GALADARI HOTELS (LANKA) PLC

INTERIM FINANCIAL STATEMENTS

For the 9 months ended 30th September 2025

GALADARI HOTELS (LANKA) PLC

STATEMENT OF FINANCIAL POSITION

	As at 30.09.2025 Rs.	As at 30.09.2024 Rs.	As at 31.12.2024 Rs. (Audited)
ASSETS			
NON CURRENT ASSETS			
Property, Plant & Equipment	**10,464,353,994**	7,776,320,116	8,226,866,669
Right of use asset	**1,275,227,271**	1,298,733,765	1,292,857,153
Intangible assets	**24,009,977**	30,343,273	28,994,074
	11,763,591,242	9,105,397,154	9,548,717,896
CURRENT ASSETS			
Inventories	**36,508,215**	57,435,753	50,749,265
Trade and other receivables	**218,350,105**	135,792,827	110,088,649
Advances given on imports	**348,160,372**	-	-
Advances to renovation suppliers	**1,562,069,551**	-	1,278,790,477
Income tax and VAT receivable	**652,523,645**	65,256,847	218,640,517
Investments	**1,833,509,167**	1,335,419,227	1,611,868,682
Cash and cash equivalents	**155,713,718**	321,904,459	1,577,201,251
	4,806,834,773	1,915,809,113	4,847,338,841
TOTAL ASSETS	**16,570,426,015**	11,021,206,267	14,396,056,737
EQUITY & LIABILITIES			
CAPITAL & RESERVES			
Stated capital	**8,988,239,455**	8,988,239,455	8,988,239,455
Revaluation reserve	**6,901,141,937**	8,165,259,991	6,901,141,937
Reserve for replacement of furniture, fittings and equipments	**998,355,150**	991,831,352	998,355,150
Accumulated losses	**(9,955,313,066)**	(9,592,017,226)	(9,636,594,615)
Total Equity	**6,932,423,476**	8,553,313,572	7,251,141,927
NON - CURRENT LIABILITIES			
Interest bearing borrowings	**4,078,292,322**	-	2,163,387,361
Deferred tax liabilities	**989,906,528**	1,663,012,498	989,906,528
Retirement benefit obligations	**134,870,833**	89,714,366	120,985,971
	5,203,069,683	1,752,726,864	3,274,279,860
CURRENT LIABILITIES			
Trade and other payables	**267,708,236**	300,687,212	290,831,549
Payable to renovation suppliers	**2,925,438,616**	-	2,777,843,158
Related party payable	**698,412,963**	374,000,640	482,487,426
Long term loan interest payable	**113,653,193**	-	11,524,669
Provisions	**308,958,914**	40,477,979	307,948,148
Bank overdraft	**120,760,934**	-	-
	4,434,932,856	715,165,831	3,870,634,950
TOTAL LIABILITIES	**9,638,002,539**	2,467,892,695	7,144,914,810
TOTAL EQUITY & LIABILITIES	**16,570,426,015**	11,021,206,267	14,396,056,737
Net assets per share	**13.84**	**17.08**	**14.48**

The above figures are provisional and subject to audit.

These Financial Statements are in compliance with the requirements of the Companies Act No. 07 of 2007.

Upali Perera
Financial Controller

The Board of Directors is responsible for these Financial Statements.

Sujeewa Mudalige
Director

Rohan Dunuwille
Director

14th November 2025

GALADARI HOTELS (LANKA) PLC
STATEMENT OF COMPREHENSIVE INCOME

	3 months ended 30.09.2025 Rs.	3 months ended 30.09.2024 Rs.	9 months ended 30.09.2025 Rs.	9 months ended 30.09.2024 Rs.	12 months ended 31.12.2024 Rs. (Audited)
Revenue	92,478,515	300,003,761	283,149,755	927,347,228	1,060,709,448
Cost of Sales	(85,843,744)	(173,076,662)	(266,507,180)	(553,228,450)	(665,065,143)
Gross Profit	**6,634,771**	**126,927,099**	**16,642,575**	**374,118,778**	**395,644,305**
Other Income	8,388,197	23,596,865	20,860,100	37,023,451	82,078,340
Marketing Expenses	(609,406)	(3,040,284)	(2,781,307)	(9,235,830)	(9,594,230)
Administrative Expenses	(82,287,827)	(157,611,453)	(342,788,246)	(407,668,561)	(531,461,273)
Other Operating Expenses	(74,868,818)	(76,864,468)	(171,270,056)	(286,554,165)	(425,723,024)
Results From Operating Activities	**(142,743,083)**	**(86,992,241)**	**(479,336,934)**	**(292,316,327)**	**(489,055,882)**
Finance Income	38,502,178	40,988,924	160,618,483	184,486,680	239,151,377
Loss Before Tax	**(104,240,905)**	**(46,003,317)**	**(318,718,451)**	**(107,829,647)**	**(249,904,505)**
Income Tax Reversal	-	-	-	-	123,145,142
Loss For The Period	**(104,240,905)**	**(46,003,317)**	**(318,718,451)**	**(107,829,647)**	**(126,759,363)**
Other Comprehensive income					
Items that will not be reclassified to profit or loss					
Revaluation loss	-	-	-	-	(1,805,882,935)
Remeasurements of retirement benefit obligations	-	-	-	-	(27,319,822)
Impact on deferred tax	-	-	-	-	549,960,828
Other comprehensive income for the period	**-**	**-**	**-**	**-**	**(1,283,241,929)**
Total Comprehensive Income for the period	**(104,240,905)**	**(46,003,317)**	**(318,718,451)**	**(107,829,647)**	**(1,410,001,292)**
Basic Loss Per Share	(0.21)	(0.09)	(0.64)	(0.22)	(0.25)

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

GALADARI HOTELS (LANKA) PLC
STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Revaluation Reserve	Reserve for Replacements of FF & E*	Accumulated Losses	Total
	Rs.	Rs.	Rs.	Rs.	Rs.
Balance as at 1st January 2024	**8,988,239,455**	**8,165,259,991**	**934,390,805**	**(9,426,747,032)**	**8,661,143,219**
Loss for the period	-	-	-	(107,829,647)	(107,829,647)
Total comprehensive income for the period	**-**	**-**	**-**	**(107,829,647)**	**(107,829,647)**
Transactions with owners of the company, recognized directly in equity					
Provision for Reserve of Replacement of Furniture Fittings & Equipment	-	-	57,440,547	(57,440,547)	-
Replacement of Furniture, Fittings & Equipment	-	-	-	-	-
Total transactions with owners of the company	**-**	**-**	**57,440,547**	**(57,440,547)**	**-**
Balance as at 30th September 2024	**8,988,239,455**	**8,165,259,991**	**991,831,352**	**(9,592,017,226)**	**8,553,313,572**
Balance as at 1st January 2024	**8,988,239,455**	**8,165,259,991**	**934,390,805**	**(9,426,747,032)**	**8,661,143,219**
Loss for the period	-	-	-	(126,759,363)	(126,759,363)
Other comprehensive income					
Revaluation of Property, Plant & Equipment	-	(1,805,882,935)	-	-	(1,805,882,935)
Deferred tax adjustment on revaluation / actuarial loss		541,764,881		8,195,947	549,960,828
Net Acturial loss from gratuity actuarial valuation	-	-	-	(27,319,822)	(27,319,822)
Total comprehensive income for the year	**-**	**(1,264,118,054)**	**-**	**(145,883,238)**	**(1,410,001,292)**
Transactions with owners of the company, recognized directly in equity					
Provision for Reserve of Replacement of Furniture Fittings & Equipment	-	-	63,964,345	(63,964,345)	-
Replacement of Furniture, Fittings & Equipment	-	-	-	-	-
Total transactions with owners of the company	**-**	**-**	**63,964,345**	**(63,964,345)**	**-**
Balance as at 31st December 2024 (Audited)	**8,988,239,455**	**6,901,141,937**	**998,355,150**	**(9,636,594,615)**	**7,251,141,927**
Balance as at 1st January 2025	**8,988,239,455**	**6,901,141,937**	**998,355,150**	**(9,636,594,615)**	**7,251,141,927**
Loss for the period	-	-	-	(318,718,451)	(318,718,451)
Other comprehensive income					
Devaluation of Property, Plant & Equipment	-	-	-	-	-
Deferred tax adjustment on devaluation / actuarial loss		-		-	-
Net Acturial loss from gratuity actuarial valuation	-	-	-	-	-
Total comprehensive income for the year	**-**	**-**	**-**	**(318,718,451)**	**(318,718,451)**
Transactions with owners of the company, recognized directly in equity					
Provision for Replacement of Furniture Fittings & Equipment	-	-	-	-	-
Replacement of Furniture, Fittings & Equipment	-	-	-	-	-
Balance as at 30th September 2025	**8,988,239,455**	**6,901,141,937**	**998,355,150**	**(9,955,313,066)**	**6,932,423,476**

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

FF & E* - Furniture Fittings and Equipments

GALADARI HOTELS (LANKA) PLC
CASH FLOW STATEMENT

For the 9 months ended	30.09.2025 Rs.	30.09.2024 Rs.	31.12.2024 Rs. (Audited)
Cash Flows From Operating Activities			
Loss before tax	(318,718,451)	(107,829,647)	(249,904,505)
Adjustments for			
Allowance of impairment for bad and doubtful receivables	1,350,000	1,350,000	(30,000)
Depreciation and amortization	132,559,164	188,686,178	252,021,013
Furniture and fittings write off	-	-	1,939,837
Provision for retirement benefit obligations	21,500,000	13,500,000	18,840,808
Interest for provision for litigation settlement	1,010,766	-	32,565,357
Unrealised exchange loss	-	-	(22,792,826)
Profit on disposal of old furniture	(4,346,185)	(28,558,419)	(68,456,730)
Interest Income	(155,928,447)	(200,089,048)	(236,173,296)
Operating loss before working capital changes	**(322,573,153)**	**(132,940,936)**	**(271,990,342)**
Increase in inventories	14,241,050	25,395,243	32,081,732
(Increase) / Decrease in trade & other receivables	(109,611,457)	51,410,819	78,494,997
Increase in advances to renovation suppliers	(631,439,446)	-	(1,278,790,477)
Increase in Income tax and VAT recoverable	(433,883,128)	-	(153,383,670)
Increase/ (Decrease) in trade & other payables	79,005,211	(430,557,052)	(193,983,248)
Increase in payable to renovation suppliers	147,595,458	-	2,777,843,158
Increase in related party payables	215,925,537	92,287,812	231,418,086
Cash generated from operations	**(1,040,739,929)**	**(394,404,116)**	**1,221,690,236**
Retirement benefits paid	(7,615,138)	(11,469,499)	(12,858,525)
Income tax paid	-	-	-
Net Cash flows generated from /(used in) operating activities	**(1,048,355,067)**	**(405,873,615)**	**1,208,831,711**
Cash flows from Investing Activities			
Acquisition of Property, Plant & Equipment	(2,347,432,509)	(1,236,673,454)	(3,551,151,787)
Proceeds from sale of old furniture	4,346,185	28,558,419	68,456,730
Interest reinvested in Fixed deposits and repos	(144,066,527)	(190,514,012)	(218,784,774)
New investment in Fixed deposits and repos	(1,000,000,000)	-	(250,000,000)
Withdrawal of Fixed deposits and repos	922,426,042	1,659,537,240	1,661,358,546
Interest Received	155,928,447	200,089,048	236,173,296
Net Cash flows used in Investing Activities	**(2,408,798,362)**	**460,997,241**	**(2,053,947,989)**
Cash flows from Financing Activities			
Long term loan receipts	1,914,904,962	-	2,155,536,697
Net Cash flows generated from Financing Activities	**1,914,904,962**	**-**	**2,155,536,697**
Net Increase in Cash & Cash Equivalents	**(1,542,248,467)**	**55,123,627**	**1,310,420,419**
Cash & cash equivalents at the beginning of the period	1,577,201,251	266,780,832	266,780,832
Cash & cash equivalents at the end of the period (Note 1)	**34,952,784**	**321,904,459**	**1,577,201,251**
Note 1			
Cash in Hand	1,365,000	1,805,000	1,415,000
Cash at Bank	154,348,718	320,099,459	1,575,786,251
Bank overdraft	(120,760,934)	-	-
	34,952,784	**321,904,459**	**1,577,201,251**

The above figures are provisional and subject to audit.

Figures in brackets indicate deductions.

GALADARI HOTELS (LANKA) PLC
NOTES TO THE FINANCIAL STATEMENTS

1 Market Value of Share

For the 9 months ended	**30th September 2025**	**30th September 2024**
Highest Market Value per Share	21.00 (06/08/2025)	16.50 (30/09, 03/07/2024)
Lowest Market Value per Share	17.60 (11/07/2025)	13.90 (12/09, 13/09/2024)
Last Traded Price	20.30 (30/09/2025)	16.50 (30/09/2024)

2 The Interim Financial Statements of the Company has been prepared on the basis of the same Accounting Policies and Methods applied for the year ended 31st December, 2024 and is in compliance with Sri Lanka Accounting Standard LKAS 34 - Interim Financial Reporting and the requirements of the Companies Act No 7 of 2007.

3 The presentation and classification of figures for the corresponding period of the previous year have been amended, where relevant, to be comparable with those for the current period.

4 The number of shares included in the stated capital is 500,829,564.

5 There have been no material events subsequent to the Reporting Date, which require disclosure in the Interim Financial Statements.

6 There have been no significant Contingent Assets or Contingent Liabilities as at the Reporting Date which require disclosures in the Interim Financial Statements.

7 There are no funds raised through an IPO/Rights/Debenture issue.

8 There is no liablity to management fees or any other similar expenditure which has not been provided for in the Interim Financial Statements.

9 Public holding

As at 30th September	**2025**	**2024**
Percentage of Public Shareholding	12.57	12.57
Total No. of Shareholders Represent in the Public Holding	10,699	10,786
Float Adjusted Market Capitalisation (Rs.)	1,277,971,807	1,038,745,557

The Company complies with option 1 of Section 7.13.1(i)(b) of the listing rules, which requires to maintain 7.5% of minimum public holding of the Company if the float adjusted market capitalisation is more than Rs. 1 Billion. The Company is in compliance of this requirement.

GALADARI HOTELS (LANKA) PLC
NOTES TO THE FINANCIAL STATEMENTS

10 Major Shareholders as at 30th September 2025

Name of Shareholder	No of Shares	% holding
GALADARI BROTHERS CO.(LLC)	318,395,504	63.57
ICEBERG 2 LIMITED	29,510,817	5.89
ABDUL LATIF GALADARI HOLDING LIMITED	26,595,192	5.31
EMPLOYEES PROVIDENT FUND	23,712,200	4.74
CALGARY HOLDINGS S.A.	18,146,303	3.62
I.A.I. GALADARI	9,810,017	1.96
M.A.I. GALADARI	9,810,017	1.96
SUHAIL A.I.H. GALADARI	9,810,016	1.96
DUBAI BANK LTD.	6,760,390	1.35
Z.A.I. GALADARI	4,905,000	0.98
SALWA A.I. GALADARI	4,905,000	0.98
F.I.A. ABBAS	3,166,094	0.63
F.N.M. KHAN	2,802,861	0.56
SANDWAVE LIMITED	1,787,986	0.36
CITIZENS DEVELOPMENT BUSINESS FINANCE PLC/S.VASUDEVAN	900,670	0.18
K.S.N. HIRDARAMANI	700,000	0.14
SEYLAN BANK PLC/A.C.SENANKA	538,997	0.11
J. RUDRA Joint Holders S. RUDRA	489,516	0.10
SEYLAN BANK PLC/ANUJA CHAMILA JAYASINGHE	487,123	0.10
PEOPLE S LEASING AND FINANCE PLC/R.M.N.C.BANDARA	482,000	0.10

11 Directors' Shareholdings

	No of shares as at	
Name	**30.09.2025**	**30.09.2024**
M. A. I. Galadari	9,810,017	9,810,017
Suhail A. I. H. Galadari	9,810,016	9,810,016
I. A. I. Galadari	9,810,017	9,810,017
V. Radhakrishnan	Nil	Nil
A. R. Dunuwille	Nil	Nil
D.T.S.H. Mudalige	Nil	Nil

12 Renovation of the Hotel building

The Refurbishment of the Hotel has been continuously carried out during the quarter ended. Currently the hotel is partially closed for the renovation.