

WATAWALA PLANTATIONS PLC
INTERIM CONDENSED FINANCIAL STATEMENTS
Quarter ended 31 March, 2025

Management Review

Dear Shareholder,

Watawala Plantations PLC (CSE: WATA)

Watawala Plantations PLC posted a revenue of LKR 7,944 million at group level for the year ending 31st March 2025 (FY 24/25), down 4.5% YoY due to a 1.6% YoY decrease in revenue in the oil palm business and a 18.6% YoY decrease in revenue in the dairy business.

Profit after tax (PAT) at group level was LKR 1,885 million during FY 24/25, down 19.6% YoY. The decrease in net profit was due to the increase in tax expenditure arising from the change in rate of tax and an impairment due to change in fair value of biological assets. The net assets per share at group level decreased to LKR 3.51 as of 31st March 2025 from LKR 6.29 as of 31st March 2024. During the year, WATA paid dividends totalling LKR 4,465 million.

Watawala Plantations PLC subdivided the ordinary share capital on the basis of 5 shares for every 1 share in 4Q FY24/25 to improve liquidity and accessibility to investors. Accordingly, the total number of shares post-subdivision is 1,016,543,166.

Oil Palm

Revenue was LKR 6,760 million in FY 24/25, down 1.6% YoY due to the drop in volume despite a marginal increase in price compared to last year. Volumes were lower than last year primarily due to weather impact and industrial action owing to the wage negotiations that were ongoing during the second quarter, and a lower volume of crop processed in the third and fourth quarters. Cost of sales decreased 15.9% YoY primarily due to the lower fertilizer cost.

Dairy

Revenue was LKR 1,184 million in FY 24/25, down 18.6% YoY due to a drop in both volume and price. Cost of sales reduced 26.2% YoY due to the reduction in cost of feed. The impairment on fair valuation of livestock of LKR 287 million impacted the results.

Watawala Dairy Limited changed its name to Lonach Dairy Limited effective from 13th February 2025 to align the name of the Company with the estate on which the farm is located.

Cinnamon and other crops

The new cinnamon processing centre operated through the year with harvests improved from the over 100 hectares of cinnamon cultivated by the company. A net income of LKR 15 million was generated in FY 24/25 by other crops which includes cinnamon, tea, rubber, and coconut.

Outlook

Global palm oil prices remained strong in 4Q FY24/25 due to lower production in Indonesia and Malaysia, and reduced export of palm oil from Indonesia. Meanwhile, the domestic palm oil price which increased in 4Q FY24/25 is expected to continue into the next quarter. However, the impact from the increase in price is expected to be marginally offset by a dip in production due to the volatile weather conditions.

We expect 1H FY25/26 to be challenging for the dairy sector due to a drop in milk quantity, despite maintaining strong milk yield.

Condensed Consolidated Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Quarter ended 31 March			12 months ended 31 March		
	2025	2024	Change %	2025	2024	Change %
Revenue	1,919,176	1,837,567	4%	7,944,206	8,320,903	-5%
Cost of sales	(1,127,299)	(1,425,574)	-21%	(4,192,626)	(5,166,312)	-19%
Gross profit	791,877	411,993	92%	3,751,580	3,154,591	19%
Other Income	62,956	(26,776)	-335%	139,433	61,000	129%
Gain/(loss) on changes in fair value of biological assets	(69,417)	53,629	n/m	(321,221)	39,989	n/m
Administrative expenses	(161,726)	(69,540)	133%	(550,525)	(444,194)	24%
Selling and distribution expenses (SSCL)	(35,644)	(32,184)	11%	(145,324)	(150,672)	-4%
Operating profits	588,045	337,122	74%	2,873,943	2,660,714	8%
Finance Income	22,908	63,398	-64%	151,348	183,771	-18%
Finance Costs	(54,537)	(22,849)	139%	(126,769)	(78,639)	61%
Net Finance Income/(Costs)	(31,629)	40,549	-178%	24,579	105,132	-77%
Profit before income tax	556,416	377,671	47%	2,898,522	2,765,846	5%
Income tax expenses	(144,065)	(236,231)	-39%	(1,013,613)	(421,110)	141%
Profit for the period	412,351	141,440	192%	1,884,909	2,344,736	-20%
Profit is attributable to:						
Equity holders of the parent	418,982	155,731	169%	1,917,871	2,358,770	-19%
Non-controlling interests	(6,628)	(14,291)	-54%	(32,962)	(14,034)	135%
	412,351	141,440	192%	1,884,909	2,344,736	-20%
Basic Earning per share (LKR)	0.41	0.15		1.89	2.32	
Consolidated Statement of other Comprehensive Income						
Profit for the period	412,351	141,440	192%	1,884,909	2,344,736	-20%
Other comprehensive income for the period (net of tax)	(69,880)	(10,700)	553%	(69,880)	(10,700)	553%
Total comprehensive income for the period	342,471	130,740	162%	1,615,029	2,334,036	-22%
Total comprehensive income attributable to						
Equity holders of the parent	349,099	145,031	141%	1,847,981	2,348,229	-21%
Non-controlling interests	(6,628)	(14,291)	-54%	(32,962)	(14,193)	132%
Total comprehensive income for the period	342,471	130,740	162%	1,815,029	2,334,036	-22%

Condensed Company Income Statement

(all amounts in Sri Lankan Rupees thousands)

	Quarter ended 31 March			12 months ended 31 March		
	2025	2024	Change %	2025	2024	Change %
Revenue	1,651,834	1,472,128	12%	6,760,119	6,867,145	-2%
Cost of sales	(809,414)	(1,034,739)	-22%	(3,051,505)	(3,627,334)	-16%
Gross profit	842,420	437,389	93%	3,708,614	3,239,811	14%
Other Income/ (Expense)	11,565	(106,533)	-111%	91,125	(155,528)	-159%
Gain/(loss) on changes in fair value of biological assets	(35,605)	(9,464)	n/m	(34,357)	(15,259)	125%
Administrative expenses	(151,518)	(71,706)	111%	(523,915)	(431,149)	22%
Selling and distribution expenses (SSCL)	(35,644)	(32,184)	11%	(145,324)	(150,672)	-4%
Impairment of investment in subsidiary	(554,621)	-	n/m	(693,677)	-	n/m
Operating profits	76,597	217,502	-65%	2,402,466	2,487,203	-3%
Finance Income	25,251	68,152	-63%	162,911	219,828	-26%
Finance Costs	(51,696)	(17,218)	200%	(114,306)	(61,962)	84%
Net Finance Income/(Costs)	(26,445)	50,934	-152%	48,605	157,866	-69%
Profit before income tax	50,151	268,436	-81%	2,451,071	2,645,069	-7%
Income tax expenses	(126,668)	(65,331)	94%	(932,802)	(241,215)	287%
Profit/(Loss) for the period	(76,517)	203,105	-138%	1,518,270	2,403,854	-37%
Profit is attributable to:						
Equity holders of the parent	(76,517)	203,105	-138%	1,518,270	2,403,854	-37%
Basic Earning per share (LKR)	(0.08)	0.20		1.49	2.36	
Statement of other Comprehensive Income						
Profit/(Loss) for the period	(76,517)	203,105	-138%	1,518,270	2,403,854	-37%
Other comprehensive income for the period (net of tax)	(61,676)	(9,128)	576%	(61,676)	(9,128)	576%
Total comprehensive income for the period	(138,193)	193,977	-171%	1,456,594	2,394,726	-39%
Total comprehensive income attributable to						
Equity holders of the parent	(138,193)	203,105	-168%	1,456,594	2,394,726	-39%
Total comprehensive income for the period	(138,193)	203,105	-168%	1,456,594	2,394,726	-39%

Condensed Statement of Financial Position

(all amounts in Sri Lankan Rupees thousands)

	Group		Company	
	31.03.2025	31.03.2024	31.03.2025	31.03.2024
Assets				
Non-current assets				
Right to use of assets	409,805	359,850	414,082	363,888
Property, plant and equipment	2,549,027	2,555,913	1,252,412	1,212,638
Intangible assets	47,052	48,143	44,458	48,009
Bearer biological assets	2,280,631	2,422,977	2,234,015	2,374,488
Biological assets-Consumable	149,506	70,086	-	-
Biological assets -Livestock	887,435	1,165,589	-	-
Investment fund	5,127	51,393	5,127	51,393
Investment in subsidiaries	-	-	1,437,540	2,131,217
Total non-current assets	6,328,582	6,673,952	5,387,633	6,181,633
Current assets				
Inventories	381,264	559,813	201,681	242,106
Biological assets-produce on bearer plants	36,510	70,867	36,510	70,867
Current tax assets	38,752	38,752	38,752	38,752
Trade and other receivables	351,352	334,734	224,297	234,758
Loan given to related Company	-	-	-	170,000
Amount due from related Companies	326,357	31,747	553,572	289,143
Short term investments	366,853	959,322	363,500	958,461
Cash and cash equivalents	883,479	762,130	880,648	739,183
Total current assets	2,384,566	2,757,364	2,298,960	2,743,270
Total assets	8,713,149	9,431,316	7,686,593	8,924,903
Equity and liabilities				
Capital and reserves				
Stated capital	511,848	511,848	511,848	511,848
Retained earnings	3,060,569	5,676,862	2,986,588	5,995,104
Equity attributable to equity holders of the company	3,572,418	6,188,710	3,498,436	6,506,952
Non controlling interests	174,821	208,611	-	-
Total equity	3,747,239	6,397,321	3,498,436	6,506,952
Liabilities				
Non-current liabilities				
Interest bearing borrowings	519,734	39,090	514,178	-
Lease Liabilities	467,192	401,592	476,492	411,296
Retirement benefit obligations	487,763	370,065	423,072	322,284
Deferred income and capital grants	34,173	36,726	34,173	36,726
Deferred tax liability	983,076	978,449	641,823	715,956
Total non-current liabilities	2,491,937	1,825,922	2,089,737	1,486,262
Current liabilities				
Interest bearing borrowings	378,333	89,511	345,000	-
Lease Liabilities	4,784	3,170	4,514	2,810
Trade and other payables	1,193,414	916,493	1,096,511	810,620
Amount due to related Companies	-	9,669	-	9,669
Current tax liabilities	582,509	108,590	582,509	108,590
Bank overdrafts	314,933	80,640	69,885	-
Total current liabilities	2,473,973	1,208,073	2,098,420	931,689
Total liabilities	4,965,910	3,033,996	4,188,157	2,417,949
Total equity and liabilities	8,713,149	9,431,316	7,686,593	8,924,903
Net Assets Per Share	3.51	6.29	3.44	6.40

It is certified that these financial statements have been prepared in compliance with the requirements of the Companies Act No 07 of 2007.


Dhanmika Laksiri

• Sector Financial Controller

The Board of Directors is responsible for the preparation and presentation of these financial statements. Approved and signed for and on behalf of Directors of Watawala Plantations PLC.


S.G. Sathasivam
Director
27 May 2025


M.R. Mihular
Chairman

Condensed Statement of changes in equity - Group

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	Retained earnings	Total	Non con- trolling interest	Total Equity
Balance at 1 April 2023	511,848	5,768,337	6,280,185	222,804	6,502,989
Profit for the period	-	2,358,770	2,358,770	(14,034)	2,344,736
Actuarial loss on retirement benefit obligations	-	(14,807)	(14,807)	(198)	(15,005)
Deferred tax on actuarial loss on retirement benefit obligations	-	4,266	4,266	39	4,305
Total comprehensive income for the year	-	2,348,229	2,348,229	(14,193)	2,334,036
Transactions with owners of the Company, recognised directly in equity					
Effect on changes in effective holding in the subsidiary					
Dividends paid	-	(2,439,704)	(2,439,704)	-	(2,439,704)
Total transactions with owners	-	(2,439,704)	(2,439,704)	-	(2,439,704)
Balance at 31 March 2024	511,848	5,676,862	6,188,710	208,611	6,397,321
Balance at 1 April 2024	511,848	5,676,862	6,188,710	208,611	6,397,321
Profit for the period	-	1,848,817	1,848,817	(33,789)	1,815,028
Total comprehensive income for the period	-	1,848,817	1,848,817	(33,789)	1,815,028
Transactions with owners of the Company, recognised directly in equity					
Dividends paid	-	(4,465,110)	(4,465,110)	-	(4,465,110)
Total transactions with owners	-	(4,465,110)	(4,465,110)	-	(4,465,110)
Balance at 31 March 2025	511,848	3,060,570	3,572,418	174,822	3,747,239

Condensed Statement of changes in equity - Company

(all amounts in Sri Lankan Rupees thousands)

	Stated capital	Retained earnings	Total
Balance at 1 April 2023	511,848	6,040,082	6,551,930
Profit for the period	-	2,403,854	2,403,854
Deferred tax on actuarial loss on retirement benefit obligations	-	(9,128)	(9,128)
Total comprehensive income for the period	-	2,394,726	2,394,726
Transactions with owners of the Company, recognised directly in equity			
Dividends paid	-	2,394,726	2,394,726
Total transactions with owners	-	(2,439,704)	(2,439,704)
Balance at 31 March 2024	511,848	5,995,104	6,506,952
Balance at 1 April 2024	511,848	5,995,104	6,506,952
Total Comprehensive Income			
Profit for the period	-	1,518,270	1,518,270
Total other comprehensive income for the period	-	(61,676)	(61,676)
Dividend paid to owners for 2024/25	-	(4,465,110)	(4,465,110)
Balance as at 31st March 2025	511,848	2,986,588	3,498,436
Transactions with owners of the Company, recognised directly in equity			
Dividends paid	-	(4,465,110)	(4,465,110)
Total transactions with owners	-	(4,465,110)	(4,465,110)
Balance at 31 March 2025	511,848	2,986,588	3,498,436

Condensed Consolidated Statement of cash flows

(all amounts in Sri Lankan Rupees thousands)

For the period ended 31 March	Group		Company	
	2025	2024	2025	2024
Cash flows from operating activities				
Profit before taxation	2,898,522	2,765,846	2,451,071	2,645,069
Adjustments for:				
Depreciation and amortisation	411,601	411,943	331,788	333,799
Provision for retirement benefit obligations	75,636	82,210	66,005	71,484
Loss /(Profit) on disposal of property, plant and equipment	(37,666)	13,839	(40,661)	13,839
Impairment on investment in subsidiary	-	-	693,677	80,125
Gain on fair valuation of consumable biological assets	(79,420)	(25,817)	-	-
Gain on fair valuation of produce on bearer plants	34,357	15,259	34,357	15,259
Loss on fair valuation of livestock	366,285	(29,431)	-	-
Income from investment fund	(3,734)	(7,110)	(3,734)	(7,110)
Provision for Doubtful Receivables	6,853	-	2,012	-
Provision for slow moving Inventory	68,742	(100,894)	-	-
Amortisation of capital grants	(2,553)	(2,358)	(2,553)	(2,358)
Unrealized Exchange Gain	(1,642)	(3,145)	(1,642)	(3,145)
Net finance costs	(24,579)	(105,132)	(48,605)	(157,866)
Profit before working capital changes	3,712,403	3,015,210	3,481,715	2,989,096
Changes in working capital				
- Inventories	178,549	415,708	40,425	89,396
- Trade and other receivables	(23,471)	162,714	8,450	206,107
- Amount due from related companies	(294,610)	117,400	(264,429)	80,312
- Amount due to related companies	(9,669)	8,851	(9,669)	8,851
- Trade and other payables	276,920	108,316	285,890	105,914
Cash generated from operations	3,840,122	3,828,199	3,542,382	3,479,676
Interest paid	(12,525)	(16,957)	(179)	(310)
Interest received	151,348	183,771	163,823	219,828
Income Tax paid	(499,817)	(144,806)	(499,817)	(144,029)
Retirement benefit obligations paid	(56,301)	(64,539)	(53,324)	(58,194)
Net cash generated from operating activities	3,422,827	3,785,668	3,152,886	3,496,971
Cash flows from investing activities				
Additions to property, plant and equipment	(273,701)	(289,562)	(169,754)	(216,675)
Addition to Intangible assets	(9,325)	(12,517)	(6,511)	(12,517)
Additions to Bearer biological assets	(34,077)	(36,177)	(34,077)	(36,177)
Proceeds from disposal of biological assets (Livestock)	98,682	63,122	-	-
Proceeds from sale of property, plant and equipment	46,531	-	44,102	-
Investment made through short/long term investments	592,469	(1,454,452)	594,961	(1,453,591)
(Addition)/Withdrawals made through short/long term investments	50,000	509,000	50,000	509,000
Additions/ Disposal to livestock	(186,813)	(306,209)	-	-
Loan paid from related companies	-	-	170,000	100,000
Net cash used in investing activities	283,768	(1,526,795)	648,721	(1,109,960)
Cash flows from financing activities				
Dividends paid	(4,472,790)	(2,439,704)	(4,472,790)	(2,439,704)
Loans obtained during the year	845,000	154,900	845,000	-
Repayment of borrowings	(117,220)	(28,807)	(28,986)	-
Repayment of lease liabilities	(74,528)	(61,317)	(73,251)	(61,317)
Net cash used in financing activities	(3,819,538)	(2,374,928)	(3,730,027)	(2,501,021)
Increase / (Decrease) in cash and cash equivalents	(112,944)	(116,055)	71,580	(114,010)
Movement in cash and cash equivalents				
At the beginning of period	681,490	797,544	739,183	853,193
Increase / (Decrease) for the period	(112,944)	(116,055)	71,580	(114,010)
At end of period	568,546	681,489	810,763	739,183
Cash and cash equivalents	883,479	762,130	880,648	739,183
Bank overdrafts	(314,933)	(80,641)	(69,885)	-
At end of period	568,546	681,489	810,763	739,183

Segmental Analysis - Group

(all amounts in Sri Lankan Rupees thousands)

	Palm Oil		Dairy		Others		Inter Segment		Total	
12 months ended 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Revenue	6,760,119	6,867,145	1,184,087	1,453,992	-	-	-	(234)	7,944,206	8,320,903
Gross profit/(loss)	3,708,614	3,239,811	2,782	(146,841)	-	-	40,184	61,621	3,751,580	3,154,591
Other operating income/(expenses)	(21,448)	71,530	(198,373)	254,472	78,216	(242,317)	(40,184)	17,304	(181,789)	100,989
Administrative expenses	(523,915)	(431,149)	(26,610)	(14,245)	-	-	-	1,200	(550,525)	(444,194)
Selling and distribution expenses (SSCL)	(139,385)	(146,332)	-	-	(5,939)	(4,340)	-	-	(145,324)	(150,672)
Impairment of goodwill on acquisition of subsidiary	-	-	-	-	(693,677)	-	693,677	-	-	-
Operating profit/(loss)	3,023,866	2,733,860	(222,201)	93,386	(621,400)	(246,657)	693,677	80,125	2,873,943	2,660,714
Net finance Income/(expenses)	48,605	157,866	(24,026)	(52,734)	-	-	-	-	24,579	105,132
Profit/(Loss) before tax	3,072,471	2,891,726	(246,227)	40,652	(621,400)	(246,657)	693,677	80,125	2,898,522	2,765,846
Tax expenses	(1,119,222)	(236,847)	(80,811)	(179,895)	186,420	(4,368)	-	-	(1,013,613)	(421,110)
Net profit / (loss)	1,953,249	2,654,879	(327,038)	(139,243)	(434,980)	(251,025)	693,677	80,125	1,884,909	2,344,736
Other Comprehensive Income										
Actuarial gain/(loss) on retirement benefit obligation	(88,108)	(13,040)	(10,256)	(1,965)	-	-	-	-	(98,364)	(15,005)
Tax on actuarial gain/(loss) on retirement benefit obligation	26,432	3,912	2,051	393	-	-	-	-	28,483	4,305
Total other comprehensive income/(expense)	(61,676)	(9,128)	(8,204)	(1,572)	-	-	-	-	(69,880)	(10,700)
Total comprehensive income/(expense) for the year	1,891,574	2,645,751	(335,242)	(140,815)	(434,980)	(251,025)	693,677	80,125	1,815,029	2,334,036

Segmental Analysis - Group

(all amounts in Sri Lankan Rupees thousands)

	Palm Oil		Dairy		Other		Inter Segment		Total	
Quarter ended 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Revenue	1,651,834	1,472,128	267,342	365,502	-	-	-	(63)	1,919,176	1,837,567
Gross profit/(loss)	842,420	437,389	(11,116)	(64,911)	-	-	-	39,515	831,303	411,993
Other operating income/(expenses)	(31,120)	15,561	(274,903)	102,540	8,326	(131,558)	39,427	40,310	(258,272)	26,853
Administrative expenses	(151,518)	(71,706)	(10,208)	1,866	-	-	-	300	(161,726)	(69,540)
Selling and distribution expenses/(SSCL)	(34,866)	(31,255)	251,804	-	(778)	(929)	-	-	216,160	(32,184)
Impairment of goodwill on acquisition of subsidiary	139,056	-	-	-	(693,677)	-	554,621	-	-	-
Operating profit/(loss)	763,972	349,989	(44,424)	39,495	(686,130)	(132,487)	594,048	80,125	627,465	337,122
Net finance Income/(expenses)	(26,445)	50,934	(5,184)	(10,385)	-	-	-	-	(31,629)	40,549
Profit/(Loss) before tax	737,527	400,923	(49,608)	29,110	(686,130)	(132,487)	594,048	80,125	595,836	377,671
Tax expenses	(332,507)	(68,955)	(17,397)	(170,900)	205,839	3,624	-	-	(144,065)	(236,231)
Net profit / (loss)	405,020	331,968	(67,005)	(141,790)	(480,291)	(128,863)	594,048	80,125	451,771	141,440
Other Comprehensive Income										
Actuarial gain/(loss) on retirement benefit obligation	(88,108)	(13,040)	(10,256)	(1,965)	-	-	-	-	(98,364)	(15,005)
Tax on actuarial gain/(loss) on retirement benefit obligation	26,432	3,912	2,051	393	-	-	-	-	28,483	4,305
Total other comprehensive income/(expense)	(61,676)	(9,128)	(8,204)	(1,572)	-	-	-	-	(69,880)	(10,700)
Total comprehensive income/(expense) for the year	343,344	322,840	(75,210)	(143,362)	(480,291)	(128,863)	128,863	80,125	132,032	130,740

Segmental Analysis - Company

(all amounts in Sri Lankan Rupees thousands)

For the year ended 31 March	Palm Oil		Others		Total	
	2025	2024	2025	2024	2025	2024
Revenue	6,760,119	6,867,145	-	-	6,760,119	6,867,145
Gross profit	3,708,614	3,239,811	-	-	3,708,614	3,239,811
Other operating income/(expenses)	12,909	71,530	78,216	(242,317)	91,125	(170,787)
Gain/(loss) on changes in fair value of biological assets	(34,357)	-	-	-	(34,357)	-
Administrative expenses	(523,915)	(431,149)	-	-	(523,915)	(431,149)
Selling and distribution expenses/(SSCL)	(139,385)	(146,332)	(5,939)	(4,340)	(145,324)	(150,672)
Impairment on investment in subsidiary	-	-	(693,677)	-	(693,677)	-
Operating profit/(loss)	3,023,866	2,733,859	(621,400)	(246,657)	2,402,466	2,487,202
Net finance Income/(expenses)	48,605	157,866	-	-	48,605	157,866
Profit/(loss) before tax	3,072,471	2,891,725	(621,400)	(246,657)	2,451,071	2,645,068
Tax (expense) / Reversal	(1,119,222)	(236,847)	186,420	(4,368)	(932,802)	(241,215)
Net profit/(loss)	1,953,249	2,654,878	(434,980)	(251,025)	1,518,270	2,403,853

Segmental Analysis - Company

(all amounts in Sri Lankan Rupees thousands)

Quarter ended 31 March	Palm Oil		Others		Total	
	2025	2024	2025	2024	2025	2024
Revenue	1,651,834	1,472,128	-	-	1,651,834	1,472,128
Gross profit/(loss)	842,420	437,389	-	-	842,420	437,389
Other income/(expense)	3,236	15,561	8,326	(131,558)	11,562	(115,997)
Gain/(loss) on changes in fair value of biological assets	(34,357)	-	-	-	(34,357)	-
Administrative expenses	(152,767)	(71,706)	-	-	(152,767)	(71,706)
Selling and distribution expenses	(34,866)	(31,255)	(778)	(929)	(35,644)	(32,184)
Impairment of investment in subsidiary	-	-	(554,621)	-	(554,621)	-
Operating profit/(loss)	623,667	349,988	(547,074)	(132,487)	76,593	217,502
Net finance Income/(expenses)	(26,445)	50,934	-	-	(26,445)	50,934
Profit/(Loss) before tax	597,222	400,922	(547,074)	(132,487)	50,148	268,436
Tax (expense) / Reversal	(290,790)	(68,955)	164,122	3,624	(126,668)	(65,331)
Net profit / (loss)	306,431	331,967	(382,952)	(128,863)	(76,521)	203,105

Notes to the Condensed Interim Financial Statements

01. Corporate information

Watawala Plantations PLC (the Company) is a public limited liability company incorporated and domiciled in Sri Lanka. It is listed on the Colombo Stock Exchange. The registered office of the Company is located at No 60, Dharmapala Mawatha, Colombo 3.

The principal activities of the Group during the period continued to be cultivation, manufacture and sale of crude palm oil and Dairy farming.

02. Condensed Interim consolidated financial statements

The Consolidated Condensed Interim Financial Statements of the Watawala Plantations PLC as at and for the period ended 31 Mar 2025 comprised the Company and subsidiary Lonach Dairy Ltd..

03. Approval of financial statements

The Condensed Interim Financial Statements of the Group and the Company for the period ended 31 March 2025 were authorised to be published by the Board of Directors on 30 May 2025.

04. Basis of preparation

These Condensed Interim Financial Statements of the Company and the Group have been prepared in accordance with Sri Lanka Accounting Standards (SLFRS/ LKAS).

Further, provisions of the Companies Act No.7 of 2007 have been considered in preparing these Condensed Interim Financial Statements. There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report 2023/24, except these Condensed Interim Financial Statements have been prepared in compliance with the requirements of the Sri Lanka Accounting

Standard - LKAS 34 on 'Interim Financial Reporting. Previous year figures and phrases have been re-arranged wherever necessary to conform to the current presentation.

05. Subdivision of shares

Watawala Plantations PLC has subdivided the ordinary shares of the Company, amounting to Two hundred three million, three hundred eight thousand, six hundred thirty-four (203,308,634) ("Pre-Subdivision Shares") into One billion, sixteen million, five hundred forty-three thousand, one hundred sixty-six (1,016,543,166) ordinary shares ("Post-Subdivision Shares") on the basis of one (01) Pre-Subdivision share held by each shareholder into five (5) ordinary shares.

	No of Shares			
	2025	2024	2025	2024
		(Restated)	Rs'000	Rs'000
Balance as at 1st April	1,016,543,166	1,016,543,166	511,848	511,848
Balance as at 31st March	1,016,543,166	1,016,543,166	511,848	511,848

06. Net assets per share

Net assets per share has been calculated, for all periods, based on the number of shares in issue as at the Statement of Financial Position date.

07. Events after reporting date

No circumstance has arisen since the reporting date which would require adjustment to or disclosure in the interim financial statements.

08. There has been no change in the contingent liabilities at the quarter end as compared to 31 March 2025.

09. Fair value adjustments are done bi-annually as per the policy of the Company. Hence, Condensed Interim Financial Statements reflected any such changes.

10. Fair values of financial instruments

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.

Level 2: Valuation techniques based on observable inputs, either directly – i.e. as prices or indirectly – i.e. derived from prices. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation.

This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

(all amounts in Sri Lankan Rupees thousands)

Group - As at 31 March 2025	Fair value through profit or loss	Amortised cost	Fair value through other comprehensive income	Total carry-ing amount	Level 1	Level 2	Level 3	Total Fair value
Rs.'000								
Financial assets measured at fair value								
Investment fund	5,127	-	-	5,127	-	5,127	-	5,127
	5,127	-	-	5,127	-	5,127	-	5,127
Financial assets not measured at fair value								
Trade and Other receivables	-	313,900	-	313,900	-	313,900	-	313,900
Amounts due from related companies	-	326,357	-	326,357	-	326,357	-	326,357
Short term investments	-	366,853	-	366,853	-	366,853	-	366,853
Cash at banks and in hand	-	883,479	-	883,479	-	883,479	-	883,479
	-	1,890,588	-	1,890,588	-	1,890,588	-	1,890,588
Total financial assets	5,127	1,890,588	-	1,890,588	-	1,890,588	-	1,890,588
Financial liabilities not measured at fair value								
Interest bearing borrowings	-	1,370,043	-	1,370,043	-	1,370,043	-	1,370,043
Trade and other payables	-	314,933	-	314,933	-	314,933	-	314,933
Lease Liabilities	-	478,206	-	478,206	-	478,206	-	478,206
Bank overdrafts	-	-	-	-	-	-	-	-
	-	2,163,182	-	2,163,182	-	2,163,182	-	2,163,182
Total financial liabilities	-	2,163,182	-	2,163,182	-	2,163,182	-	2,163,182

Group - As at 31 March 2024	Fair value through profit or loss	Amortised cost	Fair value through other comprehensive income	Total carry-ing amount	Level 1	Level 2	Level 3	Total Fair value
Financial assets measured at fair value								
Investment fund	51,393	-	-	51,393	-	51,393	-	51,393
	51,393	-	-	51,393	-	51,393	-	51,393
Financial assets not measured at fair value								
Trade and Other receivables	-	273,666	-	273,666	-	273,666	334,734	273,666
Amounts due from related company	-	31,747	-	31,747	-	31,747	31,747	31,747
Short term investments	-	924,030	-	924,030	-	924,030	-	924,030
Cash at banks and in hand	-	797,421	-	797,421	-	797,421	-	797,421
		2,087,932	-	2,026,864	-	2,026,864	366,481	2,026,864
Total financial assets	51,393	2,087,932	-	2,026,864	-	2,026,864	366,481	2,026,864
Financial liabilities not measured at fair value								
Interest bearing borrowings	-	533,363	-	533,363	-	533,363	-	533,363
Trade and other payables	-	80,640	-	80,640	-	80,640	-	80,640
Amount due to related companies	-	579,387	-	579,387	-	579,387	-	579,387
Bank overdrafts	-	9,668	-	9,668	-	9,668	-	9,668
	-	1,203,058	-	1,203,058	-	1,203,058	-	1,203,058
Total financial liabilities	-	1,203,058	-	1,203,058	-	1,203,058	-	1,203,058

(all amounts in Sri Lankan Rupees thousands)

Company - As at 31 March 2025 Rs.'000	Fair value through profit or loss	Amortised cost	Fair value through other compre- hensive income	Total carry- ing amount	Level 1	Level 2	Level 3	Total Fair value
Financial assets measured at fair value								
Investment fund	-	-	-	5,127	-	5,127	-	5,127
	-	-	-	5,127	-	5,127	-	5,127
Financial assets not measured at fair value								
Trade and Other receivables	-	-	-	186,845	-	186,845	-	186,845
Loan given to related company	-	-	-	-	-	-	-	-
Amounts due from related companies	-	-	-	553,572	-	553,572	-	553,572
Short term investments	-	-	-	363,500	-	363,500	-	363,500
Cash at banks and in hand	-	-	-	880,648	-	880,648	-	880,648
	-	-	-	1,984,564	-	1,984,564	-	1,984,564
Total financial assets	-	-	-	1,984,564	-	1,984,564	-	1,984,564
Financial liabilities not measured at fair value								
Interest bearing borrowings	-	-	-	1,340,184	-	1,340,184	-	1,340,184
Lease Liabilities	-	-	-	69,885	-	69,885	-	69,885
Trade and other payables	-	-	-	393,550	-	393,550	-	393,550
	-	-	-	1,803,620	-	1,803,620	-	1,803,620

Company - As at 31 March 2024 Rs.'000	Fair value through profit or loss	Amortised cost	Fair value through other compre- hensive income	Total carry- ing amount	Level 1	Level 2	Level 3	Total Fair value
Financial assets measured at fair value								
Investment fund	51,393	-	-	51,393	-	51,393	-	51,393
	51,393	-	-	51,393	-	51,393	-	51,393
Financial assets not measured at fair value								
Trade and Other receivables	-	174,050	-	174,050	-	174,050	-	174,050
Loan given to related Company	-	170,000	-	170,000	-	170,000	-	170,000
Amounts due from related companies	-	289,143	-	289,143	-	289,143	-	289,143
Short term investments	-	923,169	-	923,169	-	923,169	-	923,169
Cash at banks and in hand	-	774,475	-	774,475	-	774,475	-	774,475
	-	2,406,115	-	2,330,837	-	2,330,837	-	2,330,837
Total financial assets	51,393	2,406,115	-	2,330,837	-	2,330,837	-	2,330,837
Financial liabilities not measured at fair value								
Lease Liabilities	-	414,107	-	414,107	-	-	-	414,107
Trade and other payables	-	-	-	-	-	-	-	-
Amount due to related Company	-	491,475	-	491,475	-	-	-	491,475
	-	9,668	-	9,668	-	-	-	9,668
Total financial liabilities	-	915,250	-	915,250	-	-	-	915,250

10. All amounts expressed are in Sri Lankan Rupees (LKR.) thousands unless otherwise stated.

11. The Condensed Interim Financial Statements are not audited.

Shareholder details for the period ending 31 March 2025

1 Public Shareholdings

	As at 31.03.2025	As at 31.03.2024
The percentage of shares held by the public	23.17	23.16
Number of Shareholders representing public shareholding	19,091	18,325

	Requirement by CSE	As at 31 Mar 2025	Requirement by CSE	As at 31 March 2024
Option (Listing Rule 7.13.1 (i) (a))	4	4	4	4
Float adjusted market capitalization	Above LKR 2.5Bn	LKR 6.57Bn	Above LKR 2.5Bn	LKR 4.18Bn
The percentage of shares held by the public	10%	23.17%	10%	23.16%
Number of shareholders representing public holding	500	19,091	500	18,325

2 Directors' Shareholding as at 31 March 2025

The number of Shares held by the Board of Directors are as follows

	As at 31.03.2025	As at 31.03.2024
M R Mihular (Chairman) (Appointed w.e.f. 29 May 2024)	Nil	Nil
S G Wijesinha (Chairman) (Resigned w.e.f 29 May 2024)	n/a	1
V Govindasamy	Nil	Nil
M S Mawzoon	Nil	Nil
H D Abeywickrama	Nil	Nil
M R Rao	Nil	Nil
A R Rasiah (Resigned w.e.f 29 May 2024)	n/a	10,000
S G Sathasivam	Nil	Nil
A Herath	Nil	Nil
M T Siddique	Nil	Nil
D A Cabraal (Appointed w.e.f. 18 June 2024)	Nil	n/a

3 Chief Operating Officers' Shareholding as at 31 March 2025

	As at 31.03.2025	As at 31.03.2024
Bandula Pelpola (Appointed w.e.f. 13 June 2024)	Nil	n/a

4 Twenty (20) largest shareholders as at

Name	31 March 2025	
	No of Shares Held	% of the holding
SUNSHINE WILMAR (PRIVATE) LIMITED	781,035,215	76.83
EST.OF LAT KANGASU CHELVADURAI VIGNARAJAH	11,927,060	1.17
SRI LANKA INSURANCE CORPORATION LTD-LIFE FUND	11,091,475	1.09
VYJAYANTHI & COMPANY LIMITED	5,058,370	0.50
MR. TALIB TAWFIQ TALIB AL-NAKIB (DECEASED)	3,500,000	0.34
MR. JAYAMPATHI DIVALE BANDARANAYAKE, MISS N. B.BANDARANAYAKE	3,266,475	0.32
MR. JAYAMPATHI DIVALE BANDARANAYAKE, MISS I BANDARANAYAKE	3,263,780	0.32
MRS. NANDINI MULJIE	2,796,770	0.28
DEUTSCHE BANK AG SINGAPORE A/C 2 (DCS CLT ACC FOR DEUTSCHE BANK AG SINGAPORE-PWM WM CLIENT)	2,467,400	0.24
MR. SUBRAMANIAM VASUDEVAN	2,251,130	0.22
RANAVAV HOLDINGS (PVT) LTD	2,000,000	0.20
MR. SUGATH WEERARATNE	1,875,000	0.18
MR. HANIF YUSOOF	1,865,503	0.18
MR. MOHAMED IMTIZAM ABDUL HAMEED	1,770,425	0.17
MALSHIP CEYLON LTD	1,684,555	0.17
ASSETLINE FINANCE LIMITED/J.A.S.PRIYANTHA	1,675,000	0.16
J.B. COCOSHELL (PVT) LTD	1,609,516	0.16
MR. MOHAMED MACKY HASHIM	1,590,000	0.16
PERERA AND SONS BAKERS PVT LIMITED	1,250,000	0.12
UNION INVESTMENTS PRIVATE LTD	1,104,405	0.11
Sub Total	843,082,079	82.94
Other Shareholders	173,461,087	17.06
Grand Total	1,016,543,166	100.00

5 Stated Capital

Stated capital is represented by share in issue as given below

	As at 31.03.2025	As at 31.03.2024
Ordinary Shares	1,016,543,166	203,308,633
Golden Share	1	1
Total Shares	1,016,543,167	203,308,634

6 Market Price & Trading Informations

	As at 31.03.2025	As at 31.03.2024
Highest during the period (LKR)	160.00	94.50
Lowest during the period (LKR)	28.00	72.00
Last Traded price (LKR)	28.00	88.70

	Quarter ended 31 March 2025	Quarter ended 31 March 2024
No. of Transactions	16,326	5,736
No. of Shares traded	22,176,473	4,558,818
Value of Shares Traded (LKR)	1,408,079,241	381,894,769

Corporate Information

Name of the Company

Watawala Plantations PLC

Legal form

A public Company with limited liability registered under Companies Act No.17 of 1982 and re-registered under the Companies Act No.07 of 2007 and quoted on the Colombo Stock Exchange.

Date of incorporation

18 June 1992

Registration No

PQ 65

Accounting Year

31 March

Directors

M R Mihular (Chairman)
S G Wijesinha (Chairman) (Resigned w.e.f 29 May 2024)
V Govindasamy
M S Mawzoon
H D Abeywickrama
M R Rao
A R Rasiah (Resigned w.e.f 29 May 2024)
S G Sathasivam
A Herath
M T Siddique
D A Cabraal (Appointed w. e. f 19 June 2024)

Chief Operating Officer

Bandula Pelpola

Secretaries & Registrars

Corporate Services (Pvt) Ltd.
216, De Saram Place, Colombo 10.

Auditors

KPMG (Chartered Accountants)
No: 32A, Sir Mohomad Macan Markar Mawatha, Colombo 03.

Bankers

Standard Chartered Bank Ltd
Hatton National Bank PLC
Commercial Bank of Ceylon PLC
DFCC Bank PLC
People's Bank
National Development Bank PLC

Lawyers

FJ & G de Saram
(Attorneys-at-Law)
No 216, de Saram Place, Colombo 10

Nithya Partners
(Attorneys-at-Law)
97/A Galle Rd, Colombo 03

Registered Office

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Web: www.watawalaplantations.lk