|-----------|--------------------------|--------------|
|  | Stated Capital  | Retained Earnings | Timber Reserve | Biological Crop Reserve |           |                          |              |
|  | Rs.000          | Rs.000            | Rs.000         | Rs.000                  |           |                          |              |
| Balance as at 01st April 2023              | 350,000         | 5,312,509         | 311,009        | 22,931                  | 5,646,448 | -                        | 5,996,448    |
| Profit for the period                      | -               | 474,563           | -              | -                       | 474,563   | -                        | 474,563      |
| Other Comprehensive Income                 | -               | -                 | -              | -                       | -         | -                        | -            |
| Transferred to the Timber Reserve          | -               | -                 | -              | -                       | -         | -                        | -            |
| Realised Gain on Timber Sales              | -               | -                 | -              | -                       | -         | -                        | -            |
| Transferred to the Biological Crop Reserve | -               | -                 | -              | -                       | -         | -                        | -            |
| Dividends Paid                             | -               | (990,375)         | -              | -                       | (990,375) | -                        | (990,375)    |
| Balance as at 30th September 2023          | 350,000         | 4,796,697         | 311,009        | 22,931                  | 5,130,637 | -                        | 5,480,637    |
| Balance as at 01st April 2024              | 350,000         | 5,416,915         | 476,411        | 22,598                  | 5,915,924 | -                        | 6,265,924    |
| Profit for the period                      | -               | 532,964           | -              | -                       | 532,964   | -                        | 532,964      |
| Other Comprehensive Income                 | -               | (179,636)         | -              | -                       | (179,636) | -                        | (179,636)    |
| Transferred to the Timber Reserve          | -               | -                 | -              | -                       | -         | -                        | -            |
| Realised Gain on Timber Sales              | -               | -                 | -              | -                       | -         | -                        | -            |
| Transferred to the Biological Crop Reserve | -               | -                 | -              | -                       | -         | -                        | -            |
| Dividends Paid                             | -               | (106,875)         | -              | -                       | (106,875) | -                        | (106,875)    |
| Balance as at 30th September 2024          | 350,000         | 5,663,368         | 476,411        | 22,598                  | 6,162,377 | -                        | 6,512,377    |

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 | Year ended |  | Group                        |                              | Company                      |                              |
|------------------|--------------------|------------|--|------------------------------|------------------------------|------------------------------|------------------------------|
|                  |                    |            |  | Unaudited<br>06 months ended | Unaudited<br>06 months ended | Unaudited<br>06 months ended | Unaudited<br>06 months ended |
| 31.03.2024       | 31.03.2024         |            | CASH FLOWS FROM OPERATING ACTIVITIES                               | 30.09.2024                   | 30.09.2023                   | 30.09.2024                   | 30.09.2023                   |
| Rs.'000          | Rs.'000            |            |  | Rs.'000                      | Rs.'000                      | Rs.'000                      | Rs.'000                      |
| 2,134,647        | 2,115,468          |            | Net profit before Taxation   | 760,206                      | 604,531                      | 743,889                      | 605,444                      |
|                  |                    |            | <b>ADJUSTMENTS FOR</b>   |                              |                              |                              |                              |
| 203,319          | 202,380            |            | Provision for Retirement Benefit Obligations                       | 80,257                       | 203,047                      | 79,742                       | 203,007                      |
| 226,088          | 210,779            |            | Depreciation/Amortisation  | 119,721                      | 112,500                      | 111,038                      | 104,852                      |
| (5,634)          | (5,634)            |            | Amortisation of Grants   | (4,519)                      | (2,817)                      | (4,519)                      | (2,817)                      |
| -                | (3,741)            |            | Dividend Income  | -                            | -                            | (10,577)                     | -                            |
| 627              | 627                |            | Finance costs  | 119                          | 358                          | 119                          | 358                          |
| 57,013           | 57,013             |            | Government & Other Lease Interest                                  | 34,028                       | 20,307                       | 34,023                       | 20,301                       |
| -                | -                  |            | Gain on Disposal of Property Plant and Equipment                   | -                            | -                            | -                            | -                            |
| (9,301)          | (9,301)            |            | Profit on Sale of Trees  | (4,640)                      | (6,816)                      | (4,640)                      | (6,816)                      |
| -                | -                  |            | Field Development Written-off                                      | -                            | -                            | -                            | -                            |
| 12,443           | -                  |            | Debtors/Stocks Write-off   | -                            | -                            | -                            | -                            |
| (171,781)        | (171,781)          |            | (Gains)/ Loss on Fair Value of Biological Assets                   | -                            | -                            | -                            | -                            |
| 2,447,421        | 2,395,810          |            | <b>Operating profit before working capital changes</b>             | 985,171                      | 931,110                      | 949,076                      | 924,329                      |
| 81,024           | 80,985             |            | (Increase)/Decrease in Inventories                                 | (78,393)                     | 52,604                       | (78,393)                     | 52,604                       |
| 35,978           | (12,639)           |            | (Increase)/Decrease in Trade and Other Receivables                 | 62,829                       | (23,982)                     | 77,243                       | (45,566)                     |
| (62,844)         | (39,685)           |            | Increase/(Decrease) in Trade and Other Payables                    | 108,047                      | 110,932                      | 102,683                      | 107,757                      |
| 19,100           | 4,120              |            | (Increase)/Decrease in Amounts due from Related Companies          | (7,154)                      | 4,524                        | (8,672)                      | (11,458)                     |
| 134,920          | 143,826            |            | Increase/(Decrease) in Amounts due to Related Companies            | (49,954)                     | 123,296                      | (45,599)                     | 136,675                      |
| 2,655,599        | 2,572,417          |            | <b>Cash generated from operations</b>                              | 1,020,546                    | 1,198,484                    | 996,337                      | 1,164,341                    |
| (627)            | (627)              |            | Finance Costs paid   | (119)                        | (358)                        | (119)                        | (358)                        |
| (461,554)        | (461,554)          |            | Payment of Income Tax  | (279,715)                    | (239,034)                    | (279,715)                    | (239,034)                    |
| (196,295)        | (196,058)          |            | Retirement Benefit Obligations Paid                                | (74,708)                     | (102,218)                    | (74,708)                     | (101,982)                    |
| 1,997,123        | 1,914,178          |            | <b>Net cash from operating activities</b>                          | 666,004                      | 856,875                      | 641,795                      | 822,967                      |
|                  |                    |            | <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                        |                              |                              |                              |                              |
| 975              | 975                |            | Grant Received   | 4,127                        | 975                          | 4,127                        | 975                          |
| 16,012           | 16,012             |            | Proceeds from Sale of Trees  | 4,640                        | 6,816                        | 4,640                        | 6,816                        |
| -                | -                  |            | Proceeds from Sale of Property, Plant & Equipment                  | -                            | -                            | -                            | -                            |
| (239,897)        | (239,897)          |            | Field Development Expenditure                                      | (149,684)                    | (133,305)                    | (149,684)                    | (133,305)                    |
| (256,816)        | (256,623)          |            | Purchase of Property, Plant & Equipment                            | (276,270)                    | (118,843)                    | (276,270)                    | (118,649)                    |
| (90,859)         | (90,859)           |            | Investment in Subsidiary Companies                                 | -                            | (90,859)                     | -                            | (90,859)                     |
| -                | 3,741              |            | Dividend Income  | -                            | -                            | 10,577                       | -                            |
| (570,585)        | (566,651)          |            | <b>Net cash used in investing activities</b>                       | (417,188)                    | (335,216)                    | (406,612)                    | (335,023)                    |
|                  |                    |            | <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                        |                              |                              |                              |                              |
| (1,085,375)      | (1,085,375)        |            | Dividend Paid  | (161,500)                    | (873,846)                    | (161,500)                    | (873,846)                    |
| (53,540)         | (53,540)           |            | Payment of Government lease rentals                                | (34,264)                     | (29,161)                     | (34,264)                     | (29,161)                     |
| (15,161)         | (15,161)           |            | Payment of Other lease rentals                                     | (6,889)                      | (8,594)                      | (6,889)                      | (8,594)                      |
| (3,492)          | (3,492)            |            | Repayment of loans   | (1,746)                      | (1,746)                      | (1,746)                      | (1,746)                      |
| (1,157,568)      | (1,157,568)        |            | <b>Net cash from financing activities</b>                          | (204,399)                    | (913,348)                    | (204,399)                    | (913,348)                    |
| 268,970          | 189,959            |            | <b>Net increase / (decrease) in cash &amp; cash equivalents</b>    | 44,417                       | (391,689)                    | 30,785                       | (425,403)                    |
| 3,649,276        | 3,642,746          |            | <b>A. Cash &amp; cash equivalents at the beginning of the year</b> | 3,918,245                    | 3,649,276                    | 3,832,705                    | 3,642,746                    |
| 3,918,245        | 3,832,705          |            | <b>B. Cash &amp; cash equivalents at the end of the period</b>     | 3,962,662                    | 3,257,587                    | 3,863,489                    | 3,217,343                    |
|                  |                    |            | <b>NOTE A</b>  |                              |                              |                              |                              |
|                  |                    |            | Cash & cash equivalents at the beginning of the year               |                              |                              |                              |                              |
| 173,004          | 166,475            |            | Cash & bank balances   | 32,082                       | 173,004                      | 18,875                       | 166,475                      |
| 3,513,695        | 3,513,695          |            | Short term Investments   | 3,924,891                    | 3,513,695                    | 3,852,558                    | 3,513,695                    |
| (37,423)         | (37,423)           |            | Bank overdrafts  | (38,728)                     | (37,423)                     | (38,728)                     | (37,423)                     |
| 3,649,276        | 3,642,746          |            |  | 3,918,245                    | 3,649,276                    | 3,832,705                    | 3,642,746                    |
|                  |                    |            | <b>NOTE B</b>  |                              |                              |                              |                              |
|                  |                    |            | Cash & cash equivalents at the end of the period                   |                              |                              |                              |                              |
| 32,082           | 18,875             |            | Cash & bank balances   | 25,219                       | 78,274                       | 15,552                       | 38,030                       |
| 3,924,891        | 3,852,558          |            | Short term Investments   | 3,969,465                    | 3,194,588                    | 3,879,959                    | 3,194,588                    |
| (38,728)         | (38,728)           |            | Bank overdrafts  | (32,022)                     | (15,275)                     | (32,022)                     | (15,275)                     |
| 3,918,245        | 3,832,705          |            |  | 3,962,662                    | 3,257,587                    | 3,863,489                    | 3,217,343                    |

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

**1. REVENUE****Summary****Sale of goods**

|                  | <b>Group</b>           |                        | <b>Company</b>         |                        |
|------------------|------------------------|------------------------|------------------------|------------------------|
|                  | <b>Unaudited</b>       | <b>Unaudited</b>       | <b>Unaudited</b>       | <b>Unaudited</b>       |
|                  | <b>06 months ended</b> | <b>06 months ended</b> | <b>06 months ended</b> | <b>06 months ended</b> |
|                  | <b>30.09.2024</b>      | <b>30.09.2023</b>      | <b>30.09.2024</b>      | <b>30.09.2023</b>      |
|                  | <b>Rs.'000</b>         | <b>Rs.'000</b>         | <b>Rs.'000</b>         | <b>Rs.'000</b>         |
| Tea              | 3,466,926              | 3,579,974              | 3,466,926              | 3,579,974              |
| Rubber           | 12,491                 | 11,573                 | 12,491                 | 11,573                 |
| Cinnamon         | 14,639                 | 14,515                 | 14,639                 | 14,515                 |
| Mini Hydro Power | 37,781                 | 26,522                 | -                      | -                      |
| Others           | 116,250                | 100,265                | 116,250                | 100,265                |
|                  | <b>3,648,087</b>       | <b>3,732,849</b>       | <b>3,610,306</b>       | <b>3,706,326</b>       |

**SEGMENT INFORMATION****a) Segment Revenue****Tea**

|                            |                |                |                |                |
|----------------------------|----------------|----------------|----------------|----------------|
| Revenue                    | 3,466,926      | 3,579,974      | 3,466,926      | 3,579,974      |
| Revenue expenditure        | (2,637,188)    | (2,932,907)    | (2,637,188)    | (2,932,907)    |
| Depreciation               | (94,504)       | (84,668)       | (94,504)       | (84,668)       |
| Other non cash expenditure | (79,742)       | (203,007)      | (79,742)       | (203,007)      |
| <b>Segment results</b>     | <b>655,492</b> | <b>359,393</b> | <b>655,492</b> | <b>359,393</b> |

**Rubber**

|                            |                 |                 |                 |                 |
|----------------------------|-----------------|-----------------|-----------------|-----------------|
| Revenue                    | 12,491          | 11,573          | 12,491          | 11,573          |
| Revenue expenditure        | (21,265)        | (21,967)        | (21,265)        | (21,967)        |
| Depreciation               | (2,925)         | (3,430)         | (2,925)         | (3,430)         |
| Other non cash expenditure | -               | -               | -               | -               |
| <b>Segment results</b>     | <b>(11,699)</b> | <b>(13,824)</b> | <b>(11,699)</b> | <b>(13,824)</b> |

**Cinnamon**

|                            |              |              |              |              |
|----------------------------|--------------|--------------|--------------|--------------|
| Revenue                    | 14,639       | 14,515       | 14,639       | 14,515       |
| Revenue Expenditure        | (9,475)      | (9,426)      | (9,475)      | (9,426)      |
| Depreciation               | (959)        | (874)        | (959)        | (874)        |
| Other Non Cash Expenditure | -            | -            | -            | -            |
| <b>Segment Results</b>     | <b>4,205</b> | <b>4,216</b> | <b>4,205</b> | <b>4,216</b> |

**Mini Hydro Power**

|                            |               |              |          |          |
|----------------------------|---------------|--------------|----------|----------|
| Revenue                    | 37,781        | 26,522       | -        | -        |
| Revenue expenditure        | (11,155)      | (12,313)     | -        | -        |
| Depreciation               | (8,683)       | (7,648)      | -        | -        |
| Other non cash expenditure | (515)         | (40)         | -        | -        |
| <b>Segment results</b>     | <b>17,429</b> | <b>6,520</b> | <b>-</b> | <b>-</b> |

**Unallocated**

|                            |                |                |                |                |
|----------------------------|----------------|----------------|----------------|----------------|
| Revenue                    | 116,250        | 100,265        | 116,250        | 100,265        |
| Revenue expenditure        | -              | -              | -              | -              |
| Depreciation               | -              | -              | -              | -              |
| Other non cash expenditure | -              | -              | -              | -              |
| <b>Segment results</b>     | <b>116,250</b> | <b>100,265</b> | <b>116,250</b> | <b>100,265</b> |

**Total**

|                            |                |                |                |                |
|----------------------------|----------------|----------------|----------------|----------------|
| Revenue                    | 3,648,087      | 3,732,849      | 3,610,306      | 3,706,326      |
| Revenue expenditure        | (2,679,082)    | (2,976,613)    | (2,667,928)    | (2,964,299)    |
| Depreciation               | (107,070)      | (96,620)       | (98,388)       | (88,972)       |
| Other non cash expenditure | (80,257)       | (203,047)      | (79,742)       | (203,007)      |
| <b>Segment results</b>     | <b>781,677</b> | <b>456,569</b> | <b>764,248</b> | <b>450,049</b> |

Change in fair value of biological assets

-

Other Income and Gains

36,337

Administrative Expenses

(222,954)

Finance Income

199,293

Finance Expenses

(119)

Interest paid to Government and Other on Leases

(34,028)

**Profit Before Tax****760,206**

| SEGMENT INFORMATION  | Group                                 |                                       | Company                               |                                       |
|--|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
|  | Unaudited                             | Unaudited                             | Unaudited                             | Unaudited                             |
|  | 06 months to<br>30.09.2024<br>Rs.'000 | 06 months to<br>30.09.2023<br>Rs.'000 | 06 months to<br>30.09.2024<br>Rs.'000 | 06 months to<br>30.09.2023<br>Rs.'000 |
| <b>b) Segment Assets</b>                                       |                                       |                                       |                                       |                                       |
| <b>Non Current Assets</b>                                      |                                       |                                       |                                       |                                       |
| Tea  | 3,955,846                             | 3,340,377                             | 3,955,846                             | 3,340,377                             |
| Rubber   | 82,036                                | 85,548                                | 82,036                                | 85,548                                |
| Cinnamon   | 118,389                               | 65,819                                | 118,389                               | 65,819                                |
| Mini Hydro Power   | 226,760                               | 243,341                               | -                                     | -                                     |
| Biological Assets  | 674,380                               | 493,495                               | 674,380                               | 493,495                               |
| Investments  | -                                     | -                                     | 225,792                               | 225,792                               |
|  | <u>5,057,411</u>                      | <u>4,228,580</u>                      | <u>5,056,443</u>                      | <u>4,211,031</u>                      |
| <b>Current Assets</b>  |                                       |                                       |                                       |                                       |
| Tea  | 5,125,852                             | 4,526,263                             | 5,125,852                             | 4,526,263                             |
| Rubber   | 3,243                                 | 7,335                                 | 3,243                                 | 7,335                                 |
| Mini Hydro Power   | 120,091                               | 74,336                                | -                                     | -                                     |
|  | <u>5,249,186</u>                      | <u>4,607,935</u>                      | <u>5,129,095</u>                      | <u>4,533,599</u>                      |
| <b>Total Assets</b>  | <u>10,306,597</u>                     | <u>8,836,515</u>                      | <u>10,185,538</u>                     | <u>8,744,630</u>                      |
| <b>Non Current Liabilities and Deferred Income</b>             |                                       |                                       |                                       |                                       |
| Tea  | 2,389,881                             | 1,816,666                             | 2,389,881                             | 1,816,666                             |
| Rubber   | -                                     | -                                     | -                                     | -                                     |
| Mini Hydro Power   | 4,116                                 | 3,440                                 | -                                     | -                                     |
| Unallocated  | -                                     | -                                     | -                                     | -                                     |
|  | <u>2,393,998</u>                      | <u>1,820,105</u>                      | <u>2,389,881</u>                      | <u>1,816,666</u>                      |
| <b>Current Liabilities</b>                                     |                                       |                                       |                                       |                                       |
| Tea  | 1,283,280                             | 1,447,327                             | 1,283,280                             | 1,447,327                             |
| Rubber   | -                                     | -                                     | -                                     | -                                     |
| Mini Hydro Power   | 4,576                                 | 11,829                                | -                                     | -                                     |
| Unallocated  | -                                     | -                                     | -                                     | -                                     |
|  | <u>1,287,856</u>                      | <u>1,459,156</u>                      | <u>1,283,280</u>                      | <u>1,447,327</u>                      |
| <b>Total liabilities</b>                                       | <u>3,681,854</u>                      | <u>3,279,261</u>                      | <u>3,673,161</u>                      | <u>3,263,993</u>                      |
| <b>2. STATED CAPITAL</b>                                       |                                       |                                       |                                       |                                       |
| <b>as at</b>   | <b>30.09.2024</b>                     | <b>30.09.2023</b>                     | <b>30.09.2024</b>                     | <b>30.09.2023</b>                     |
| <b>Issued and fully paid</b>                                   | <b>Rs.'000</b>                        | <b>Rs.'000</b>                        | <b>Rs.'000</b>                        | <b>Rs.'000</b>                        |
| 47,500,001 Ordinary Shares and a Golden Share                  |                                       |                                       |                                       |                                       |
| 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 2024.

4.

The major component of Income Tax and Deferred Tax Expenses for the period are as follows.
- |              | Group           |                 | Company         |
|--------------|-----------------|-----------------|-----------------|
|              | Unaudited       | Unaudited       | Unaudited       |
|              | 06 months ended | 06 months ended | 06 months ended |
|              | 30.09.2024      | 30.09.2023      | 30.09.2024      |
|              | Rs.'000         | Rs.'000         | Rs.'000         |
| Income Tax   | (184,572)       | (151,008)       | (176,997)       |
| Deferred Tax | (33,914)        | 17,726          | (33,929)        |
|              | (218,485)       | (133,283)       | (210,926)       |
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 31.03.2024.

8.

The Secretary to the Ministry of Labour and Foreign Employment has declared, by Notice published in the Gazette an Extra ordinary No. 2401/24 dated 12th September 2024, that with effect from 10th September 2024, the minimum rate of daily wages for time work in the Tea Growing and Manufacturing Trade and the Rubber Cultivation and Raw Rubber Processing Trade has been increased from Rs. 1,000/- to Rs. 1,350/-.
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**TALAWAKELLE TEA ESTATES PLC**

**FIRST TWENTY SHAREHOLDERS AS AT 30.09.2024.**

|    | <b>Name of the Shareholder</b>                       | <b>No.of Shares<br/>as at<br/>30.09.2024.</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/K.K. Shujeevan              | 742,826                                       | 1.56          |
| 4  | Mr. A. J. Wijayawardhana                             | 414,947                                       | 0.87          |
| 5  | Mr. N.A. Withana                                     | 224,200                                       | 0.47          |
| 6  | Mr. A. S. Ratnayake                                  | 210,508                                       | 0.44          |
| 7  | Mr. C. B. Welagedara                                 | 158,000                                       | 0.33          |
| 8  | Dedunu Capital (Private) Limited                     | 150,100                                       | 0.32          |
| 9  | MSS Investments (Private) Limited                    | 146,516                                       | 0.31          |
| 10 | Mrs. U. D. D. N. Perera                              | 123,025                                       | 0.26          |
| 11 | Mrs. A. S. Amalraj                                   | 118,200                                       | 0.25          |
| 12 | Cocoshell Activated Carbon Company (Private) Limited | 117,200                                       | 0.25          |
| 13 | Mr. N. P. De. A. Samaranayake                        | 100,000                                       | 0.21          |
| 14 | PMF Finance PLC/S. Weerathunga                       | 96,622  | 0.20          |
| 15 | Mr. P. Somadasa                                      | 92,122  | 0.19          |
| 16 | Mr. R. Senthilnathan                                 | 91,496  | 0.19          |
| 17 | Mr. A. J. M. Jinadasa                                | 70,000  | 0.15          |
| 18 | Mr. W.A.S.N. Milton                                  | 64,179  | 0.14          |
| 19 | Mr. D.P.Marasinghe                                   | 50,000  | 0.11          |
| 20 | Mr. H M H Bandara                                    | 50,000  | 0.11          |
|    | <b>OTHERS</b>  | <b>6,610,659</b>                              | <b>13.92</b>  |
|    | <b>TOTAL</b>   | <b>47,500,000</b>                             | <b>100.00</b> |

**Directors Shares holding as at end of 30.09.2024.**

|    | <b>Name of Director</b> | <b>No of Shares</b> |
|----|-------------------------|---------------------|
| 1  | A. M. Pandithage        |                     |
| 2  | W. G. R. Rajadurai      | 5,000               |
| 3  | S. B. Alawattegama      |                     |
| 4  | M. J. Fernando          |                     |
| 5  | Ms. M. D. A. Perera     |                     |
| 6  | S. L. Athukorala        |                     |
| 7  | M. H. Jamaldeen         |                     |
| 8  | J. M. Kariapperuma      |                     |
| 9  | N. Ekanayake            |                     |
| 10 | M. C. B. Talwatte       | 1,200               |
| 11 | A. M. J. Fernando       |                     |
|    | <b>Total</b>            | <b>6,200</b>        |

**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 on the Colombo Stock  
Exchange of Sri Lanka

### Principal Lines of Business

Cultivation and manufacture of black tea.

### Directors

Mr.A M Pandithage - Chairman  
Dr.W G R Rajadurai - Managing Director  
Mr.S B Alawattegama- Chief Executive Officer  
Mr.Malik J Fernando  
Ms. M.D.A. Perera  
Mr.S L Athukorala  
Mr.M H Jamaldeen  
Col..J M Kariapperuma  
Mr.D C Fernando ( Resigned on 01st August 2024)  
Mr. A M J Fernando \*  
Mr. N. Ekanayake  
Mr. M C B Talwatte

\*Mr.A.M.J Fernando ceased to be the alternative Director to Mr.D.C Fernando on 01st August 2024 and was appointed as a Director on  
01st August 2024.

### 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

### 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

## INVESTOR INFORMATION

| MARKET VALUE OF SHARES  | 2024/25     | 2023/24     |
|---|-------------|-------------|
|   | Rs.         | Rs.         |
| Last traded price on 30.09. ....  | 126.25      | 116.00      |
| Highest price recorded for the six months ending  | 150.00      | 130.50      |
| Lowest price recorded for the six months ending   | 110.00      | 81.40       |
| Highest price recorded for the three months ending  | 144.00      | 130.50      |
| Lowest price recorded for the three months ending   | 115.00      | 95.20       |
| <b>RATIOS</b>   |             |             |
| Price Earning Ratio (times)   | 11.07       | 11.66       |
| <b>SHARE TRADING FROM 01ST APRIL, 2024 TO 30TH SEPTEMBER, 2024</b>  |             |             |
| No. of transactions   | 4,481       | 12,318      |
| No. of shares traded  | 1,831,999   | 3,817,673   |
| Value of shares traded (Rs.)  | 225,905,170 | 396,446,551 |
| Public Holding %  | 20.26       | 20.26       |
| Total Number of shareholders representing the public holding  | 14,788      | 14,598      |
| No.of Shares in Stated Capital  | 47,500,000  | 47,500,000  |
| Float Adjusted Market capitalisation as at 30.09.2024 (Rs. '000)  | 1,214,676   | 1,116,326   |
| There were no non-voting shares as at 30th September 2024   |             |             |
| The Company complies with option 5 of the Listing Rules 7.14.1 (i) (a)-less than<br>Rs.2.5Bn Float Adjusted Market Capitalization which requires 20% minimum Public Holding |             |             |