

TAL LANKA HOTELS PLC

Interim Financial Statements

For the period ended
31st March 2026

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2026

COMPANY STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME

	Quarter ended 31st March			12 Months ended 31st March		
	Un Audited 2026 Rs '000	Un Audited 2025 Rs '000	Change %	Un Audited 2026 Rs '000	Un Audited 2025 Rs '000	Change %
Revenue from contract with customers	1,108,932	865,005	**28**	3,703,712	3,472,131	**7**
Cost of Sales	(725,674)	(639,563)	**-13**	(2,616,261)	(2,545,571)	**-3**
Gross Profit/(Loss)	**383,258**	**225,442**	**70**	**1,087,451**	**926,560**	**17**
Other Operating Income	1,737	1,855	**-6**	10,434	15,829	**34**
Marketing Expenses	(36,960)	(32,178)	**-15**	(133,174)	(136,053)	**2**
Administrative Expenses	(244,513)	(227,115)	**-8**	(875,864)	(857,270)	**-2**
Profit/(Loss) from Operations	**103,521**	**(31,995)**	**> 100**	**88,847**	**(50,933)**	**> 100**
Finance Cost	(91,422)	(80,983)	**-13**	(407,907)	(350,933)	**-16**
Finance Income	415	(63,040)	**> 100**	1,175	10,299	**-89**
Profit/(Loss) Before Tax	**12,514**	**(176,018)**	**> 100**	**(317,886)**	**(391,567)**	**19**
Income tax (expense)/Benefit	74,584	63,725		74,584	63,725	
Profit/(Loss) for the period	**87,098**	**(112,293)**	**> 100**	**(243,302)**	**(327,842)**	**26**
Other Comprehensive income/(expense), net of income tax						
Items that will not be reclassified subsequently to profit or loss:						
Re-measurement gain/(loss) on defined benefit plans	(11,193)	15,697		(11,193)	15,697	
Equity investment at FVOCI - net change in fair value	6,138	5,449		6,138	5,449	
Related Taxes	1,517	(6,344)		1,517	(6,344)	
Other Comprehensive Income/(Expense) for the period, Net of Tax	**(3,539)**	**14,802**		**(3,539)**	**14,802**	
Total Comprehensive Income/(Expense) for the period	**83,559**	**(97,491)**	**> 100**	**(246,840)**	**(313,040)**	**21**
Earnings/(Loss) per Share (Rs.)	**0.51**	**(0.80)**		**(1.46)**	**(2.35)**	

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2026
STATEMENT OF FINANCIAL POSITION AS AT

Audited Year ended 31.03.2025 Rs' 000		Un Audited Period ended 31.03.2026 Rs' 000
	ASSETS	
	NON-CURRENT ASSETS	
3,263,280	Property, Plant & Equipment	3,125,754
7,922	Intangible Assets	5,829
725,503	Right of Use Assets	712,312
29,284	Equity securities designated as at FVOCI	35,422
4,025,989		**3,879,317**
	CURRENT ASSETS	
98,918	Inventories	114,640
156,222	Trade and Other Receivables	173,456
1,714	Amounts receivable from related parties	913
152,048	Advance and Prepayment	170,052
16,019	Tax Recoverable	21,044
212,434	Cash & Cash Equivalents	260,345
637,357		**740,450**
4,663,346	**TOTAL ASSETS**	**4,619,767**
	EQUITY AND LIABILITIES	
	CAPITAL AND RESERVES	
1,396,375	Stated Capital	2,717,744
10,637	Fair value reserve of Financial assets at FVOCI	14,934
1,134,952	Revaluation Reserves	1,009,133
(4,246,489)	Retained Earnings	(4,371,806)
(1,704,524)	**Total Equity**	**(629,995)**
	NON-CURRENT LIABILITIES	
3,239,806	Interest Bearing Borrowings	1,537,923
1,012,263	Deferred Tax Liabilities	936,162
101,078	Retirement Benefit Obligations	137,224
4,353,147		**2,611,309**
	CURRENT LIABILITIES	
837,959	Interest Bearing Borrowings	852,209
713,576	Trade and Other Payables	985,015
463,189	Amounts payable to related parties	643,668
-	Bank Overdraft	157,562
2,014,723		**2,638,454**
4,663,346	**TOTAL EQUITY AND LIABILITIES**	**4,619,767**
(12.21)	**Net Assets Value per Share (Rs.)**	**(3.78)**

These Financial Statements are in compliance with the requirements of the Companies Act No. 7 of 2007

Sridhar Swain
Area Financial Controller- Sri Lanka & Maldives
Director of Finance - Taj Samudra , Colombo

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 of TAL Lanka Hotels PLC

Nissanka Weerasekera
Director

Niloo Jayathilake
Director

Colombo
10 April 2026

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2026
STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Revaluation Reserve	Fair value Reserve	Accumulated Losses	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01 April 2024	1,396,375	1,260,772	6,823	(4,055,453)	(1,391,483)
Profit/(Loss) for the period	-	-	-	(313,040)	(313,040)
Transfer of depreciation,net of deferred tax	-	(94,365)	-	94,365	-
Balance as at 31 December 2024	**1,396,375**	**1,166,407**	**6,823**	**(4,274,130)**	**(1,704,523)**
Balance as at 01 April 2025	**1,396,375**	**1,134,952**	**10,637**	**(4,246,489)**	**(1,704,524)**
New Shares issued during the year	1,321,369	-	-	-	1,321,369
Profit/(Loss) for the year	-	-	-	(243,302)	(243,302)
Other Comprehensive income					
Re-measurement gain on defined benefit liability, net of tax	-	-	-	(7,835)	(7,835)
Equity investments at FVOCI - net change in fair value, net of tax	-	-	4,296	-	4,296
Total other comprehensive income, net of tax	-	-	4,296	(7,835)	(3,539)
Total comprehensive expense for the year	-	-	4,296	(251,137)	(246,840)
Transfer of depreciation,net of deferred tax	-	(125,819)	-	125,819	-
Balance as at 31 March 2026	**2,717,744**	**1,009,133**	**14,934**	**(4,371,806)**	**(629,995)**

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2026

CASH FLOW STATEMENT

Audited Year ended 31.03.2025		Un Audited Period ended 31.03.2026
Rs.'000		Rs.'000
	Cash Flows From / (Used in) Operating Activities	
(391,568)	Profit/(Loss) before Tax	**(317,886)**
	Adjustments for	
(1,341)	Gain/(Loss) on disposal of property, plant and equipment	(1,464)
318,632	Depreciation on property, plant and equipment	324,539
2,338	Amortization of intangible asset	2,246
13,191	Amortization of Right of use assets	13,191
23,690	Provision for defined benefit plans	24,952
1,216	Impairment Provision for Trade and Other Receivables	4,584
(12,042)	Net Insurance claim on property, plant and equipment	(2,904)
227	Impairment Provision/(Reversal) for Inventories	589
(1,778)	Interest income	(1,175)
347,146	Interest expense	220,028
(46,453)	Unrealised exchange loss	152,630
253,258	**Operating Profit/(Loss) before Working Capital Changes**	**419,330**
13,956	(Increase) / decrease in inventories	(16,310)
183,613	(Increase) / decrease in trade and other receivables	(21,817)
3,008	(Increase) / decrease in amounts receivable from related companies	801
(45,080)	(Increase) / decrease in deposits, prepayments and advances	(18,004)
(4,451)	Increase / (decrease) in current tax asset	(5,024)
96,038	Increase / (decrease) in trade and other payables	147,055
142,935	Increase) in amounts payable to related companies	180,479
643,276	**Cash Generated from Operations**	**686,510**
(267,147)	Interest paid	(228,278)
376,129	**Net Cash flows From/(used in) Operating Activities**	**458,232**
	Cash Flows from / (Used in) Investing Activities	
1,341	Net proceeds from disposal of property, plant and equipment	1,593
12,042	Insurance claim received on property, plant and equipment	2,904
(176,217)	Purchase of property, plant and equipment	(187,141)
1,778	Interest received	(153)
(5,944)	Purchase of intangible assets	1,175
(167,000)	**Net Cash Flows from/(Used in) Investing Activities**	**(181,622)**
	Cash Flows from (Used in) Financing Activities	
-	Loans obtained from Bank	120,838
(275,786)	Repayment of loans	(507,099)
-	Proceeds From Issuance of Share Capital	
(39,178)	**Net Increase/(Decrease) in Cash and Cash Equivalents**	(109,652)
251,612	**Cash and Cash Equivalents at the beginning of the year**	212,434
212,434	**Cash and Cash Equivalents at the end of the Period**	**102,783**

For the purpose of the cash flow statement, the Period end cash and cash equivalents comprise of the following:

212,434	Cash at Bank & In Hand	260,345
-	Bank Overdraft	(157,562)
212,434		**102,783**

TAL LANKA HOTELS PLC

NOTES

1 Corporate information

TAL Lanka Hotels PLC (formerly known as Taj Lanka Hotels PLC) is a limited liability company incorporated in Sri Lanka and listed on the Colombo Stock Exchange. The registered office and principal place of business is situated at No. 25, Galle Face Centre Road, Colombo 03.

2 Approval of financial statements

The unaudited interim condensed financial statements of the company for the quarter ended 31st March 2026 were reviewed and recommended by the Audit Committee and approved to the board on 10th April 2026.

3 Basis of preparation

The Interim Condensed Financial Statements of the Company for the period ended 31st March 2026 have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34- Interim Financial Reporting. These Interim Condensed Financial Statements should be read in conjunction with the Annual Financial Statements for the year ended 31st March 2025. The Interim Condensed Financial Statements have been prepared on a historical cost basis, except for, land and financial instruments. These Statements also provide information required by the Colombo Stock Exchange.

The accounting policies adopted in the preparation of the Interim Condensed Financial Statements are consistent with those followed in the preparation of the Annual Financial Statements for the year ended 31st March 2025.

The Stated Capital as at 31st March 2026 is Rs. 2,717,744,425/- (31 March 2025 - Rs. 1,396,374,941/-) comprising 171,866,018 fully paid Ordinary shares (31st March 2025 - 139,637,494).

4 Events after the reporting period

No circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the financial statements.

5 Contingencies

There has not been a significant change in the nature of the commitments and Contingencies, which were disclosed in the Annual Report for the year ended 31st March 2025.

6 Management fee payable to TAL Hotels & Resorts Ltd

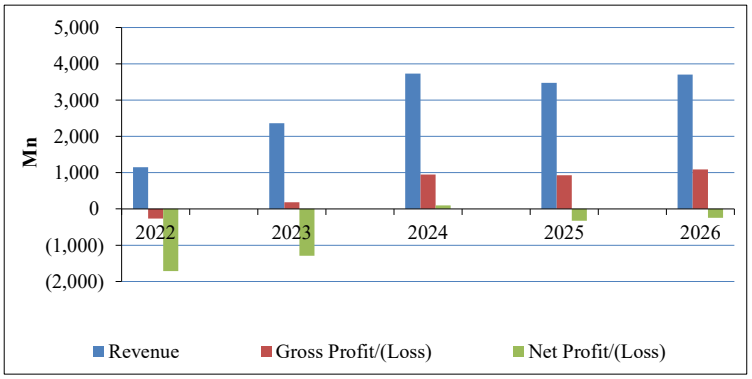
TAL Lanka Hotels PLC has entered in to a Hotel Operating agreement with TAL Hotels & Resorts Ltd. The details of fees payable to TAL Hotels & Resorts Ltd under the agreement is as follows ;

	As at 31.03.2026	As at 31.03.2025
	Rs '000	Rs '000
Basic fee Payable	381,558	297,399
Incentive fee Payable	174,904	113,186
	556,462	**410,585**

7 A Graphical analysis of Seasonality performance is given below;

5 Years Performance Evaluation for the period ended 31st March *(Figures are in '000)*

	2022	2023	2024	2025	2026
Revenue	1,147,421	2,361,374	3,728,163	3,472,131	3,703,712
Gross Profit/(Loss)	(262,393)	181,985	948,633	929,560	1,087,451
Net Profit/(Loss)	(1,714,907)	(1,291,194)	96,052	(327,843)	(243,302)



TAL LANKA HOTELS PLC

8.) Share and Investor information

ANALYSIS OF SHAREHOLDERS ACCORDING TO THE NO: OF SHARES AS AT 31ST MARCH 2026
(LOCAL : FOREIGN)

NO OF SHARES			NO. OF SHAREHOLDERS		TOTAL HOLDINGS		PERCENTAGE	
			FOREIGN	LOCAL	FOREIGN	LOCAL	FOREIGN	LOCAL
1	To	1000	55	8,599	23,640	1,741,963	0.01%	1.01%
1001	To	10,000	18	808	77,003	2,652,624	0.04%	1.54%
10,001	To	100,000	5	102	198,023	2,646,256	0.12%	1.54%
100,001	To	1,000,000	1	11	343,029	2,809,217	0.20%	1.63%
1,000,001	&	Above	3	4	149,855,744	11,518,519	87.19%	6.70%
TOTAL			**82**	**9,524**	**150,497,439**	**21,368,579**	**87.57%**	**12.43%**
GRAND TOTAL				**9,606**		**171,866,018**		**100%**

ANALYSIS OF SHAREHOLDERS ACCORDING TO THE NO: OF SHARES AS AT 31ST MARCH 2026
(COMPANY: MEMBER)

NO OF SHARES			NO. OF SHAREHOLDERS		TOTAL HOLDINGS		PERCENTAGE	
			COMPANIES	MEMBERS	COMPANIES	MEMBERS	COMPANIES	MEMBERS
1	To	1000	73	8581	22,925	1,742,678	0.01%	1.01%
1001	To	10,000	35	791	203,516	2,526,111	0.12%	1.47%
10,001	To	100,000	32	75	1,026,390	1,817,889	0.60%	1.06%
100,001	To	1,000,000	9	3	2,660,849	491,397	1.55%	0.29%
1,000,001	&	Above	7	0	161,374,263	-	93.90%	0.00%
TOTAL			**156**	**9,450**	**165,287,943**	**6,578,075**	**96.17%**	**3.83%**
GRAND TOTAL				**9,606**		**171,866,018**		**100%**

TAL LANKA HOTELS PLC

SHARE INFORMATION

1.) Share Trading Information for the quarter ended 31st March,

	2026 Rs.	2025 Rs.
Highest	41.50	27.00
Lowest	30.10	20.70
Closing	34.30	20.90

2.) First Twenty Shareholders as at 31st March 2026

	Name of Shareholder	Number of Shares	% of issued capital
1	TAL HOTELS AND RESORTS LIMITED	107,497,886	62.55
2	IHOCO BV	40,287,858	23.44
3	EMPLOYEE'S PROVIDENT FUND	6,937,742	4.04
4	MOUGIN INVESTMENT COMPANY LIMITED	2,070,000	1.20
5	ASSOCIATED ELECTRICAL CORPORATION LTD	1,990,303	1.16
6	SAMPATH BANK PLC/MR.ARUNASALAM SITHAMPALAM	1,304,038	0.76
7	PEOPLE S LEASING AND FINANCE PLC/L.P.HAPANGAMA	1,286,436	0.75
8	E.W. BALASURIYA & CO. (PVT) LTD ACC NO 01	901,658	0.52
9	HALLSVILLE FRONTIER EQUITIES LTD.	343,029	0.20
10	PEOPLE'S LEASING & FINANCE PLC/L.H.L.M.P.HARADASA	328,885	0.19
11	ASHAN DE ZOYSA AND COMPANY PVT LIMITED	265,000	0.15
12	Mr.KANTHIMATHINATHAN MUTHUVINAYAGAM	232,232	0.14
13	PEOPLE'S LEASING & FINANCE PLC/DR.H.S.D.SOYSA & MRS.G.S(	225,455	0.13
14	COMMERCIAL BANK OF CEYLON PLC A/C NO. 04	212,390	0.12
15	PEOPLE'S LEASING & FINANCE PLC / MR.W.P.C.M.NANAYAKKAF	160,000	0.09
16	MR. NAWALAGE JOSEPH HIRAN MAHINDA COORAY	137,165	0.08
17	MRS. BINANTHI SHAMANI RASANAYAGAM	122,000	0.07
18	SENKADAGALA FINANCE PLC	114,432	0.07
19	SEYLAN BANK PLC/GOLUHEWAGE BINDU RASITHA POOJITHA (	110,000	0.06
20	MR PRIYANK GUPTA	92,600	0.05
	Total	**164,619,109**	**95.78**

3.) Percentage of Public Holding as at 31st March 2026 **14.01%**

Total No. of Shareholders Represent in Public Holding **9,604**
Float Adjusted Market Capitalization **825,953,398**

The Company complies with option 2 of the Listing Rules 7.14.1 (b) of the Listing Rules of Colombo Stock Exchange

4.) Directors' shareholding as at 31st December

Name of Director	2026 No. of shares	2025 No. of shares
Mr. P.S. Verma	NIL	NIL
Mr. B.K. Chaudhary	NIL	NIL
Mr. R.K. Chaudhary	NIL	NIL
Mr. P. Sen Gupta	NIL	NIL
Mr. S. Datta	NIL	NIL
Mr. N. Shome	NIL	NIL
Mr. N. B. Weerasekera	NIL	NIL
Mr. C. Subramanian	NIL	NIL
Ms. N. Jayatilake	NIL	NIL

TAL LANKA HOTELS PLC

CORPORATE INFORMATION

NAME OF COMPANY	TAL Lanka Hotels PLC
COMPANY REGISTRATION NO :	PQ 183
LEGAL FORM	Public Quoted Company with limited liability originally incorporated in Sri Lanka on 14th June 1980
REGISTERED OFFICE	25, Galle Face Centre Road, Colombo 03. Telephone +94 11 244 6622 Website www.tajhotels.com
BOARD OF DIRECTORS	Mr. P.S. Verma - Chairman Mr. B.K. Chaudhary Mr. R.K. Chaudhary Mr. P. Sen Gupta Mr. S. Datta Mr. N. Shome Mr. N. B. Weerasekera Mr. C. Subramanian Ms. N. Jayatilake
SECRETARIES	Corporate Services (Private) Limited 216, De Saram Place, Colombo-10
REGISTRARS	Business Intelligence (Private) Limited No. 08, Tickell Road, Colombo 08.
AUDITORS	Messrs KPMG Sri Lanka. Chartered Accountants 32 A, Sir Mohamed Macan Markar Mawatha, Colombo - 04.
LAWYERS	Messrs F J & G De Saram 216, De Saram Place, Colombo-10
BANKERS	Hatton National Bank PLC Standard Chartered Bank Commercial Bank of Ceylon PLC Nations Trust Bank PLC
HOTEL MANAGER	TAL Hotels and Resorts Ltd, 2001, Central Plaza, 18, Harbour Road, Wanchai, Hong Kong.