**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**
**FOR THE NINE MONTHS ENDED 31 DECEMBER 2025**

# The Kandy Hotels Company (1938) PLC

A Member of the Galle Face Hotel Group of Companies

# Corporate Information

**Name of the Company**
The Kandy Hotels Company (1938) PLC

**Company Registration No.**
PQ 201

**Legal Form**
A public quoted company with limited liability incorporated in Sri Lanka in 1924

**Stock Exchange Listing**
The ordinary shares of the Company are listed on the Colombo Stock Exchange of Sri Lanka.

**Board of Directors**
Sanjeev Gardiner - Chairman
Priyantha Maddumage
Nilanga Dela
Shalike Karunasena
Asela Indrajith Fernando - Independent Non Executive Director
Nirmal De Soysa Cooke - Senior Independent Director

**Registered Office**
No.327, Union Place, Colombo 02.
Tel :- 011-7657900, 011 2421847
Email : Corporateoffice@ceylonhotels.net
Corporate website: www.chcplc.com

**Secretaries**
Deloitte Corporate Services (Private) Limited
No 100, Braybrooke Place, Colombo 02.
Tel:- 011-7719700

**External Auditors**
Messrs. Ernst & Young, Chartered Accountants
No.839/2, Peradeniya Road, Kandy.
Tel:- 011-5426426

**Hotel Reservations**
The Kandy Hotels Company (1938) PLC
No. 327, Union Place, Colombo 02.
Tel: 011 7765555
Email : reservations.queens@kandyhotels.lk, reservations.suisse@kandyhotels.Lk
Website : www.queenshotel.lk, www.hotelsuisse.lk

# THE KANDY HOTELS COMPANY (1938) PLC

## Statement of Financial Position

(All amounts in Sri Lanka Rupees thousands)

| | Group | | Company | |
|---|---|---|---|---|
| | 31-Dec-25 (Unaudited) | 31-Mar-25 (Audited) | 31-Dec-25 (Unaudited) | 31-Mar-25 (Audited) |
| **ASSETS** | | | | |
| **Non - Current Assets** | | | | |
| Property, plant & equipment | 12,201,063 | 12,252,343 | 10,122,423 | 10,166,931 |
| Intangible assets | 2,917 | 2,840 | 268 | 520 |
| Right-of-use assets | 99,238 | 103,136 | - | - |
| Advances for future share issue | - | - | 323,000 | 323,000 |
| Investment in subsidiary | - | - | 4,718,064 | 4,718,064 |
| Investment in joint venture | 539,803 | 582,520 | - | - |
| | **12,843,021** | **12,940,839** | **15,163,755** | **15,208,515** |
| **Current Assets** | | | | |
| Inventories | 159,409 | 132,041 | 97,262 | 81,107 |
| Trade and other receivables | 257,310 | 253,282 | 71,679 | 102,965 |
| Advances and prepayments | 66,461 | 112,945 | 66,461 | 86,918 |
| Amounts due from related companies | 50,516 | 51,014 | 15,101 | 9,535 |
| Income tax recoverable | 2,120 | 1,937 | - | - |
| Cash and cash equivalents | 1,238,790 | 1,209,512 | 24,638 | 12,057 |
| | **1,774,606** | **1,760,731** | **275,141** | **292,582** |
| **TOTAL ASSETS** | **14,617,627** | **14,701,570** | **15,438,896** | **15,501,097** |
| **EQUITY AND LIABILITIES** | | | | |
| **Equity** | | | | |
| Stated capital | 2,661,816 | 2,661,816 | 2,661,816 | 2,661,816 |
| Other capital reserves | 7,225,891 | 7,370,761 | 7,003,930 | 7,137,763 |
| Merger reserve | (1,116,643) | (1,116,644) | - | - |
| Retained earnings | 1,309,840 | 1,147,475 | 1,333,894 | 1,306,516 |
| **Total Equity** | **10,080,904** | **10,063,408** | **10,999,640** | **11,106,095** |
| **Non-Current Liabilities** | | | | |
| Interest-bearing loans and borrowings | 977,499 | 720,515 | 492,170 | 288,427 |
| Employee benefit obligations | 25,135 | 23,731 | 6,285 | 5,945 |
| Lease liabilities | 117,380 | 107,392 | - | - |
| Deferred tax liabilities | 2,296,918 | 2,343,828 | 2,077,783 | 2,123,877 |
| | **3,416,932** | **3,195,466** | **2,576,238** | **2,418,249** |
| **Current Liabilities** | | | | |
| Trade and other payables | 542,727 | 634,311 | 269,442 | 390,447 |
| Contract liabilities | 7,331 | 12,788 | 7,331 | 12,788 |
| Interest-bearing loans and borrowings | 119,852 | 357,984 | 52,562 | 176,081 |
| Lease liabilities | 6,968 | 19,125 | - | - |
| Amounts due to related companies | 57,005 | 84,585 | 1,370,622 | 1,191,295 |
| Income tax liabilities | 35,844 | - | | - |
| Bank overdrafts | 350,064 | 333,904 | 163,061 | 206,142 |
| | **1,119,791** | **1,442,696** | **1,863,018** | **1,976,753** |
| **TOTAL EQUITY AND LIABILITIES** | **14,617,627** | **14,701,570** | **15,438,896** | **15,501,097** |
| **Net Assets per Share (Rs.)** | **13.36** | **13.34** | **14.58** | **14.72** |

The notes on pages 6 to 8 form an integral part of these financial statements.

I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act, No. 07 of 2007.

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Kowshika Vijithan
**Group Accountant**

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 of Directors.

.....

Sanjeev Gardiner
**Chairman**

.....

Shalike Karunasena
**Director**

February 10, 2026

## THE KANDY HOTELS COMPANY (1938) PLC

**Statement of Comprehensive Income**

(All amounts in Sri Lanka Rupees thousands)

| | Group | | | | Company | | | | Variance - YTD |
|---|---|---|---|---|---|---|---|---|---|
| | Three Months Ended 31st December | | Nine Months Ended 31st December | | Three Months Ended 31st December | | Nine Months Ended 31st December | | Group |
| | 2025 (Unaudited) | 2024 (Unaudited) | 2025 (Unaudited) | 2024 (Unaudited) | 2025 (Unaudited) | 2024 (Unaudited) | 2025 (Unaudited) | 2024 (Unaudited) | % |
| Revenue | 571,087 | 378,231 | 1,406,781 | 932,698 | 217,764 | 116,233 | 597,057 | 354,108 | 51% |
| Less: Cost of sales | (124,709) | (93,313) | (347,740) | (247,265) | (49,957) | (38,444) | (156,887) | (112,978) | 41% |
| **Gross profit** | **446,378** | **284,918** | **1,059,041** | **685,433** | **167,808** | **77,789** | **440,170** | **241,130** | 55% |
| Other operating income | 633 | 11,691 | 1,664 | 13,476 | 394 | 700 | 1,364 | 1,268 | -88% |
| **Less: Operating expenses** | | | | | | | | | |
| Selling and distribution expenses | (47,630) | (19,187) | (117,961) | (60,815) | (23,054) | (4,844) | (55,004) | (19,263) | 94% |
| Administrative expenses | (305,253) | (230,868) | (869,952) | (712,321) | (142,387) | (75,123) | (411,230) | (246,122) | 22% |
| Other operating expenses | - | - | 1,140 | - | - | - | - | - | 100% |
| **Profit/(loss) from operations** | **94,128** | **46,554** | **73,932** | **(74,227)** | **2,760** | **(1,478)** | **(24,700)** | **(22,987)** | -200% |
| Finance income | 45,447 | 27,878 | 126,828 | 113,978 | 203 | 183 | 560 | 548 | 11% |
| Less: Finance costs | (60,253) | (53,003) | (175,825) | (152,691) | (46,173) | (41,042) | (128,283) | (77,934) | 15% |
| Net foreign exchange gain/(losses) | 10,065 | (15,962) | 24,240 | (22,434) | (51) | 79 | (98) | 236 | -208% |
| **Net finance income/(cost)** | **(4,741)** | **(41,087)** | **(24,757)** | **(61,147)** | **(46,021)** | **(40,780)** | **(127,821)** | **(77,150)** | -60% |
| Share of profit of equity accounted investees, net of tax | (16,395) | 65,299 | (42,717) | 65,299 | - | - | - | - | |
| **Profit/(loss) before income tax** | **72,993** | **70,766** | **6,458** | **(70,075)** | **(43,261)** | **(42,258)** | **(152,521)** | **(100,137)** | -109% |
| Less: Income tax reversal/ (expense) | (34,393) | 7,557 | 11,066 | 47,825 | 10,303 | 17,485 | 46,094 | 22,213 | -77% |
| **Profit/(loss) for the period** | **38,600** | **78,323** | **17,524** | **(22,250)** | **(32,958)** | **(24,773)** | **(106,427)** | **(77,924)** | -179% |
| **Other comprehensive income** | | | | | | | | | |
| Other comprehensive income for the period, net of tax | - | - | - | - | - | - | - | - | |
| **Total comprehensive income for the period, net of tax** | **38,600** | **78,323** | **17,524** | **(22,250)** | **(32,958)** | **(24,773)** | **(106,427)** | **(77,924)** | -179% |
| **Profit/(loss) for the period attributable to:** | | | | | | | | | |
| Equity Holders of the Company | 38,600 | 78,323 | 17,524 | (22,250) | (32,958) | (24,773) | (106,427) | (77,924) | |
| Non Controlling Interest | - | - | - | - | - | - | - | - | |
| | **38,600** | **78,323** | **17,524** | **(22,250)** | **(32,958)** | **(24,773)** | **(106,427)** | **(77,924)** | |
| **Total comprehensive income attributable to:** | | | | | | | | | |
| Equity holders of the Company | 38,600 | 78,323 | 17,524 | (22,250) | (32,958) | (24,773) | (106,427) | (77,924) | |
| Non controlling interest | - | - | - | - | - | - | - | - | |
| **Total comprehensive income for the period** | **38,600** | **78,323** | **17,524** | **(22,250)** | **(32,958)** | **(24,773)** | **(106,427)** | **(77,924)** | |
| **Basic/ Diluted Earnings/(loss) per share (Rs.)** | **0.05** | **0.10** | **0.02** | **(0.03)** | **(0.04)** | **(0.03)** | **(0.14)** | **(0.10)** | |

The notes on pages 6 to 8 form an integral part of these financial statements.

# THE KANDY HOTELS COMPANY (1938) PLC

## Consolidated Statement of Changes in Equity

(All amounts in Sri Lanka Rupees thousands)

| | Stated Capital | FVOCI Reserve | Revaluation Reserves | Merger Reserve | Retained Earnings | Total Equity |
|---|---|---|---|---|---|---|
| **Balance at 1 April 2024** | **2,661,816** | **-** | **6,589,826** | **(1,116,643)** | **948,469** | **9,083,468** |
| Issue of Ordinary Shares | - | - | - | - | - | - |
| Acquisition under common control (Note 5) | - | - | - | - | - | - |
| Profit / (loss) for the year | - | - | - | - | 111,886 | 111,886 |
| Other comprehensive income | - | - | 733,488 | - | (1,643) | 731,845 |
| **Total comprehensive income for the year** | **-** | **-** | **733,488** | **-** | **110,243** | **843,731** |
| Transfer of excess depreciation on revaluation | - | - | (88,800) | - | 88,800 | - |
| Share of other comprehensive income attributable to joint venture | - | - | 136,247 | - | - | 136,247 |
| Dividends-(15% Cumulative preference shares) | - | - | - | - | (38) | (38) |
| **Balance at 31 March 2025** | **2,661,816** | **-** | **7,370,761** | **(1,116,643)** | **1,147,475** | **10,063,408** |
| Profit / (loss) for the period | - | - | - | - | 17,524 | 17,524 |
| Other comprehensive income | - | - | - | - | - | - |
| **Total comprehensive income for the period** | **-** | **-** | **-** | **-** | **17,524** | **17,524** |
| Transfer of excess depreciation on revaluation | - | - | (144,870) | - | 144,870 | - |
| Dividends-(15% Cumulative preference shares) | - | - | - | - | (28) | (28) |
| **Balance at 31 December 2025** | **2,661,816** | **-** | **7,225,891** | **(1,116,643)** | **1,309,840** | **10,080,904** |

| | Stated Capital | FVOCI Reserve | Revaluation Reserves | Merger Reserve | Retained Earnings | Total Equity |
|---|---|---|---|---|---|---|
| **Balance as at 1 April 2023** | **16,750** | **131,741** | **6,998,267** | **-** | **871,265** | **8,018,023** |
| Correction of errors | **-** | **-** | (200,977) | - | 64,784 | (136,193) |
| **Restated balance as at 1 April 2023** | **16,750** | **131,741** | **6,797,290** | **-** | **936,049** | **7,881,830** |
| Issue of Ordinary Shares | 2,645,066 | - | - | - | - | 2,645,066 |
| Acquisition under common control (Note 5) | - | (131,741) | - | (1,116,643) | - | (1,248,384) |
| Profit / (loss) for the year | - | - | - | - | (119,856) | (119,856) |
| Correction of errors | | | | | 44,936 | 44,936 |
| Other comprehensive income | - | - | (7,626) | - | (1,809) | (9,435) |
| **Total comprehensive income for the year** | **-** | **-** | **(7,626)** | **-** | **(76,729)** | **(84,355)** |
| Transfer of excess depreciation on revaluation | - | - | (89,187) | - | 89,187 | - |
| Share of other comprehensive income attributable to | - | - | (110,651) | - | - | (110,651) |
| Dividends-(15% Cumulative preference shares) | - | - | - | - | (38) | (38) |
| **Balance at 31 March 2024** | **2,661,816** | **-** | **6,589,826** | **(1,116,643)** | **948,469** | **9,083,468** |
| Issue of Ordinary Shares | - | - | - | - | - | - |
| Acquisition under common control (Note 5) | - | - | - | - | - | - |
| Profit / (loss) for the period | - | - | - | - | (22,250) | (22,250) |
| Other comprehensive income | - | - | - | - | - | - |
| **Total comprehensive income for the period** | **-** | **-** | **-** | **-** | **(22,250)** | **(22,250)** |
| Transfer of excess depreciation on revaluation | - | - | (66,600) | - | 66,600 | - |
| Dividends-(15% Cumulative preference shares) | - | - | - | - | (28) | (28) |
| **Balance at 31 December 2025** | **2,661,816** | **-** | **6,523,226** | **(1,116,643)** | **992,791** | **9,061,189** |

The notes on pages 6 to 8 form an integral part of these financial statements.

# THE KANDY HOTELS COMPANY (1938) PLC

## Statement of Changes in Equity - Company

(All amounts in Sri Lanka Rupees thousands)

| | Stated Capital | FVOCI Reserve | Revaluation Reserves | Retained Earnings | Total Equity |
|---|---|---|---|---|---|
| **Balance at 1 April 2024** | **2,661,816** | **-** | **6,477,982** | **1,323,118** | **10,462,917** |
| Profit / (loss) for the year | - | - | - | (89,934) | (89,934) |
| Other comprehensive income | - | - | 733,488 | (338) | 733,150 |
| **Total comprehensive income for the year** | **-** | **-** | **733,488** | **(90,272)** | **643,216** |
| Transfer of excess depreciation on revaluation | - | - | (73,707) | 73,707 | - |
| Dividends-(15% Cumulative preference shares) | - | - | - | (38) | (38) |
| **Balance at 31 March 2025** | **2,661,816** | **-** | **7,137,763** | **1,306,516** | **11,106,095** |
| Profit / (loss) for the period | - | - | - | (106,427) | (106,427) |
| Other comprehensive income | - | - | - | - | - |
| **Total comprehensive income for the period** | **-** | **-** | **-** | **(106,427)** | **(106,427)** |
| Transfer of excess depreciation on revaluation | - | - | (133,833) | 133,833 | - |
| Dividends-(15% Cumulative preference shares) | - | - | | (28) | (28) |
| **Balance at 31 December 2025** | **2,661,816** | **-** | **7,003,930** | **1,333,894** | **10,999,640** |

| | Stated Capital | FVOCI Reserve | Revaluation Reserves | Retained Earnings | Total Equity |
|---|---|---|---|---|---|
| **Balance as at 1 April 2023** | **16,750** | **131,741** | **6,551,689** | **1,181,494** | **7,881,674** |
| Issue of Ordinary Shares | 2,645,066 | - | - | - | 2,645,066 |
| Acquisition under common control (Note 5) | - | (131,741) | - | 131,741 | - |
| Profit / (loss) for the year | - | - | - | (62,789) | (62,789) |
| Other comprehensive income | - | - | - | (998) | (998) |
| **Total comprehensive income for the year** | **-** | **-** | **-** | **(63,787)** | **(63,787)** |
| Transfer of excess depreciation on revaluation | - | - | (73,707) | 73,707 | - |
| Dividends-(15% Cumulative preference shares) | - | - | - | (38) | (38) |
| **Balance at 31 March 2024** | **2,661,816** | **-** | **6,477,982** | **1,323,118** | **10,462,916** |
| Profit / (loss) for the period | - | - | - | (77,924) | (77,924) |
| Other comprehensive income | - | - | - | - | - |
| **Total comprehensive income for the period** | **-** | **-** | **-** | **(77,924)** | **(77,924)** |
| Transfer of excess depreciation on revaluation | - | - | (55,280) | 55,280 | - |
| Dividends-(15% Cumulative preference shares) | - | - | - | (28) | (28) |
| **Balance at 31 December 2025** | **2,661,816** | **-** | **6,422,702** | **1,300,446** | **10,384,964** |

The notes on pages 6 to 8 form an integral part of these financial statements.

# THE KANDY HOTELS COMPANY (1938) PLC

## Statement of Cash Flows

(All amounts in Sri Lanka Rupees thousands)

| | Group | | Company | |
|---|---|---|---|---|
| **For the nine months ended December 31,** | **2025 (Unaudited)** | **2024 (Unaudited)** | **2025 (Unaudited)** | **2024 (Unaudited)** |
| **Profit/(loss) before income tax from operations** | **6,458** | **(70,075)** | **(152,521)** | **(100,137)** |
| **Adjustments for:** | | | | |
| Depreciation of property, plant and equipment | 114,656 | 111,824 | 66,535 | 56,959 |
| Amortization of intangible assets | 817 | 471 | 252 | 256 |
| Amortization of right-of- use assets | 3,898 | 4,013 | - | - |
| Provision for employee benefit obligation | 4,411 | 3,321 | 1,820 | 1,717 |
| Finance income | (126,828) | (113,978) | (560) | (548) |
| Finance expenses | 175,825 | 152,691 | 128,283 | 77,935 |
| Reversal/ (Provision) for obsolete and slow moving stock | - | - | - | |
| Net foreign exchange (gain)/ losses | 22,297 | (22,451) | 98 | - |
| Share of results of joint venture | 42,717 | (65,299) | - | - |
| **Operating profit/ (loss) before working capital changes** | 244,251 | 517 | 43,907 | 36,182 |
| (Increase)/decrease in inventories | (27,368) | 2,424 | (16,155) | 4,741 |
| (Increase)/decrease in trade and other receivables | (4,027) | 180,568 | 31,384 | 34,470 |
| (Increase)/decrease in amounts due from related parties | 498 | 58,347 | (5,008) | 4,857 |
| (Increase)/decrease in advances and prepayments | 46,484 | (237,278) | 20,457 | (248,271) |
| Increase/(decrease) in trade and other payables | (91,915) | 83,691 | (121,235) | 35,987 |
| Increase/(decrease) in contract liabilities | (5,457) | - | (5,457) | - |
| Increase/(decrease) in amounts due to related parties | (27,579) | 20,653 | 100,151 | 739,042 |
| **Cash generated from/ (used in) operations** | **134,887** | **108,922** | **48,044** | **607,008** |
| Interest paid | (169,099) | (46,045) | (17,197) | (9,235) |
| Employee benefit obligations paid | (3,007) | (2,456) | (1,480) | (479) |
| **Net cash generated from/(used in) operating activities** | **(37,219)** | **60,421** | **29,367** | **597,294** |
| **Cash flows from investing activities** | | | | |
| Purchase/(disposal) of property, plant and equipment | (63,678) | (159,634) | (22,027) | (134,377) |
| Interest income received | 126,257 | 46,406 | 3 | 15 |
| Investment in Joint Venture | - | (292,500) | - | (292,500) |
| **Net cash generated from/(used in) investing activities** | **62,579** | **(405,728)** | **(22,024)** | **(426,862)** |
| **Cash flows from financing activities** | | | | |
| Loan Repayment during the period | (198,033) | (308,711) | (151,681) | (196,758) |
| Loans obtained during the period | 200,000 | - | 200,000 | - |
| Payment of lease liabilities | (14,209) | (12,250) | - | - |
| **Net cash flow from /(used in) financing activities** | **(12,242)** | **(320,961)** | **48,319** | **(196,758)** |
| **Net increase/(decrease) in cash & cash equivalents** | **13,118** | **(666,268)** | **55,662** | **(26,326)** |
| **Movement in cash & cash equivalents** | | | | |
| At the beginning of the year | **875,608** | **1,671,338** | **(194,085)** | **(131,301)** |
| Net increase/ (decrease) in cash & cash equivalents | 13,118 | (666,268) | 55,662 | (26,326) |
| **At the end of the year** | **888,726** | **1,005,069** | **(138,423)** | **(157,627)** |
| **Cash and cash equivalents at the end of the financial year consist of the following.** | | | | |
| Cash in hand and banks | 1,238,790 | 1,269,576 | 24,638 | 4,982 |
| Bank overdrafts | (350,064) | (264,507) | (163,061) | (162,609) |
| | **888,726** | **1,005,069** | **(138,423)** | **(157,627)** |

The notes on pages 6 to 8 form an integral part of these financial statements.

# THE KANDY HOTELS COMPANY (1938) PLC

## Notes to the condensed consolidated interim financial statements

(all amounts in the notes are in Sri Lanka Rupees thousands unless otherwise stated.)

**1. General Information**

The Kandy Hotels Company (1938) PLC ("the Company") is a public limited liability company incorporated and domiciled in Sri Lanka and is listed on the Colombo Stock Exchange. The registered office of the Company is located at No. 327, Union Place, Colombo 02.

The Company and its subsidiaries (together "the Group") refer to The Kandy Hotels Company (1938) PLC, Suisse Hotel (Pvt) Limited, United Hotels Company Limited, Tissa Resort (Pvt) Limited, Ceylon Hotels Maldives (Pvt) Limited and the Group's interest in equity-accounted investees. Suisse Hotel Kandy (Pvt) Limited is a joint venture for the Group.

**2. Basis of preparation**

The condensed interim financial statements for the quarter ended December 31, 2025, of the Company and the Group have been prepared in accordance with Sri Lanka Accounting Standard (SLAS) LKAS 34, 'Interim Financial Reporting'. These interim statements should be read in conjunction with the audited financial statements for the year ended March 31, 2025.

**3. Segment information**

A segment is a distinguishable component of an enterprise that is engaged in either providing products or services (business segment) or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of the segment. However, there are no distinguishable components to be identified as segments for the company.

**4. Accounting policies and estimates**

The accounting policies are in line with the policies published in the audited financial statements for the year ended March 31, 2025.

The preparation of condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing the condensed consolidated interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the sources of uncertainty in estimates are consistent with the audited financial statements for the year ended March 31, 2025.

**5. Effect of changes in composition of the Group**

There has not been a change in the composition of the Group which require disclosure in the financial statements for the quarter ended December 31, 2025.

**6. Stated Capital**

The number of shares representing the stated capital is 754,309,253 ordinary shares and 50,000 fully paid, cumulative preference shares as of December 31, 2025.

**7. Contingent liabilities**

There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the audited financial statements for the year ended March 31, 2025.

**8. Comparative information**

Where necessary, comparative figures have been adjusted to conform with the changes in presentation in the current year.

(all amounts in the notes are in Sri Lanka Rupees thousands unless otherwise stated.)

### 9. Related Party Transactions

The company carries out transactions in the ordinary course of its business with the following related entities, whose details are reported below:

| For the 03 months ended 31st December | | Company | |
|---|---|---|---|
| In LKR '000 | Note | 2025 | 2024 |
| **i) Transactions with Parent Company** | | | |
| **Ceylon Hotels Corporation PLC** | | | |
| Net Temporary Advance | B | 1,691 | (9,945) |
| Expenses paid by CHC on behalf of the Company | A | (1,226) | (1,455) |
| Settlement of expenses paid to CHC | A | 2,400 | - |
| **ii) Subsidiaries and affiliates** | | | |
| Expenses incurred by affiliates on behalf of KHC | A | - | - |
| Expenses incurred by KHC on behalf of affiliates | A | - | 115 |
| Reimbursement of expenses incurred by affiliates on behalf of KHC | A | - | - |
| Service provided by GFH Mgt Co. (Pvt) Limited | A | (3,942) | (3,035) |
| Settlement of fees for services provided by GFH Mgt Co. (Pvt) Limited | A | 15,778 | 5,000 |
| Temporary Advance | B | (41,786) | (576,705) |
| Interest charged for the advances provided by KHC | B | 203 | 178 |
| Interest charged to affiliates for the advances obtained | B | (26,753) | (23,549) |
| Shareholder advance in respect of investment in the Joint Venture (pending capitalization) | B | - | 292,500 |

**Non recurrent Related Party Transactions**

There are no non-recurrent related party transactions for the period ended 31st December 2025.

Note :

A) Transactions carried out in the ordinary course of business and charged at the face value of the expenses.

B) Temporary advances given in the ordinary course of business and no interest is charged on the outstanding balances. Payable on demand and short term in nature.

C) Terms and conditions related to intercompany borrowings/lendings.

| Company | Party | Repayment |
|---|---|---|
| The Kandy Hotels Company (1938) PLC | Borrower | AWPLR + 1.5% |
| United Hotels Company Limited | Lender | |

### 10. Events after the reporting period

No circumstances have arisen since the statement of financial position date that require adjustments to, or disclosure in the financial statements.

# THE KANDY HOTELS COMPANY (1938) PLC

## Share Information

**1. Public shareholdings**

Information pertaining to public shareholding is as follows:

| | 31 Dec 2025 | 31 Dec 2024 |
|---|---|---|
| Public holding percentage | 23.55% | 15.95% |
| Public shareholding | 177,650,443 | 120,294,503 |
| Number of public shareholders | 2,693 | 1,938 |
| Float adjusted market capitalisation (Rs.) | 3,304,100,821 | 1,503,904,073 |

As the float-adjusted market capitalization is more than Rs. 2.5 billion, The Kandy Hotels Company (1938) PLC complies under option 4 of the listing rules 7.14.1 (a) with the minimum public holding.

**2. Directors' shareholdings**

The details of shares held directly by the Directors and their close family members as at Dec 31, 2025 are as follows.

| Name of Director | Number of shares | |
|---|---|---|
| | Ordinary | Preference |
| Mr. Sanjeev Gardiner | 87,500 | 9,500 |

None of the Directors and their close family members other than those disclosed above directly held any shares in the Company.

**3. Twenty two largest ordinary shareholders of the Company**

| | Names of shareholders | Position | No of Shares | % |
|---|---|---|---|---|
| 1 | Ceylon Hotels Corporation PLC | 1 | 528,661,003 | 70.09 |
| 2 | Seylan Bank PLC / Ambeon Holdings PLC (Margin Trading) | 2 | 45,904,622 | 6.09 |
| 3 | Ceylon Hotels Investment (Pvt) Ltd | 3 | 44,715,471 | 5.93 |
| 4 | Adiuvat Investment Fund | 4 | 36,582,097 | 4.85 |
| 5 | Progruss Investments Limited | 5 | 32,863,522 | 4.36 |
| 6 | Mr. N.V.S. Saackville | 6 | 4,368,000 | 0.58 |
| 7 | DFCC Bank PLC / ATX Partners (Pvt) Ltd | 7 | 2,500,000 | 0.33 |
| 8 | Seylan Bank PLC / Gladstone Capital (Private) Limited | 8 | 2,000,000 | 0.27 |
| 9 | Mr. P.R.F. Collas | 9 | 1,965,250 | 0.26 |
| 10 | Mr. G.C. Goonetilleke | 10 | 1,945,755 | 0.26 |
| 11 | Mrs. L. Ratwatte | 11 | 1,853,000 | 0.25 |
| 12 | Seylan Bank PLC / Arcasia Investments & Trading (Pvt) Ltd | 12 | 1,780,019 | 0.24 |
| 13 | Mr. P.V. Gunasekera | 13 | 1,750,000 | 0.23 |
| 14 | Mrs. M.F. Gunasekera | 13 | 1,750,000 | 0.23 |
| 15 | Mrs. A.U.R. Pethiyagoda | 14 | 1,500,000 | 0.20 |
| 16 | Ms. M. Chevallaz | 15 | 1,496,250 | 0.20 |
| 17 | Mr. P. Chevallaz | 15 | 1,496,250 | 0.20 |
| 18 | Mr. A. Chevallaz | 15 | 1,496,250 | 0.20 |
| 19 | Mr. J. Laravoire | 15 | 1,496,250 | 0.20 |
| 20 | Mr. E. Laravoire | 15 | 1,496,250 | 0.20 |
| 21 | Ms. H. Sauties | 15 | 1,496,250 | 0.20 |
| 22 | Mr. J.P. Sauties | 15 | 1,496,250 | 0.20 |
| | **Sub total** | | **720,612,489** | **95.53** |
| | Balance held by others | | 33,696,764 | 4.47 |
| | **Total number of shares** | | **754,309,253** | **100.00** |

**4. Market Price per share**

For nine months ended 31 December

| | **2025 (Rs.)** | 2024 (Rs.) |
|---|---|---|
| Highest Market Price | **24.00** | 14.20 |
| Lowest Market Price | **14.90** | 7.80 |
| Last Traded Price | **18.60** | 12.50 |