GALADARI HOTELS (LANKA) PLC

INTERIM FINANCIAL STATEMENTS

For the 3 months ended 31st March 2026

GALADARI HOTELS (LANKA) PLC
STATEMENT OF FINANCIAL POSITION

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.	As at 31.12.2025 Rs.
ASSETS			
NON CURRENT ASSETS			
Property, Plant & Equipment	**11,924,151,214**	8,707,517,518	10,410,879,977
Right of use asset	**1,263,474,024**	1,286,980,517	1,269,350,661
Intangible assets	**20,687,243**	27,644,882	22,348,606
	13,208,312,481	10,022,142,917	11,702,579,244
CURRENT ASSETS			
Inventories	**36,869,676**	47,389,880	37,969,821
Trade and other receivables	**154,596,243**	200,405,207	169,133,640
Advances to renovation suppliers	**1,428,709,964**	1,253,862,947	1,554,589,675
Income tax and VAT receivable	**1,322,055,889**	284,432,421	1,000,480,204
Investments	**694,170,356**	2,664,910,099	999,169,436
Cash and cash equivalents	**36,426,769**	289,626,658	646,631,110
	3,672,828,897	4,740,627,212	4,407,973,886
TOTAL ASSETS	**16,881,141,378**	14,762,770,129	16,110,553,130
EQUITY & LIABILITIES			
CAPITAL & RESERVES			
Stated capital	**8,988,239,455**	8,988,239,455	8,988,239,455
Revaluation reserve	**6,454,099,241**	6,901,141,937	6,454,099,241
Reserve for replacement of furniture, fittings and equipments	**998,355,150**	998,355,150	998,355,150
Accumulated losses	**(10,585,103,534)**	(9,721,257,670)	(10,237,016,478)
Total Equity	**5,855,590,312**	7,166,478,872	6,203,677,368
NON - CURRENT LIABILITIES			
Interest bearing borrowings	**5,921,388,851**	2,622,626,514	5,098,001,538
Deferred tax liabilities	**520,990,407**	989,906,528	520,990,407
Retirement benefit obligations	**109,935,530**	127,409,692	118,212,623
	6,552,314,788	3,739,942,734	5,737,204,568
CURRENT LIABILITIES			
Trade and other payables	**179,713,901**	441,462,012	465,720,237
Payable to renovation suppliers	**1,630,568,600**	2,528,567,853	1,756,448,310
Related party payable	**835,674,237**	548,113,086	773,724,971
Interest bearing borrowings	**1,277,425,927**	-	803,114,030
Long term loan interest payable	**66,341,374**	29,246,658	61,704,732
Provisions	**308,958,914**	308,958,914	308,958,914
Bank overdraft	**174,553,325**	-	-
	4,473,236,278	3,856,348,523	4,169,671,194
TOTAL LIABILITIES	**11,025,551,066**	7,596,291,257	9,906,875,762
TOTAL EQUITY & LIABILITIES	**16,881,141,378**	14,762,770,129	16,110,553,130
Net assets per share	**11.69**	**14.31**	**12.39**

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

15/05/2026

GALADARI HOTELS (LANKA) PLC
STATEMENT OF COMPREHENSIVE INCOME

	3 months ended 31.03.2026 Rs.	3 months ended 31.03.2025 Rs.	12 months ended 31.12.2025 Rs.
Revenue	72,016,450	113,921,815	348,619,278
Cost of Sales	(75,090,233)	(91,709,188)	(348,767,747)
Gross (Loss)/ Profit	**(3,073,783)**	**22,212,627**	**(148,469)**
Other Income	2,765,900	3,830,093	30,323,807
Marketing Expenses	(678,285)	(810,878)	(3,464,580)
Administrative Expenses	(106,549,469)	(126,878,828)	(430,053,171)
Other Operating Expenses	(107,749,427)	(46,863,575)	(306,993,509)
Results From Operating Activities	**(215,285,064)**	**(148,510,561)**	**(710,335,922)**
Finance (Expense) / Income	(132,801,992)	63,847,506	(194,073,614)
Loss Before Tax	**(348,087,056)**	**(84,663,055)**	**(904,409,536)**
Income Tax Reversal	-	-	292,749,778
Loss For The Period	**(348,087,056)**	**(84,663,055)**	**(611,659,758)**
Other Comprehensive income			
Items that will not be reclassified to profit or loss			
Revaluation loss	-	-	(603,275,280)
Remeasurements of retirement benefit obligations	-	-	16,054,136
Write off Electrical installations from revaluation	-	-	(24,750,000)
Impact on deferred tax	-	-	176,166,343
Other comprehensive income for the period	**-**	**-**	**(435,804,801)**
Total Comprehensive Income for the period	**(348,087,056)**	**(84,663,055)**	**(1,047,464,559)**
Basic Loss Per Share	(0.70)	(0.17)	(1.22)

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 2025	**8,988,239,455**	**6,901,141,937**	**998,355,150**	**(9,636,594,615)**	**7,251,141,927**
Loss for the period	-	-	-	(84,663,055)	(84,663,055)
Total comprehensive income for the period	**-**	**-**	**-**	**(84,663,055)**	**(84,663,055)**
Balance as at 31st March 2025	**8,988,239,455**	**6,901,141,937**	**998,355,150**	**(9,721,257,670)**	**7,166,478,872**
Balance as at 1st January 2025	**8,988,239,455**	**6,901,141,937**	**998,355,150** C	**(9,636,594,615)**	**7,251,141,927**
Loss for the period	-	-	-	(611,659,758)	(611,659,758)
Other comprehensive income					
Revaluation of Property, Plant & Equipment	-	(603,275,280)	-	-	(603,275,280)
Removal of electrical installation from revaluation	-	(24,750,000)	-	-	(24,750,000)
Deferred tax adjustment on revaluation / actuarial loss		180,982,584		(4,816,241)	176,166,343
Net Acturial loss from gratuity actuarial valuation	-	-	-	16,054,136	16,054,136
Total comprehensive income for the year	**-**	**(447,042,696)**	**-**	**(600,421,863)**	**(1,047,464,559)**
Balance as at 31st December 2025	**8,988,239,455**	**6,454,099,241**	**998,355,150**	**(10,237,016,478)**	**6,203,677,368**
Balance as at 1st January 2026	**8,988,239,455**	**6,454,099,241**	**998,355,150**	**(10,237,016,478)**	**6,203,677,368**
Loss for the period	-	-	-	(348,087,056)	(348,087,056)
Total comprehensive income for the year	**-**	**-**	**-**	**(348,087,056)**	**(348,087,056)**
Balance as at 31st March 2026	**8,988,239,455**	**6,454,099,241**	**998,355,150**	**(10,585,103,534)**	**5,855,590,312**

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 3 months ended	31.03.2026 Rs.	31.03.2025 Rs.	For Year Ended 31.12.2025 Rs.
Cash Flows From Operating Activities			
Loss before tax	(348,087,056)	(84,663,055)	(904,409,536)
Adjustments for			
Allowance of impairment for bad and doubtful receivables	450,000	450,000	(10,000)
Depreciation and amortization	46,898,067	58,036,077	174,301,547
Provision for retirement benefit obligations	3,456,994	6,500,000	21,354,768
Interest for provision for litigation settlement	-	1,010,766	1,010,766
Unrealised exchange loss	149,195,764	-	380,000,526
Interest Income	(16,393,772)	(61,588,476)	(181,056,718)
Operating loss before working capital changes	**(164,480,003)**	**(80,254,688)**	**(508,808,647)**
Decrease in inventories	1,100,145	3,359,386	12,779,445
(Increase) / Decrease in trade & other receivables	14,087,554	(90,766,558)	(59,034,991)
Increase / (Decrease) in advances to renovation suppliers	125,879,711	24,927,530	(275,799,198)
Increase in Income tax and VAT recoverable	(321,575,685)	(65,791,904)	(781,839,687)
Increase/ (Decrease) in trade & other payables	(281,369,693)	168,352,452	225,068,749
Increase in payable to renovation suppliers	(125,879,710)	(249,275,305)	(1,021,394,848)
Increase in related party payables	61,949,266	65,625,660	241,640,618
Cash generated from operations	**(690,288,415)**	**(223,823,427)**	**(2,167,388,559)**
Retirement benefits paid	(11,734,088)	(76,279)	(8,073,980)
Net Cash flows used in operating activities	**(702,022,503)**	**(223,899,706)**	**(2,175,462,539)**
Cash flows from Investing Activities			
Acquisition of Property, Plant & Equipment	(1,552,631,459)	(531,461,099)	(2,956,188,174)
Interest reinvested in Fixed deposits and repos	(15,364,816)	(53,041,417)	(163,752,018)
New investment in Fixed deposits and repos	-	(1,000,000,000)	(1,000,000,000)
Withdrawal of Fixed deposits and repos	320,363,896	-	1,776,451,264
Interest Received	16,393,772	61,588,476	181,056,718
Net Cash flows used in Investing Activities	**(1,231,238,607)**	**(1,522,914,040)**	**(2,162,432,211)**
Cash flows from Financing Activities			
Long term loan receipts	1,148,503,443	459,239,153	3,407,324,608
Net Cash flows generated from Financing Activities	**1,148,503,443**	**459,239,153**	**3,407,324,608**
Net Decrease in Cash & Cash Equivalents	**(784,757,666)**	**(1,287,574,593)**	**(930,570,141)**
Cash & cash equivalents at the beginning of the period	646,631,110	1,577,201,251	1,577,201,251
Cash & cash equivalents at the end of the period (Note 1)	**(138,126,556)**	**289,626,658**	**646,631,110**
Note 1			
Cash in Hand	1,375,000	1,415,000	1,375,000
Cash at Bank	35,051,769	288,211,658	645,256,110
Bank overdraft	(174,553,325)	-	-
	(138,126,556)	**289,626,658**	**646,631,110**

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 3 months ended	**31st March 2026**	**31st March 2025**
Highest Market Value per Share	19.40 (12/01/2026)	21.90 (02/01/2025)
Lowest Market Value per Share	15.10 (23/03/2026)	15.50 (19/03/2025)
Last Traded Price	16.10 (31/03/2026)	16.90 (28/03/2025)

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 2025 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 31st March	**2026**	**2025**
Percentage of Public Shareholding	12.57	12.57
Total No. of Shareholders Represent in the Public Holding	11,054	10,699
Float Adjusted Market Capitalisation (Rs.)	1,013,563,847	1,063,927,268

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.

10 Revaluation loss on Building

Hotel building situated at No. 64, Lotus Road, Colombo 1, was revalued on 31st December 2025 by Pratap Chartered Valuation and Consultancy (Pvt.) Ltd. The ongoing renovation resulted in a revaluation loss of Rs. 603,275,280/-, and this was transferred to revaluation reserve. The Company policy is to revalue its building every year.

GALADARI HOTELS (LANKA) PLC
NOTES TO THE FINANCIAL STATEMENTS

11 Major Shareholders as at 31st March 2026

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
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	2,785,739	0.56
SEYLAN BANK PLC/JN LANKAHOLDINGS COMPANY (PVT) LTD	2,000,000	0.40
S.S.P. KANDAMBI	1,517,314	0.30
CEYLINCO GENERAL INSURANCELIMITED	1,484,141	0.30
SEYLAN BANKPLC/W.D.N.H.PERERA	1,310,000	0.26
SEYLAN BANK PLC/MOHAMED MUSHTAQ FUAD	1,193,846	0.24
SANASA GENERAL INSURANCE COMPANY LTD	1,017,000	0.20
SENKADAGALA FINANCE PLC/M.M.SUGATHAPALA	1,000,000	0.20

12 Directors' Shareholdings

	No of shares as at	
Name	**31.03.2026**	**31.03.2025**
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