PALM GARDEN HOTELS PLC

CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2026

PALM GARDEN HOTELS PLC

FOR THE YEAR ENDED 31ST MARCH 2026

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PALM GARDEN HOTELS PLC

STATEMENT OF FINANCIAL POSITION

	GROUP		COMPANY	
As at	**31.03.2026 Rs.'000 (Unaudited)**	**31.03.2025 Rs.'000 (Audited)**	**31.03.2026 Rs.'000 (Unaudited)**	**31.03.2025 Rs.'000 (Audited)**
ASSETS				
Non-current assets				
Property, plant and equipment	53,868,239	73,314,341	-	-
Investment property	93,000	85,000	6,506,000	6,163,000
Intangible assets	64,176	68,788	-	-
Right-of-use assets	6,329,104	8,549,676	-	-
Investments in subsidiaries	-	-	16,037,448	16,267,465
Trading assets - fair value through profit or loss	9,692	5,721	865	607
Investment securities	158,927	161,239	74	235
Deferred tax assets	511,879	972,163	-	-
Total non-current assets	**61,035,017**	**83,156,928**	**22,544,388**	**22,431,307**
Current assets				
Inventories	309,322	276,643	-	-
Trade and other receivables	20,090,690	6,136,279	1,073,333	916,464
Current tax recoverable	12,987	718,679	11,491	11,488
Cash and cash equivalents	1,351,549	2,097,494	3,201	4,698
Total current assets	**21,764,548**	**9,229,095**	1,088,025	**932,650**
Total assets	**82,799,565**	**92,386,023**	**23,632,413**	**23,363,957**
EQUITY AND LIABILITIES				
Equity				
Stated capital	20,175,561	20,175,561	20,175,561	20,175,561
Other reserves	17,425,181	22,304,074	1,769,263	1,769,423
Retained losses	(22,819,701)	(23,040,263)	(2,811,100)	(2,497,205)
Equity attributable to equity holders of the company	**14,781,040**	**19,439,372**	**19,133,724**	**19,447,779**
Non controlling interest	15,986,995	18,114,509	-	-
Total equity	**30,768,036**	**37,553,881**	**19,133,724**	**19,447,779**
Liabilities				
Non-current liabilities				
Interest bearing borrowings	9,224,881	12,871,530	-	-
Retirement benefit obligations	121,919	104,116	-	-
Deferred tax liabilities	7,396,047	8,664,982	1,086,138	983,238
Total non-current liabilities	**16,742,846**	**21,640,628**	**1,086,138**	**983,238**
Current liabilities				
Trade and other payables	27,501,979	26,178,692	2,828,134	2,932,297
Interest bearing borrowings	7,146,762	5,782,193	583,048	-
Current tax payable	564,974	1,139,548	1,369	643
Bank overdrafts	74,969	91,082	-	-
Total current liabilities	**35,288,683**	**33,191,514**	**3,412,551**	**2,932,940**
Total liabilities & equity	**82,799,565**	**92,386,023**	**23,632,413**	**23,363,957**
Net assets per share (Rs)	**31.06**	**40.84**	**40.20**	**40.86**

These Financial Statements have been prepared and presented in compliance with the requirements of the Companies Act No. 07 of 2007.

Sgd.
Jeewantha Perera
Head of Finance

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

Sgd.
W D K Jayawardena
Director

Sgd.
T Dharmarajah
Director

29th May 2026

PALM GARDEN HOTELS PLC

STATEMENT OF PROFIT OR LOSS

For the quarter / year ended 31st March	GROUP						COMPANY					
	03 Months ended			Year ended			03 Months ended			Year ended		
	2026	2025	Variance	2026	2025	Variance	2026	2025	Variance	2026	2025	Variance
	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%	Rs.'000	Rs.'000	%
	(Unaudited)	(Unaudited)		(Unaudited)	(Audited)		(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	
Continuing operation												
Revenue	2,448,930	2,150,614	14	6,997,152	6,067,478	15	-	-	-	-	-	-
Less: cost of sales	(538,793)	(635,360)	(15)	(1,860,444)	(1,754,119)	(6)	-	-	-	-	-	-
Gross profit	**1,910,137**	**1,515,254**	**26**	**5,136,708**	**4,313,359**	**19**	**-**	**-**	**-**	**-**	**-**	**-**
Other income	64,365	22,795	>100	189,057	59,742	>100	343,384	1,837,528	(81)	345,180	1,839,219	(81)
Profit before operating expenses	**1,974,503**	**1,538,049**	**28**	**5,325,766**	**4,373,101**	**22**	**343,384**	**1,837,529**	**(81)**	**345,180**	**1,839,219**	**(81)**
Operating expenses												
Personnel costs	(272,054)	(291,341)	(7)	(988,297)	(914,707)	(8)	-	-		-	-	-
Depreciation and amortization	(349,838)	(358,019)	(2)	(1,269,339)	(1,064,396)	(19)	-	-		-	-	-
Administration & other operating cost	(1,021,109)	(583,115)	(>100)	(2,498,591)	(1,907,006)	(31)	(234,607)	(3,429)	(>100)	(247,240)	(8,733)	(>100)
Results from operating activities	**331,501**	**305,574**	**8**	**569,538**	**486,992**	**17**	**108,777**	**1,834,099**	(94)	**97,940**	**1,830,486**	**(>100)**
Net finance costs	(899,755)	(746,342)	(21)	(3,389,586)	(3,205,771)	(6)	(79,979)	141,866	(>100)	(308,935)	640,846	(>100)
Profit/(loss) before income tax expense from continuing operations	**(568,255)**	**(440,767)**	**(29)**	**(2,820,049)**	**(2,718,778)**	(4)	**28,798**	**1,975,965**	**(99)**	**(210,995)**	**2,471,332**	**(>100)**
Income tax expense from continuing operations	(337,896)	433,630	(>100)	(435,554)	433,632	(>100)	(102,900)	(547,200)	81	(102,900)	(547,200)	81
Profit/(loss) for the period from continuing operations	**(906,151)**	**(7,137)**	**(>100)**	**(3,255,603)**	**(2,285,146)**	**(42)**	**(74,102)**	**1,428,765**	**(>100)**	**(313,895)**	**1,924,132**	**(>100)**
Discontinuing operations												
Profit/(loss) before income tax expense from discontinuing operations	**88,374**	**(209,640)**	>100	**(1,337,209)**	(2,190,265)	(39)	**-**	**-**	**-**	**-**	**-**	**-**
Income tax reversal from discontinuing operations	536,834	77,981	>100	536,834	77,981	>100	-	-	-	-	-	-
Profit/(loss) for the period from discontinuing operations	**625,208**	**(131,660)**	>100	**(800,375)**	**(2,112,284)**	**62**	**-**	**-**	**-**	**-**	**-**	**-**
Profit / (loss) after tax	**(280,943)**	**(138,797)**	**(>100)**	**(4,055,978)**	**(4,397,430)**	**8**	**(74,102)**	**1,428,765**	**(>100)**	**(313,895)**	**1,924,132**	**(>100)**
Profit/(loss) attributable to: (Continuing operations)												
Equity holders of the parent	(511,537)	(428,185)	(19)	(2,139,274)	(2,004,385)	7	(74,102)	1,428,765	(>100)	(313,895)	1,924,132	(>100)
Non Controlling Interest	(394,614)	421,048	(>100)	(1,116,329)	(280,761)	(>100)	-	-	-	-	-	-
	(906,151)	**(7,137)**	**(>100)**	**(3,255,603)**	**(2,285,146)**	**(42)**	**(74,102)**	**1,428,765**	**(>100)**	**(313,895)**	**1,924,132**	**(>100)**
Loss attributable to: (Discontinued operations)												
Equity holders of the parent	428,921	60,706	>100	(549,094)	(1,449,124)	62	-	-	-	-	-	-
Non Controlling Interest	196,287	(192,366)	>100	(251,281)	(663,160)	62	-	-	-	-	-	-
	625,208	**(131,660)**	**>100**	**(800,375)**	**(2,112,284)**	**(62)**	**-**	**-**	**-**	**-**	**-**	**-**
Profit/(loss) attributable to:												
Equity holders of the parent	(82,616)	(367,479)	(78)	(2,688,368)	(3,453,509)	22	(74,102)	1,428,765	(>100)	(313,895)	1,924,132	(>100)
Non Controlling Interest	(198,327)	228,682	(>100)	(1,367,610)	(943,921)	(45)	-	-	-	-	-	-
	(280,943)	**(138,797)**	**(>100)**	**(4,055,978)**	**(4,397,430)**	**8**	**(74,102)**	**1,428,765**	**(>100)**	**(313,895)**	**1,924,132**	**(>100)**
Earnings/(loss) per share from continuing operations (Rs.)	**(1.07)**	**(0.90)**		**(4.49)**	**(4.21)**		**(0.16)**	**3.00**		**(0.66)**	**4.04**	
Earnings/(loss) per share from discontinuing operations (Rs.)	**0.90**	**0.13**		**(1.15)**	**(3.04)**		**-**	**-**		**-**	**-**	

PALM GARDEN HOTELS PLC

STATEMENT OF OTHER COMPREHENSIVE INCOME

For the quarter / year ended 31st March	GROUP						COMPANY					
	03 Months ended			Year ended			03 Months ended			Year ended		
	2026 Rs.'000 (Unaudited)	2025 Rs.'000 (Unaudited)	Variance %	2026 Rs.'000 (Unaudited)	2025 Rs.'000 (Audited)	Variance %	2026 Rs.'000 (Unaudited)	2025 Rs.'000 (Unaudited)	Variance %	2026 Rs.'000 (Unaudited)	2025 Rs.'000 (Audited)	Variance %
Profit / (loss) after tax	**(280,943)**	**(138,797)**	**(>100)**	**(4,055,978)**	**(4,397,430)**	**8**	**(74,102)**	**1,428,765**	**(>100)**	**(313,895)**	**1,924,132**	**(>100)**
Other comprehensive income continuing operations												
Item that will never be reclassified to profit or loss in subsequent period												
Fair value gains/(losses) that arose during the year	**(4,385)**	(2,202)	(99)	(4,385)	(2,202)	(99)	(161)	(80)	(>100)	(161)	(80)	(>100)
Defined benefit plan actuarial gains (losses) for the year (net tax)	**(2,554)**	3,100	(>100)	(2,554)	3,100	(>100)	-	-	-	-	-	-
Exchange differences on translation of foreign operations	**241,787**	149,437	62	909,837	(203,389)	>100	-	-	-	-	-	-
Revaluation surplus	**343,000**	11,151,213	(>100)	343,000	11,151,213	(>100)	-	-	-	-	-	-
	577,848	**11,301,548**	**(>100)**	**1,245,898**	**10,948,722**	**(>100)**	**(161)**	**(80)**	**(>100)**	**(161)**	**(80)**	**(>100)**
Other comprehensive income discontinuing operations												
Item that will never be reclassified to profit or loss in subsequent period												
Deferred tax charge/(reversal) on revaluation surplus	(555,946)	-	(>100)	(555,946)	-	(>100)						
Exchange differences on translation of foreign operations	93,607	31,210	>100	283,927	(64,813)	>100	-	-	-	-	-	-
	(462,339)	31,210	**(>100)**	**(272,019)**	**(64,813)**	(>100)	-	-	-	-	-	-
Profit/(loss) after tax from continuing operations	(906,151)	(7,133)	(>100)	(3,255,603)	(2,285,146)	(42)	**(74,102)**	1,428,765	(>100)	**(313,895)**	1,924,132	(>100)
Other comprehensive income continuing operations	577,848	11,301,548	(>100)	1,245,898	10,948,722	(89)	(161)	(80)	**(>100)**	(161)	(80)	**(>100)**
Total Comprehensive Income/(expenses) from continuing operations	**(328,303)**	**11,294,415**	**(>100)**	**(2,009,705)**	**8,663,576**	**(>100)**	**(74,262)**	**1,428,685**	**(>100)**	**(314,055)**	**1,924,052**	**(>100)**
Profit/(loss) after tax from discontinued operations	625,208	(131,660)	>100	(800,375)	(2,112,284)	>100	-	-	-	-	-	-
Other comprehensive income discontinuing operations	(462,339)	31,210	(>100)	(272,019)	(64,813)	(>100)	-	-	-	-	-	-
Total Comprehensive Income/(expenses) from discontinued operations	**162,869**	**(100,450)**	**(>100)**	**(1,072,394)**	**(2,177,097)**	**(>100)**	-	-	-	-	-	-
Profit/(loss) after tax	(280,943)	(138,793)	(>100)	(4,055,978)	(4,397,430)	8	**(74,102)**	**1,428,765**	(>100)	**(313,895)**	**1,924,132**	(>100)
Other comprehensive income	115,509	11,332,757	(>100)	973,879	10,883,909	(91)	(161)	(80)	**(>100)**	(161)	(80)	**(>100)**
Total Comprehensive Income/(expenses)	**(165,434)**	**11,193,964**	**(>100)**	**(3,082,099)**	**6,486,479**	**(>100)**	**(74,262)**	**1,428,685**	**(>100)**	**(314,055)**	**1,924,052**	**(>100)**
Total Comprehensive income attributable to:												
Equity holders of the company	52,211	6,070,663	(>100)	(2,113,418)	2,747,840	(>100)	(74,262)	1,428,685	(>100)	(314,055)	1,924,052	(>100)
Non Controlling Interests	(217,645)	5,123,301	(>100)	(968,681)	3,738,639	(>100)	-	-	-	-	-	-
	(165,434)	**11,193,964**	**(>100)**	**(3,082,099)**	**6,486,479**	**(>100)**	**(74,262)**	**1,428,685**	**(>100)**	**(314,055)**	**1,924,052**	**(>100)**

STATEMENT OF CHANGES IN EQUITY

STATEMENT OF CHANGES IN EQUITY

		Other reserves						
	Stated capital	Revaluation Reserve	Fair Value Reserve	Foreign Currency Translation Reserve	Capital Reserve	Retained earnings	Non controlling interest	Total equity
GROUP	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**
Balance as at 01.04.2024	**20,175,561**	**11,315,585**	**(1,671)**	**5,217,704**	**(429,026)**	**(19,226,158)**	**13,883,355**	**30,935,350**
Loss for the period	-	-	-	-	-	(3,453,509)	(943,921)	(4,397,430)
Other comprehensive income								
Fair value loss that arose during the year	-	-	(612)	-	-	-	(1,590)	(2,202)
Revaluation gain (net of tax)	-	6,340,853	-	-	-	-	4,810,360	11,151,213
Actuarial gains/(losses) on defined benefit obligations (net of tax)	-	-	-	-	-	(133)	3,233	3,100
Foreign currency translation differences of foreign operations	-	-	-	(138,759)	-	-	(129,444)	(268,202)
Total comprehensive income	-	6,340,853	(612)	(138,759)	-	(3,453,642)	3,738,639	6,486,479
Other movements in equity								
Further issues of share	-	-	-	-	-	-	132,052	132,052
Changes in ownership that do not resulted in change of control	-	-	-	-	-	(360,463)	360,463	-
Total other movements in equity	-	-	-	-	-	(360,463)	492,515	132,052
Balance as at 31.03.2025	**20,175,561**	**17,656,438**	**(2,284)**	**5,078,945**	**(429,026)**	**(23,040,263)**	**18,114,510**	**37,553,881**
Balance as at 01.04.2025	**20,175,561**	**17,656,438**	**(2,284)**	**5,078,945**	**(429,026)**	**(23,040,263)**	**18,114,509**	**37,553,881**
Loss for the year	-	-	-	-	-	(2,688,368)	(1,367,610)	(4,055,978)
Other comprehensive income								
Revaluation of property, plant and equipment	-	343,000	-	-	-	-	-	343,000
Transfer in / (out)	-	(68)	-	-	-	68	-	-
Fair value losses that arose during the year	-	-	(1,205)	-	-	-	(3,180)	(4,385)
Actuarial gains/(losses) on defined benefit obligations (net of tax)	-	-	-	-	-	(1,858)	(696)	(2,554)
Deferred tax charge/(reversal) on revaluation surplus	-	-	-	-	-	(381,379)	(174,567)	(555,946)
Foreign currency translation differences of foreign operations	-	-	-	616,392	-	-	577,372	1,193,764
Total comprehensive income	**-**	**342,932**	**(1,205)**	**616,392**	**-**	**(383,169)**	**398,929**	**(3,082,099)**
Other movements in equity								
Net impact on realization of revalued assets	-	(5,837,012)	-	-	-	3,289,866	(1,165,895)	(3,713,041)
Dividend forfeited	-	-	-	-	-	2,236	7,065	9,301
Prior year adjustment	-	-	-	-	-	(4)	(3)	(7)
Total other movements in equity	**-**	**(5,837,012)**	-	-	-	**3,292,098**	**(1,158,833)**	**(3,703,747)**
Balance as at 31.03.2026	**20,175,561**	**12,162,358**	**(3,488)**	**5,695,337**	**(429,026)**	**(22,819,701)**	**15,986,995**	**30,768,035**

		Other reserves				
	Stated capital	Revaluation Reserve	Fair Value Reserve	Capital Reserve	Retained earnings	Total equity
COMPANY	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**	**Rs.'000**
Balance as at 01.04.2024	**20,175,561**	**1,930,776**	**(250)**	**(161,022)**	**(4,421,337)**	**17,523,728**
Profit for the period	-			-	1,924,132	1,924,132
Other comprehensive income						
Fair value gains/(losses) that arose during the year	-	-	(80)	-	-	(80)
Total comprehensive income	-	-	(80)	-	-	(80)
Balance as at 31.03.2025	**20,175,561**	**1,930,776**	**(330)**	**(161,022)**	**(2,497,205)**	**19,447,779**
Balance as at 01.04.2025	**20,175,561**	**1,930,776**	**(330)**	**(161,022)**	**(2,497,205)**	**19,447,779**
Loss for the period	-	-	-	-	(313,895)	(313,895)
Other comprehensive income						
Fair value gains/(losses) that arose during the year	-	-	(161)	-	-	(161)
Total comprehensive income	-	-	(161)	-	-	(161)
Balance as at 31.03.2026	**20,175,561**	**1,930,776**	**(491)**	**(161,022)**	**(2,811,100)**	**19,133,724**

PALM GARDEN HOTELS PLC

STATEMENT OF CASH FLOWS

For the year ended 31st March	GROUP 2026 Rs.'000	GROUP 2025 Rs.'000	COMPANY 2026 Rs.'000	COMPANY 2025 Rs.'000
Cash flow from operating activities				
Profit / (loss) before taxation from continuing operations	**(2,820,049)**	**(2,718,778)**	**(210,995)**	**2,471,332**
profit/(loss) before taxation from discontinued operations	(1,337,209)	(2,190,265)	-	-
	(4,157,257)	**(4,909,043)**	**(210,995)**	**2,471,332**
Adjustment for:				
Gain / (loss) on disposal of property, plant and equipment	(214)	(29)	-	-
Depreciation and amortization	1,782,526	1,802,837	-	-
Provision for gratuity	22,793	22,478	-	-
Finance cost	4,927,063	6,439,514	464,561	349,095
Interest income	(410,424)	(1,331,374)	(155,576)	(989,830)
Dividend income	(228)	(17)	(11)	(17)
Change in fair value of investment properties	(8,000)	(5,000)	(343,000)	(1,837,000)
Impairment of trade receivable	107,906	90,334	-	-
Impairment of Investment in subsidiaries	-	-	230,017	-
Gain/(loss) on fair valuation of other FVTPL instruments	(3,972)	(1,581)	(258)	(172)
Operating profit before working capital changes	**2,260,193**	**2,108,118**	**(15,262)**	**(6,591)**
Working capital changes				
(Increase)/decrease in accounts receivables & others	(12,993,488)	2,973,261	(1,338)	4,094,681
Increase in inventories	(32,680)	(7,499)	-	-
Increase/(decrease) in accounts payables	(6,718,239)	(5,346,078)	(537,614)	500,097
Cash generated from operations	**(17,484,215)**	**(272,197)**	**(554,214)**	**4,588,187**
Interest paid	(11,061)	(93,440)	(6,697)	-
Income tax paid	(95,625)	(75,115)	(738)	-
Gratuity paid	(8,638)	(14,796)	-	-
Net cash from /(used in) operating activities	**(17,599,539)**	**(455,548)**	**(561,649)**	**4,588,187**
Cash flow from investing activities				
Investment in subsidiaries	-	-	-	(6,356,000)
Issue of shares by subsidiaries to non controlling interests	-	132,052	-	-
Acquisition of property, plant and equipment	(719,089)	(1,199,027)	-	-
Proceed from the sale of property, plant and equipment	18,112,499	9,799	-	-
Interest income received	47,288	1,331,374	41	989,830
Dividend income received	228	17	11	17
Net cash flow from investing activities	**17,440,927**	**274,216**	**52**	**(5,366,153)**
Cash flow from financing activities				
Net proceeds / payment from interest bearing loans and borrowings	(756,782)	(1,349,468)	560,100	-
Lease rentals paid during the year	(37,585)	(53,651)	-	-
Fund transfers from/(to) ultimate parent	223,147	130,111	-	-
Net cash generated from financing activities	**(571,220)**	**(1,273,008)**	**560,100**	**-**
Net increase/(decrease) in cash & cash equivalents during the period	(729,832)	(1,454,339)	(1,497)	(777,964)
Cash & cash equivalents at the beginning of the period	2,006,412	3,460,751	4,698	782,662
Cash & cash equivalents at the end of the period	**1,276,580**	**2,006,412**	**3,201**	**4,698**
Analysis of cash & cash equivalents at the end of the period				
Cash at bank and in hand	1,351,549	2,097,494	3,201	4,698
Bank overdraft	(74,969)	(91,082)	-	-
	1,276,580	**2,006,412**	**3,201**	**4,698**

PALM GARDEN HOTELS PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1) General

The Statement of Financial Position, the Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the Group and the Company as at and for the year ended 31st March 2026 are drawn up from unaudited accounts of the company and its' subsidiary companies and provide information as required by Colombo Stock Exchange and LKAS 34, "Interim Financial Reporting". Further, provisions of the Companies Act No 7 of 2007 has been considered in preparing these interim financial statements.

The interim financial statements are presented in Sri Lanka Rupees (LKR) and all values are rounded to the nearest thousand except when otherwise indicated.

The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period.

2) Basis of preparation

Accounting policies and methods of computation as stated in the financial statements for 2024/25 are followed in the preparation of these interim financial statements.

3) Revenue and other income

Revenue includes accommodation sales for rooms occupied on daily basis, together with outlet sales and other income from hotel operations. Other income represents other source of income not shown under revenue.

4) Management fee

All expenses related to management expenditure is fully provided for in these financial statements.

5) Valuation of financial assets & liabilities

	Group			Company		
Fair value hierarchy	**Level 1**	**Level 2**	**Level 3**	**Level 1**	**Level 2**	**Level 3**
As at 31st March 2026	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Trading assets - Fair Value Through Profit or Loss	9,692	-	-	865	-	-
Investment securities	-		158,927	-	-	74
	9,692	**-**	**158,927**	**865**	**-**	**74**
Fair value hierarchy						
As at 31st March 2025						
Trading assets - Fair Value Through Profit or Loss	5,721	-	-	607	-	-
Investment securities	-	-	161,239	-	-	235
	5,721	-	161,239	607	-	235

6) Going concern

In determining the basis of preparing the financial statements for the year ended 31st March 2026, based on available information, the management has formed reasonable judgement that the group companies have adequate resources to continue its business operations for the foreseeable future monitoring its business performance and continuity by adopting risk mitigation initiatives at each company level.

PALM GARDEN HOTELS PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

7) Earning/(loss) per share

Basic earnings/(loss) per share - Continuing operations

Basic earnings / loss per share amounts are calculated by dividing the profit for the period attributable to ordinary equity holders of the company by the weighted average number of ordinary shares outstanding during the period.

Amounts used as the numerator:	**Group**				**Company**			
	03 Months ended		**Year ended**		**03 Months ended**		**Year ended**	
For the quarter / year ended 31st March	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**	**2026**	**2025**
Profit/(loss) attributable to ordinary shareholders Rs. '000	(511,537)	(428,185)	(2,139,274)	(2,004,385)	(74,102)	1,428,765	(313,895)	1,924,132
Amounts used as the numerator: ***For the quarter / year ended 31st March***								
Weighted average number of ordinary shares in issue applicable to basic earnings per share	475,937,000	475,937,000	475,937,000	475,937,000	475,937,000	475,937,000	475,937,000	475,937,000
Earnings/(loss) per share	**(1.07)**	(0.90)	**(4.49)**	(4.21)	**(0.16)**	3.00	**(0.66)**	4.04

Basic earnings/(loss) per share - Discontinued operations

Basic earnings / loss per share amounts are calculated by dividing the profit for the period attributable to ordinary equity holders of the company by the weighted average number of ordinary shares outstanding during the period.

Amounts used as the numerator:	**Group**			
	03 Months ended		**Year ended**	
For the quarter / year ended 31st March	**2026**	**2025**	**2026**	**2025**
Profit/(loss) attributable to ordinary shareholders Rs. '000	428,921	60,706	(549,094)	(1,449,124)
Amounts used as the numerator: ***For the quarter / year ended 31st March***				
Weighted average number of ordinary shares in issue applicable to basic earnings per share	475,937,000	475,937,000	475,937,000	475,937,000
Earnings/(loss) per share	**0.90**	0.13	**(1.15)**	(3.04)

8) Discontinued Operation - Browns Ari Resorts (Pvt) Limited

Browns Ari Resorts (Pvt) Limited, a subsidiary of Palm Garden Hotels PLC, completed the sale of the assets and business of Barcelo Whale Lagoon Maldives Resort to ASB Hotel Properties Maldives in terms of a Sale and Purchase Agreement entered into during the prior period. The transaction was completed on 19th December 2025, following the satisfaction of all conditions precedent set out in the Sale and Purchase Agreement, including the receipt of required regulatory and third-party approvals in the Maldives. The total consideration for the transaction amounted to USD 57,500,000. As a result of the completion of the disposal, results of Barcelo Whale Lagoon Maldives Resort have been classified and presented as a discontinued operation in accordance with SLFRS 5 – Non-current Assets Held for Sale and Discontinued Operations.

9) Events occurring after the reporting date

No circumstances have arisen since the reporting date which would require adjustments or disclosures in the interim financial statements.

10) Commitments and contingencies

There are no commitments and contingent liabilities as at the reporting date that require disclosures in these interim financial statements.

PALM GARDEN HOTELS PLC

INVESTOR INFORMATION

A. Names and the number of shares held by the 25 largest shareholders and the percentage (%) as at 31st March 2026.

25 MAJOR SHAREHOLDERS OF THE COMPANY AS AT 31st March 2026

	Name	No of shares	(%)
1	Browns Hotels and Resorts Limited	470,800,660	98.92%
2	People's Leasing and Finance PLC /L.P.Hapangama	358,688	0.08%
3	Mes S. Shangri-La-Hotels	233,750	0.05%
4	People's Leasing & Finance PLC /L.H.L.M.P.Haradasa	227,357	0.05%
5	Mercantile Investments and Finance PLC	200,000	0.04%
6	Mr. T.P. Ambagahakumburage	113,977	0.02%
7	Miss. W. Sriyani	110,012	0.02%
8	Mr. L.D.N. Nayana	100,003	0.02%
9	Mr. K.M.S.M. Razik & Mr. K.S.M.Rajubdeen,Mr. S.M.R.Mohamed	100,000	0.02%
10	Hatton National Bank PLC - Senfin Growth Fund	92,810	0.02%
11	Mr. L.H.L.T.D. Haradasa	87,380	0.02%
12	Mr. M.Z.H. Hashim & Mr. N.R.M.Hashim	85,821	0.02%
13	Hatton National Bank PLC / Anuja Chamila Jayasinghe	85,246	0.02%
14	People's Leasing & Finance PLC / Dr.H.S.D.Soysa & Mrs.G.Soysa	80,000	0.02%
15	Mr. A.D.I. Pushpakumara	76,864	0.02%
16	Sampath Bank PLC / T.Baheerathan	65,215	0.01%
17	Tudawe Brothers Limited	63,994	0.01%
18	Assetline Finance Limited / British American Technologies (Pvt) Ltd	62,860	0.01%
19	Mr. A.M. Dissanayake	61,495	0.01%
20	Mr. V.N. Abeysekara	51,385	0.01%
21	Mr. R.E. Rambukwelle	51,200	0.01%
22	Mr. D.S.D. De Lanerolle	50,024	0.01%
23	Daran Holdings (Pvt) Ltd	50,000	0.01%
24	Est.Of Lat R. Maheswaran	50,000	0.01%
25	Mr. W.G.T. Disala & Mr. W.G.Mithraratne	50,000	0.01%
		473,308,741	99.45%
	Others	2,628,259	0.55%
		475,937,000	**100.00%**

B. Minimum public holding requirement as per section 7.13.1 of CSE listing rules.

Category	Float adjusted market capitalization (Rs.)	Public holding percentage	No. of shareholders	Option
Ordinary (Voting) Shares	302,016,792	1.0792%	2,248	2

The Company is not compliant with the Minimum Public Holding Requirement stipulated by the CSE Rule 7.13.1(i) (b) Option 2 of the CSE Listing Rules

C. Directors' Shareholding as at 31st March 2026:

	No. of Shares
Mr. W D K Jayawardena	Nil
Ms. K U Amarasinghe	Nil
Mr. D S K Amarasekera	Nil
Mr. J M Swaminathan	Nil
Mr. J Selvaratnam	Nil
Mr. R L E C Wijeratne	Nil
Mr. T Dharmarajah	Nil

D. Number of shares representing the company's stated capital 475,937,000 ordinary shares.

E. Market price of shares recorded during the quarter ended

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
Earnings/(loss) per share - continuing operations (Rs.)		
- Group	**(4.49)**	(4.21)
- Company	**(0.66)**	4.04
Earnings/(loss) per share - discontinued operations (Rs.)		
- Group	**(1.15)**	(3.04)
- Company	**-**	-
Net assets per share		
- Group	**31.06**	40.84
- Company	**40.20**	40.86
Highest market price	**77.90**	95.00
Lowest market price	**50.00**	63.10
Last traded price	**56.10**	68.30
Closing price	**58.80**	63.50

PALM GARDEN HOTELS PLC

CORPORATE INFORMATION

LEGAL FORM

A quoted public company with limited liability
Incorporated in Sri Lanka in 1973
Company registration No. PQ 132

SUBSIDIARIES

Eden Hotel Lanka PLC
Serendib Hotels PLC
Dolphin Hotels PLC
Hotel Sigiriya PLC
Riverina Resort (Private) Limited
Dickwella Resorts (Private) Limited
Green Paradise (Private) Limited
Sun & Fun Resorts Limited
Frontier Capital (Private) Limited
Serendib Leisure Management Limited
Sanctuary Resorts (Private) Limited
Bodufaru Beach Resort (Private) Limited
Browns Ari Resort (Private) Limited
Browns Raa Resort (Private) Limited
Browns Kaafu N Resorts (Private) Limited

BOARD OF DIRECTORS

Mr. W D K Jayawardena
Ms. K U Amarasinghe
Mr. D S K Amarasekera
Mr. J M Swaminathan
Mr. R L E C Wijeratne
Mr. T Dharmarajah
Mr. J Selvaratnam

REGISTERED OFFICE

100/1, Sri Jayawardenapura Mawatha,
Rajagiriya, Sri Lanka.

Tel : +94 11 7248248
Fax : +94 11 2865606

COMPANY SECRETARIES

LOLC Corporate Services (Pvt) Ltd
100/1, Sri Jayawardenapura Mawatha,
Rajagiriya, Sri Lanka.

Tel: + 94 (11) 588 0880 (Ext - 2355)
Fax: + 94 (11) 286 5612