THE NUWARA ELIYA HOTELS COMPANY PLC
STATEMENT OF FINANCIAL POSITION

	Company			Group		
	Unaudited		Audited	Unaudited		Audited
As At	**30.06.2026**	**30.06.2025**	**31.03.2026**	**30.06.2026**	**30.06.2025**	**31.03.2026**
	Rs. '000	**Rs. '000**	**Rs. '000**	**Rs. '000**	**Rs. '000**	**Rs. '000**
ASSETS						
Non Current Assets						
Property, Plant and Equipment	4,132,770	3,992,166	4,153,013	4,855,587	4,723,555	4,877,910
Right-of-use assets	18,355	-	-	20,855	3,700	2,800
Intangible Assets	15,040	17,784	15,809	15,040	17,828	15,809
Biological Assets	2,791	1,990	2,824	2,791	1,990	2,824
Investment in Subsidiary	444,996	444,996	444,996	-	-	-
Non-Current Financial Assets	433,220	428,927	403,509	433,220	428,927	403,509
	5,047,172	**4,885,863**	**5,020,151**	**5,327,493**	**5,176,000**	**5,302,852**
Current Assets						
Inventories	64,943	52,191	71,468	71,167	57,905	77,433
Trade and Other Receivables	55,927	103,756	152,389	59,447	105,525	156,469
Prepayments	26,299	79,255	16,343	30,862	86,242	17,483
Other Current Financial Assets	89,277	67,896	72,948	89,277	67,896	72,948
Short-Term Investments - Fixed Deposits	3,135,904	2,401,564	3,060,313	3,488,839	2,676,483	3,401,549
Cash and Cash Equivalents	144,671	98,661	88,246	155,614	110,126	97,954
	3,517,021	**2,803,323**	**3,461,707**	**3,895,206**	**3,104,177**	**3,823,836**
Total Assets	**8,564,193**	**7,689,186**	**8,481,858**	**9,222,699**	**8,280,177**	**9,126,688**
EQUITY AND LIABILITIES						
Equity						
Stated Capital	335,210	335,210	335,210	335,210	335,210	335,210
Revaluation Reserve	1,992,103	2,051,664	1,992,103	2,161,645	2,221,206	2,161,645
Fair value reserve of financial assets at FVOCI	141,957	137,664	112,246	141,957	137,664	112,246
Retained Earnings	4,705,394	3,791,257	4,508,571	4,778,758	3,822,324	4,571,924
Non Controlling Interest	-	-	-	239,296	224,563	235,809
	7,174,664	**6,315,795**	**6,948,130**	**7,656,865**	**6,740,967**	**7,416,833**
Non Current Liabilities						
Non-Current Lease Liability	15,771	-	-	15,771	-	-
Deferred Taxation	995,791	998,950	1,000,837	1,135,411	1,140,217	1,140,396
Retirement Benefit Obligations	55,023	58,265	52,332	60,933	62,724	58,011
	1,066,585	**1,057,215**	**1,053,169**	**1,212,115**	**1,202,941**	**1,198,407**
Current Liabilities						
Bank Overdraft	29,173	39,018	43,028	33,023	39,334	43,028
Trade and Other Payables	193,264	139,500	291,309	210,692	157,137	312,417
Contract Liability	20,198	13,763	37,388	21,009	14,394	37,921
Tax Liability	77,990	123,895	108,834	86,676	125,404	118,082
Current Lease Liability	2,319	-	-	2,319	-	-
	322,944	**316,176**	**480,559**	**353,719**	**336,269**	**511,448**
Total Equity and Liabilities	**8,564,193**	**7,689,186**	**8,481,858**	**9,222,699**	**8,280,177**	**9,126,688**
Net Asset per Share (Rs.)	**3,282**	**2,889**	**3,178**	**3,393**	**2,981**	**3,285**

The above figures are provisional and subject to audit.

The Notes 1 to 8 form an integral part of these Financial Statements.

It is certified that the Financial Statements have been prepared in compliance with the requirement of the Companies Act No.7 of 2007

Sgd.
J P K Karunarathna
Financial Controller

Sgd.
Gerard G. Ondaatjie
Deputy Chairman

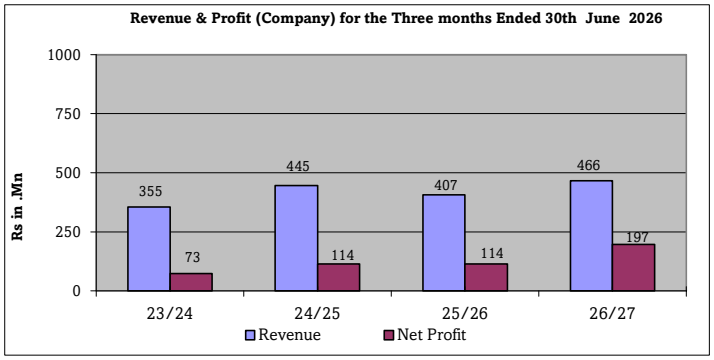
Sgd.
T.J. Ondaatjie
Director

11th August 2026

THE NUWARA ELIYA HOTELS COMPANY PLC (COMPANY)
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Company			
	FOR THE THREE MONTHS ENDED			
	Unaudited			Audited
	30.06.2026	30.06.2025	*Var.*	**31.03.2026**
	Rs.'000	*Rs.'000*		*Rs.'000*
Revenue	**466,216**	**407,140**	***15%***	**2,263,230**
Cost of Sales	(86,954)	(78,612)	*11%*	(390,796)
Gross Profit	**379,262**	**328,528**	***15%***	**1,872,434**
Other Income	14,603	5,536	*164%*	24,486
Selling & Distribution Expenses	(37,431)	(38,602)	*-3%*	(164,690)
Administrative Expenses	(132,611)	(113,289)	*17%*	(534,840)
Other Operating Expenses	(57,258)	(53,204)	*8%*	(221,159)
Profit /(Loss) from Operations (EBITDA)	**166,565**	**128,969**	***29%***	**976,231**
Depreciaton & Amortization	(40,429)	(33,471)	*21%*	(140,129)
Finance Income	121,670	65,070	*87%*	263,454
Finance Cost	(586)	(158)	*271%*	(540)
Profit /(Loss) Before Tax	**247,220**	**160,410**	***54%***	**1,099,016**
Income Tax Reversal/(Expenses)	(50,397)	(46,426)	*9%*	(337,308)
Profit/(Loss) for the Period	**196,823**	**113,984**	***73%***	**761,709**
Profit /(Loss) Attributable to :				
Owners of the Company	196,823	113,984		761,709
Non Controlling Interest	-			-
Profit/ (Loss) For the Period	196,823	113,984	***73%***	761,709
Other Comprehensive Income /(Loss)				
Gain/(Loss) on Equity Instruments Designated at FVTOCI	29,711	47,957	*-38%*	22,539
Actuarial Gain/(Loss) on Retirement Benefit Obligation	-	-		14,325
Income Tax Effect on Actuarial Gain (Loss)	-	-		(4,298)
Other Comprehensive Income/ (Loss) for the Period	29,711	47,957		32,566
Total Comprehensive Income /(Loss)	**226,534**	**161,941**	***40%***	**794,275**
Total Comprehensive Income/(Loss) Attributable to :				
Owners of the Company	226,534	161,941		794,275
Total Comprehensive Income /(Loss) for the Period	**226,534**	**161,941**	***40%***	**794,275**
Basic Earnings per Share	**90.04**	**52.14**	***73%***	**348.44**

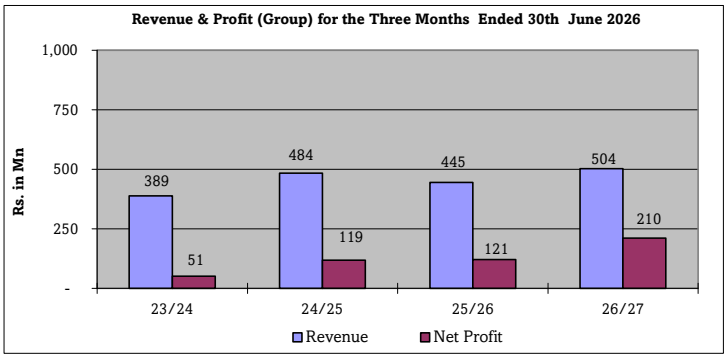
The above figures are provisional and subject to audit.
Figures in brackets indicate deductions.
The Notes 1 to 8 form an integral part of these Financial Statements.



THE NUWARA ELIYA HOTELS COMPANY PLC (GROUP)
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group			
	FOR THE THREE MONTHS ENDED			
	Unaudited			Audited
	30.06.2026	30.06.2025	*Var.*	**31.03.2026**
	Rs.'000	*Rs.'000*		*Rs.'000*
Revenue	**503,642**	**444,665**	***13%***	**2,450,197**
Cost of Sales	(92,030)	(83,983)	*10%*	(415,222)
Gross Profit	**411,612**	**360,682**	***14%***	**2,034,975**
Other Income	14,610	5,553	*163%*	24,549
Selling & Distribution Expenses	(40,389)	(41,291)	*-2%*	(183,738)
Administrative Expenses	(147,577)	(125,845)	*17%*	(589,697)
Other Operating Expenses	(65,362)	(63,451)	*3%*	(260,608)
Profit /(Loss) from Operations (EBITDA)	**172,894**	**135,648**	***27%***	**1,025,480**
Depreciaton & Amortization	(44,297)	(36,951)	*20%*	(153,687)
Finance Income	135,179	71,498	*89%*	292,254
Finance Cost	(618)	(187)	*230%*	(636)
Profit /(Loss) Before Tax	**263,158**	**170,007**	***55%***	**1,163,410**
Income Tax Reversal/(Expenses)	(52,836)	(48,905)	*8%*	(351,002)
Profit/(Loss) for the Period	**210,322**	**121,103**	***74%***	**812,408**
Profit /(Loss) Attributable to :				
Owners of the Company	206,835	119,264	*73%*	799,311
Non Controlling Interest	3,487	1,839	*90%*	13,098
Profit/ (Loss) For the Period	**210,322**	**121,103**	***74%***	**812,408**
Other Comprehensive Income /(Loss)				
Gain/(Loss) on Equity Instruments Designated at FVTOCI	29,711	47,957	*-38%*	22,539
Actuarial Gain/(Loss) on Retirement Benefit Obligation	-	-		14,264
Income Tax Effect on Actuarial Gain (Loss)	-	-		(4,285)
Other Comprehensive Income/ (Loss) for the Period	29,711	47,957		32,518
Total Comprehensive Income /(Loss)	**240,033**	**169,059**	***42%***	**844,926**
Total Comprehensive Income/(Loss) Attributable to :				
Owners of the Company	236,546	167,220		831,841
Non Controlling Interest	3,487	1,839		13,085
Total Comprehensive Income /(Loss) for the Period	**240,033**	**169,059**	***42%***	**844,926**
Basic Earnings per Share	**94.62**	**54.56**	***73%***	**365.64**

The above figures are provisional and subject to audit.
Figures in brackets indicate deductions.
The Notes 1 to 8 form an integral part of these Financial Statements.



THE NUWARA ELIYA HOTELS CO. PLC
STATEMENT OF CHANGES IN EQUITY
For the period ended 30th June 2026

COMPANY

	Stated Capital Rs '000	Revaluation Reserve Rs '000	Fair value reserve of Financial Assets at FVOCI Rs '000	Retained Earnings Rs '000	Total Equity Rs '000
Balance as at 1st April 2025	**335,210**	**2,051,665**	**89,708**	**3,677,271**	**6,153,855**
Profit/(Loss) for the Period	-	-	-	761,709	761,709
Other Comprehensive Income					
Gain (Loss) on Equity Instruments Designated at FVTOCI	-	-	22,539	-	22,539
Actuarial Gain/(Loss) on Retirement Benefit Obligation	-	-	-	14,325	14,325
Income Tax Effect on Actuarial Gain (Loss)	-	-	-	(4,298)	(4,298)
Total Comprehensive Income /(Loss)	**-**	**-**	**22,539**	**771,736**	**794,275**
Directly in Equity					
Transferred to Retained Earnings		(59,562)		59,562	-
Total Transactions with Owners of the Company	**-**	**(59,562)**	**-**	**59,562**	**-**
Balance as at 31st March 2026	**335,210**	**1,992,103**	**112,247**	**4,508,570**	**6,948,130**
Balance as at 1st April 2026	**335,210**	**1,992,103**	**112,247**	**4,508,570**	**6,948,130**
Profit/(Loss) for the Period	-	-	-	196,823	196,823
Other Comprehensive Income					
Gain (Loss) on Equity Instruments Designated at FVTOCI	-	-	29,711	-	29,711
Total Comprehensive Income /(Loss)	**-**	**-**	**29,711**	**196,823**	**226,534**
Balance as at 30th June 2026	**335,210**	**1,992,103**	**141,957**	**4,705,393**	**7,174,664**

GROUP

	Attributable to the Equity Holders of the Parent Company						
	Stated Capital Rs '000	Revaluation Reserve Rs '000	Fair value reserve of Financial Assets at FVOCI Rs '000	Retained Earnings Rs '000	Total Rs '000	Non Controlling Interest Rs '000	Total Equity Rs '000
Balance as at 1st April 2025	**335,210**	**2,221,207**	**89,707**	**3,703,061**	**6,349,185**	**222,724**	**6,571,908**
Profit/(Loss) for the Period	-	-	-	799,311	799,311	13,098	812,408
Other Comprehensive Income							
Gain (Loss) on Equity Instruments Designated at FVTOCI	-	-	22,539	-	22,539	-	22,539
Actuarial Gain/(Loss) on Retirement Benefit Obligation	-	-		14,280	14,280	(16)	14,264
Income Tax Effect on Actuarial Gain (Loss)	-	-		(4,289)	(4,289)	3	(4,286)
Total Comprehensive Income /(Loss)	**-**	**-**	**22,539**	**809,301**	**831,840**	**13,085**	**844,925**
Transactions with Owners of the Company, Recognized Directly in Equity							
Transferred to Retained Earnings	-	(59,562)	-	59,562	-	-	-
Total Transactions with Owners of the Company	**-**	**(59,562)**	**-**	**59,562**	**-**	**-**	**-**
Balance as at 31st March 2026	**335,210**	**2,161,645**	**112,246**	**4,571,924**	**7,181,025**	**235,809**	**7,416,833**
Balance as at 1st April 2026	**335,210**	**2,161,645**	**112,246**	**4,571,924**	**7,181,025**	**235,809**	**7,416,833**
Profit/(Loss) for the Period	-	-	-	206,834	206,834	3,487	210,321
Other Comprehensive Income							
Gain (Loss) on Equity Instruments Designated at FVTOCI	-	-	29,711	-	29,711	-	29,711
Total Comprehensive Income /(Loss)	**-**	**-**	**29,711**	**206,834**	**236,545**	**3,487**	**240,032**
Balance as at 30th June 2026	**335,210**	**2,161,645**	**141,957**	**4,778,758**	**7,417,570**	**239,296**	**7,656,865**

The Notes 1 to 8 form an integral part of these Financial Statements.

THE NUWARA ELIYA HOTELS CO. PLC
STATEMENT OF CASH FLOWS
For the period ended 30th June 2026

	Company			Group		
	Unaudited		Audited	Unaudited		Audited
	30.06.2026 Rs.'000	30.06.2025 Rs.'000	31.03.2026 Rs. '000	30.06.2026 Rs.'000	30.06.2025 Rs.'000	31.03.2026 Rs. '000
Cash Flows from Operating Activities						
Profit/(Loss) Before Tax	**247,220**	**160,410**	**1,099,017**	**263,158**	**170,007**	**1,163,410**
Adjustments for:						
Depreciation of Property, Plant and Equipment	39,190	32,711	137,056	42,758	35,549	149,740
Amortization of Intangible Assets	768	760	3,073	768	1,102	3,160
Expected Credit Losses on Trade Debtors	(641)	(117)	1,033	(641)	(117)	1,033
Depreciation of Right-of-Use Assets	471	-	-	771	300	1,200
Write Back of Unclaimed Dividends	-	-	(974)	-		(974)
Provision for Retirement Benefit Obligation	2,965	2,987	12,690	3,196	3,197	14,060
'Provision for impairment	-	-	-			
Interest Expenses	586	158	540	618	187	636
Interest Income	(67,462)	(50,861)	(216,250)	(74,468)	(56,861)	(240,455)
Dividend Income	(2,576)	(1,782)	(6,224)	(2,576)	(1,782)	(6,224)
(Gain)/Loss of Currency Exchange	(37,879)	(4,636)	(33,126)	(44,381)	(4,636)	(37,721)
Fair Value Gain on Biological Assets	(180)	(5)	(1,444)	(180)	(5)	(1,444)
(Gain)/ Loss on Equity Investments FVTPL	(16,329)	(9,573)	(14,625)	(16,329)	(9,573)	(14,625)
(Profit)/ Loss from Disposal of Property, Plant and Equipment	-	-	29	-	-	29
Operating Profit Before Working Capital Changes	**166,133**	**130,052**	**980,795**	**172,694**	**137,368**	**1,031,825**
Decrease/(Increase) in Inventories	6,525	1,860	(17,416)	6,266	2,264	(17,262)
Decrease/(Increase) in Trade and Other Receivable	87,147	48,574	75,451	84,972	43,056	76,133
Increase/(Decrease) in Contract Liabilities	(17,190)	(18,471)	5,153	(16,912)	(18,287)	5,240
Increase/(Decrease) in Trade and Other Payables	(98,045)	(91,988)	65,417	(101,817)	(90,118)	70,353
Cash Generated From Operations	**144,570**	**70,027**	**1,109,400**	**145,203**	**74,283**	**1,166,288**
Income Tax Paid	(86,288)	(91,358)	(418,081)	(89,789)	(92,355)	(426,526)
Interest Paid	(586)	(158)	(540)	(618)	(187)	(636)
Retirement Benefit Obligation Paid	(274)	(589)	(1,901)	(274)	(589)	(1,901)
Net Cash from Operating Activities	**57,422**	**(22,078)**	**688,878**	**54,522**	**(18,848)**	**737,224**
Cash Flows from / (Used in) Investing Activities						
Purchase of Property, Plant & Equipment	(19,416)	(62,624)	(327,844)	(20,939)	(62,915)	(331,175)
Acquisition of Intangible Assets	-	-	(338)	-	-	(338)
Dividend Received	2,576	1,782	6,224	2,576	1,782	6,224
Interest Received	86,962	91,976	213,468	102,863	107,277	236,408
Purchase of Biological Assets	-	-	(19)	-	-	(19)
Sale of Biological Assets	26	-	624	26	-	624
Investment in Fixed Deposits	(99,008)	(141,129)	(815,262)	(113,100)	(161,285)	(886,572)
Upliftment of Fixed Deposits	42,453	113,499	201,269	42,453	113,499	201,268
Net Cash Flows Used in Investing Activities	**13,593**	**3,504**	**(721,878)**	**13,879**	**(1,642)**	**(773,580)**
Cash Flows from / (Used in) Financing Activities						
Lease Payment	(735)	-	-	(735)	-	-
Net Cash from /(Used) in Financing Activities	(735)	-	-	(735)	-	-
Net (Decrease) / Increase in Cash & Cash Equivalents	**70,279**	**(18,574)**	**(33,000)**	**67,665**	**(20,490)**	**(36,355)**
Net Cash & Cash Equivalents at the Beginning of the Year	45,218	78,218	78,218	54,926	91,281	91,281
Net Cash & Cash Equivalents at the End of the Period	**115,498**	**59,644**	**45,218**	**122,591**	**70,791**	**54,926**
NET CASH AND CASH EQUIVALENTS						
Components of Cash and Cash Equivalents						
Cash and Cash Equivalents	144,671	98,662	88,246	155,614	110,126	97,954
Bank Overdraft	(29,173)	(39,018)	(43,028)	(33,023)	(39,334)	(43,028)
Net Cash & Cash Equivalents at the End of the Period	**115,498**	**59,644**	**45,218**	**122,591**	**70,791**	**54,926**

The Notes 1 to 8 form an integral part of these Financial Statements.

THE NUWARA ELIYA HOTELS CO. PLC
NOTES TO THE FINANCIAL STATEMENTS

1. Corporate Information

The Nuwara Eliya Hotels Co. PLC is a public limited liability company incorporated and domiciled in Sri Lanka listed on the Colombo Stock Exchange (CSE). The Interim Financial Statements of the Company and the Group for the 3 months ended 30th June 2026 were authorised for issuing by the Board of Directors on 11th August 2026

2. Basis of Preparation

The Interim Financial Statements of the Company and the Group have been prepared on the basis of the same accounting policies and methods of computation applied for the year ended 31st March 2026 are in compliance with the Sri Lanka Accounting Standard 34 - Interim Financial Reporting.

3. Basis of Consolidation

The Group accounts comprise the consolidation of accounts of the Nuwara Eliya Hotels Co. PLC (The company) and the subsidiary, Fair View Hotel (Pvt) Ltd. Intercompany balances, transactions and any unrealized gains, arising from inter company transactions are eliminated in preparing the Consolidated Financial Statements.

4. Equity Instruments Designated at Fair Value Through OCI

Equity Instrument Designated at Fair Value Through OCI, reflected under Non-Current Financial Assets is stated at market price as at 30th June 2026.

5. Share Information

5.1 The Public Share Holders as at 30th June 2026 was 747 holding 10.76% - (30th June 2025 - 10.76%).The Company is compliant with the minimum public holding requirement under option 1 of 7.13.1(b)

5.2 Float Adjusted Market Capitalisation as at 30th June 2026 was Rs. 1,010,790,138.00

5.3 Directors' Shareholding

As at	**30.06.2026**	
Ordinary Shares	**No. of Shares held**	**%**
Mr. J H P Ratnayeke	327	0.01%
Mr. G G Ondaatjie	238,088	10.89%
Ms. A M Ondaatjie	219,737	10.05%
Mr. T J Ondaatjie	219,737	10.05%
Mr. M K K K B Galagoda	-	0.00%
Mr. S K Abeysundara	-	0.00%
Mr. G H R Fernando	-	0.00%
Mr. S M S S Bandara	-	0.00%
Ms. H M S Herath	-	0.00%
Mr. A M Iddamalgoda	-	0.00%

5.4 Twenty Largest Shareholders

As at	30.06.2026	
	No. of Shares held	**%**
Mercantile Investments and Finance PLC	571,068	26.12%
Nilaveli Beach Hotels (Pvt) Ltd	443,390	20.28%
G G Ondaatjie	238,088	10.89%
A M Ondaatjie	219,737	10.05%
T J Ondaatjie	219,737	10.05%
Tangerine Tours (Pvt) Ltd	150,230	6.87%
Security Ceylon (Pvt) Ltd	66,372	3.04%
Mercantile Fortunes (Pvt) Ltd	40,816	1.87%
J B Cocoshell (Pvt) Ltd	38,977	1.78%
The Ceylon Investors (Pvt) Ltd	27,905	1.28%
D Grimshaw	27,797	1.27%
C G Senanayake	24,789	1.13%
G A G Punchihewa	12,860	0.59%
D P Navaratnam	10,955	0.50%
M P D Cooray	8,978	0.41%
A D Dadabhoy	5,646	0.26%
Sampath Bank PLC/ Mr. A Sithampalam	4,254	0.19%
N H V Perera	3,341	0.15%
U I Suriyabandara	3,035	0.14%
E G Negris (Deceased)	2,823	0.13%

5.5 Stated Capital

Stated Capital is represented by shares in issue as given below.

	30.06.2026		30.06.2025	
	Number	**Rs.**	Number	Rs.
Ordinary Shares	**2,186,040**	**335,151,740**	2,186,040	335,151,740
7% Cumulative Participating Preference Shares	**5,800**	**58,000**	5,800	58,000
	2,191,840	**335,209,740**	2,191,840	335,209,740

The holders of Preference shares are entitled to a fixed dividend of 7% per annum.

5.6 Net Assets per Share

Net assets per share have been calculated, for all periods, based on the number of shares in issue as at 30.06.2026.

5.7 Earning per Share

Earnings per share has been calculated by dividing profit attributable to ordinary equity holders by the weighted number of ordinary shares outstanding during the year.

5.8 Market Price of The Nuwara Eliya Hotels Co. PLC for the Three Months Ended

		30.06.2026		30.06.2025
Highest Market Value per Share	Rs.	**5,099.00**	Rs.	2,800.00
Lowest Market Value per Share	Rs.	**4,207.00**	Rs.	2,025.00
Closing Market Value per Share	Rs.	**4,297.25**	Rs.	2,603.00
Last Traded Market Price per Share	Rs.	**4,306.00**	Rs.	2,575.00

6. Seasonality of Operation

There was no seasonality/cyclicality impact on the operations of the company which need to be disclosed.

7. Contingent Liabilities

The Company has contingent liabilities in respect of legal claims arising in the ordinary course of business. Based on currently available information and legal advice, The Directors believe that the ultimate resolution of these matters is unlikely to result in a material adverse impact on the Company's financial position, results of operations, or liquidity Accordingly, no provision has been recognized in the financial statements as of 30th June 2026.

As at the reporting date, there were no material contingent liabilities other than those disclosed below:

Institution	***Nature of the Claim***	***Case Number***
Labour Tribunal	Claim for reinstatement and compensation.	09/NE/05/2025
Labour Tribunal	Claim for reinstatement and compensation.	09/NE/06/2025
Labour Tribunal	Claim for reinstatement and compensation.	09/NE/07/2025

Although the outcomes of the above legal proceedings cannot be predicted with certainty, the Directors are of the opinion that no material liability is likely to arise.

In addition, the Municipal Council has made a claim amounting to 0.6% of the Company's turnover for the issuance of trade licenses for the financial years 2023,2024,2025 and 2026. The Company disputes this claim and legal proceedings are currently ongoing at the Nuwara Eliya Magistrate Court. As of 30th June 2026, the estimated contingent liability in respect of this matter is Rs. 39.69 million.

8. Events Occurring After the Reporting Date

Subsequent to the date of financial position, no circumstances have arisen which would require adjustment to or disclosure in the Financial Statements.