TAJ
SAMUDRA
COLOMBO

TAL LANKA HOTELS PLC

Interim Financial Statements

For the period ended
30th September 2026

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2026

COMPANY STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME

Audited Year ended 31.03.2026 Rs' 000		Quarter ended 30th September Un Audited 2026 Rs '000	Un Audited 2025 Rs '000	Change %	6 Months ended 30th September Un Audited 2026 Rs '000	Un Audited 2025 Rs '000	Change %
3,703,712	**Revenue from contract with customers**	1,030,533	827,495	**25**	2,038,464	1,621,219	**26**
(2,616,261)	Cost of Sales	(729,351)	(615,226)	**-19**	(1,439,780)	(1,217,211)	**-18**
1,087,451	**Gross Profit/(Loss)**	**301,183**	**212,269**	**42**	**598,685**	**404,009**	**48**
10,434	Other Operating Income	3,842	192	**>100**	4,967	1,492	**>100**
(133,174)	Marketing Expenses	(35,393)	(29,455)	**-20**	(69,204)	(62,174)	**-11**
(875,864)	Administrative Expenses	(267,341)	(204,114)	**-31**	(500,888)	(404,609)	**-24**
88,847	**Profit/(Loss) from Operations**	**2,291**	**(21,108)**	**>100**	**33,560**	**(61,283)**	**>100**
(407,907)	Finance Cost	(11,207)	(81,151)	**86**	(209,838)	(205,524)	**-2**
1,175	Finance Income	12,387	226	**>100**	12,735	428	**>100**
(317,886)	**Profit/(Loss) Before Tax**	**3,470**	**(102,033)**	**103**	**(163,543)**	**(266,378)**	**39**
74,584	Income tax (expense)/Benefit	-	-		-	-	
(243,302)	**Profit/(Loss) for the period**	**3,470**	**(102,033)**	**103**	**(163,543)**	**(266,378)**	**39**
	Other Comprehensive income/(expense), net of income tax *Items that will not be reclassified subsequently to profit or loss:*						
(11,193)	Re-measurement gain/(loss) on defined benefit plans	-	-		-	-	
6,138	Equity investment at FVOCI - net change in fair value	-	-		-	-	
1,517	Related Taxes	-	-		-	-	
(3,539)	**Other Comprehensive Income/(Expense) for the period, Net of Tax**	-	-		-	-	
(246,840)	**Total Comprehensive Income/(Expense) for the period**	**3,470**	**(102,033)**	**103**	**(163,543)**	**(266,378)**	**39**
(1.46)	Earnings/(Loss) per Share (Rs.)	**0.02**	**(0.73)**		**(0.95)**	**(1.55)**	

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2026
STATEMENT OF FINANCIAL POSITION AS AT

Audited Year ended 31.03.2026 Rs' 000		Un Audited Period ended 30.09.2026 Rs' 000	Un Audited Period ended 30.09.2025 Rs' 000
	ASSETS		
	NON-CURRENT ASSETS		
3,125,754	Property, Plant & Equipment	2,999,004	3,176,896
5,829	Intangible Assets	8,172	6,800
712,312	Right of Use Assets	705,716	718,907
35,422	Equity securities designated as at FVOCI	35,422	29,284
3,879,317		3,748,315	3,931,888
	CURRENT ASSETS		
114,840	Inventories	114,268	108,175
173,456	Trade and Other Receivables	340,669	186,722
913	Amounts receivable from related parties	308	1,806
170,052	Deposits, Prepayment and Advances	179,034	251,479
21,044	Current tax asset	23,460	18,323
260,345	Cash & Cash Equivalents	80,861	167,029
740,450		738,540	713,534
4,619,767	**TOTAL ASSETS**	4,486,855	4,645,421
	EQUITY AND LIABILITIES		
	CAPITAL AND RESERVES		
2,717,744	Stated Capital	2,717,744	2,717,744
14,934	Fair value reserve	14,934	10,657
1,009,133	Revaluation Reserve	946,223	1,072,642
(4,371,806)	Accumulated Losses	(4,472,439)	(4,449,957)
(629,995)	**Total Equity**	(793,536)	(649,553)
	NON-CURRENT LIABILITIES		
1,537,923	Loans and borrowings	1,218,337	1,808,928
936,162	Deferred Tax Liability	936,162	1,012,263
137,224	Retirement Benefit Obligation	147,877	120,139
2,611,309		2,302,377	2,941,329
	CURRENT LIABILITIES		
985,015	Trade and Other Payables	1,070,499	950,648
643,668	Amounts payable to related parties	751,024	528,011
652,209	Loans and borrowings	953,880	701,556
157,562	Bank Overdraft	202,613	173,410
2,638,454		2,978,016	2,353,624
4,619,767	**TOTAL EQUITY AND LIABILITIES**	4,486,855	4,645,421
(3.78)	**Net Assets Value per Share (Rs.)**	(4.62)	(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

Nihal Jayathilake
Director

Colombo
10 November 2026

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 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 2025	1,396,375	1,134,952	10,637	(4,246,489)	(1,704,525)
New Shares issued on 30th June 2025	1,321,369	-	-	-	1,321,369
Profit/(Loss) for the period	-	-	-	(266,378)	(266,378)
Transfer of depreciation,net of deferred tax	-	(62,910)	-	62,910	-
Balance as at 30 September 2025	**2,717,744**	**1,072,042**	**10,637**	**(4,449,957)**	**(649,533)**
Balance as at 01 April 2026	**2,717,744**	**1,009,133**	**14,934**	**(4,371,806)**	**(629,995)**
Profit/(Loss) for the period	-	-	-	(163,543)	(163,543)
Transfer of depreciation,net of deferred tax	-	(62,910)	-	62,910	-
Balance as at 30 September 2026	**2,717,744**	**946,223**	**14,934**	**(4,472,439)**	**(793,538)**

TAL LANKA HOTELS PLC

PROVISIONAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2026

CASH FLOW STATEMENT

Audited Year ended 31.03.2026 Rs.'000		Un Audited Period ended 30.09.2026 Rs.'000	Un Audited Period ended 30.09.2025 Rs.'000
	Cash Flows From / (Used in) Operating Activities		
(317,886)	Profit/(Loss) before Tax	**(163,543)**	**(266,378)**
	Adjustments for		
(1,464)	Gain/(Loss) on disposal of property, plant and equipment	(3,368)	(25)
324,539	Depreciation on property, plant and equipment	167,852	161,804
2,246	Amortization of intangible asset	1,386	1,123
13,191	Amortization of Right of use assets	6,595	6,595
24,952	Provision for defined benefit plans	9,308	6,384
4,584	Impairment Provision for Trade and Other Receivables	-	-
(2,904)	Net Insurance claim on property, plant and equipment	-	(1,402)
589	Impairment Provision/(Reversal) for Inventories	-	-
(1,175)	Interest income	(12,735)	(429)
220,028	Interest expense	90,558	124,966
152,630	Unrealised exchange loss	106,661	59,498
419,330	**Operating Profit/(Loss) before Working Capital Changes**	**202,715**	**92,137**
(16,310)	(Increase) / decrease in inventories	372	(9,257)
(21,817)	(Increase) / decrease in trade and other receivables	(167,213)	(30,499)
801	(Increase) / decrease in amounts receivable from related companies	605	(92)
(18,004)	(Increase) / decrease in deposits, prepayments and advances	(8,982)	(79,430)
(5,024)	Increase / (decrease) in current tax asset	(2,356)	(2,303)
147,056	Increase / (decrease) in trade and other payables	86,830	112,689
180,478	Increase) in amounts payable to related companies	107,356	64,825
686,510	**Cash Generated from Operations**	**219,327**	**148,069**
-	Net Retirement benefits (paid)/receipt	-	12,676
(228,278)	Interest paid	(81,195)	(95,635)
458,232	**Net Cash flows From/(used in) Operating Activities**	**138,132**	**65,110**
	Cash Flows from / (Used in) Investing Activities		
1,593	Net proceeds from disposal of property, plant and equipment	3,368	25
2,904	Insurance claim received on property, plant and equipment	-	1,402
(187,141)	Purchase of property, plant and equipment	(41,102)	(75,421)
(153)	Purchase of Intangible assets	(3,729)	428
1,175	Interest received	12,735	-
-	Net (Investment) / Withdrawal in Fixed deposits	-	-
(181,622)	**Net Cash Flows from/(Used in) Investing Activities**	**(28,728)**	**(73,565)**
	Cash Flows from (Used in) Financing Activities		
120,838	Loans obtained from Bank	-	45,150
(507,099)	Repayment of loans	(333,940)	(255,508)
(386,262)	**Net Cash Flows Used in Financing Activities**	**(333,940)**	**(210,358)**
(109,651)	**Net Increase/(Decrease) in Cash and Cash Equivalents**	(224,536)	(218,813)
212,435	**Cash and Cash Equivalents at the beginning of the year**	102,783	212,433
102,783	**Cash and Cash Equivalents at the end of the Period**	**(121,752)**	**(6,380)**

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

260,345	Cash at Bank & In Hand	80,861	167,029
(157,562)	Bank Overdraft	(202,613)	(173,410)
102,783		**(121,752)**	**(6,380)**

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 30 September 2026 were reviewed and recommended by the Audit Committee and approved to the board on 19 November 2026.

3 Basis of preparation

The Interim Condensed Financial Statements of the Company for the period ended 30th September 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 2026. 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 2026.

The Stated Capital as at 30th September 2026 is Rs. 2,717,744,425/- (30th September 2025 - Rs. 2,717,744,425/-) comprising 171,866,018 fully paid Ordinary shares (30th September 2025 - 171,866,018).

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 2026.

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 30.09.2026	As at 30.09.2025
	Rs '000	Rs '000
Basic fee Payable	396,345	334,862
Incentive fee Payable	197,704	131,053
	594,049	**465,915**

7 A Graphical analysis of Seasonality performance is given below;

5 Years Performance Evaluation for the period ended 30th September ***(Figures are in '000)***

	2022	2023	2024	2025	2026
Revenue	801,184	1,702,111	1,635,405	1,621,219	2,038,464
Gross Profit/(Loss)	(101,292)	333,559	397,738	404,009	598,685
Net Profit/(Loss)	(1,266,512)	(236,063)	(246,257)	(266,378)	(163,543)



TAL LANKA HOTELS PLC

8.) Share and Investor information

ANALYSIS OF SHAREHOLDERS ACCORDING TO THE NO: OF SHARES AS AT 30TH SEPTEMBER 2026
(LOCAL : FOREIGN)

NO OF SHARES			NO. OF SHAREHOLDERS		TOTAL HOLDINGS		PERCENTAGE	
			FOREIGN	LOCAL	FOREIGN	LOCAL	FOREIGN	LOCAL
1	To	1000	58	8,640	24,545	1,756,002	0.01%	1.02%
1001	To	10,000	18	808	77,003	2,652,998	0.04%	1.54%
10,001	To	100,000	5	103	198,023	2,740,940	0.12%	1.59%
100,001	To	1,000,000	1	10	343,029	2,699,215	0.20%	1.57%
1,000,001	&	Above	3	4	149,855,744	11,518,519	87.19%	6.70%
TOTAL			**85**	**9,565**	**150,498,344**	**21,367,674**	**87.57%**	**12.43%**
GRAND TOTAL				**9,650**		**171,866,018**		**100%**

ANALYSIS OF SHAREHOLDERS ACCORDING TO THE NO: OF SHARES AS AT 30TH SEPTEMBER 2026
(COMPANY: MEMBER)

NO OF SHARES			NO. OF SHAREHOLDERS		TOTAL HOLDINGS		PERCENTAGE	
			COMPANIES	MEMBERS	COMPANIES	MEMBERS	COMPANIES	MEMBERS
1	To	1000	76	8622	22,633	1,757,914	0.01%	1.02%
1001	To	10,000	34	792	194,804	2,535,197	0.11%	1.48%
10,001	To	100,000	33	75	1,119,187	1,819,776	0.65%	1.06%
100,001	To	1,000,000	8	3	2,550,847	491,397	1.48%	0.29%
1,000,001	&	Above	7	0	161,374,263	-	93.90%	0.00%
TOTAL			**158**	**9,492**	**165,261,734**	**6,604,284**	**96.16%**	**3.84%**
GRAND TOTAL				**9,650**		**171,866,018**		**100%**

TAL LANKA HOTELS PLC

SHARE INFORMATION

1.) Share Trading Information for the quarter ended 30th September,

	2026 Rs.		2025 Rs.	
Highest	34.70	09-07-26	52.00	27-08-25
Lowest	27.10	18-09-26	20.50	15-07-25
Closing	28.10	30-09-26	45.90	30-09-25

Last Traded Price - Rs.	**30/09/2026**	**30/09/2025**
Open	29.30	46.50
Highest	29.50	47.00
Lowest	28.10	45.10
Closing	28.10	45.90

2.) First Twenty Shareholders as at 30th September 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 LIMITED	1,990,303	1.16
6	SAMPATH BANK PLC/A.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	328,883	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.NANAYAKKA	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	99,250	0.06
20	MR. PRIYANK GUPTA	92,600	0.05
	Total	**164,608,357**	**95.78**

3.) Percentage of Public Holding as at 30th September 2026	**14.01%**
Total No. of Shareholders Represent in Public Holding	**9,648**
Float Adjusted Market Capitalization	**676,655,699**

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 30th September

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. N. Shome	NIL	NIL
Mr. N. B. Weerasekera	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. N. Shome Mr. N. B. Weerasekera 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.