Nawaloka Hospitals PLC

SINCE 1985

NAWALOKA HOSPITALS PLC COLOMBO

Financial Statements
For the Quarter Ended
30th June 2026



Nawaloka Hospitals PLC
23, Deshamanya H K Dharmadasa Mw
Colombo 02

NAWALOKA HOSPITALS

Nawaloka Hospitals PLC
Consolidated Statement of Comprehensive Income
For the Three Months Ended 30th June 2026

	Group		Company	
	Unaudited		Unaudited	
	Quarter ended 30th June		Quarter ended 30th June	
	30.06.2026 Rs'000	30.06.2025 Rs'000	30.06.2026 Rs'000	30.06.2025 Rs'000
Revenue	3,534,582	2,959,642	1,820,925	1,478,089
Cost of services	(1,540,199)	(1,370,140)	(846,347)	(733,593)
Gross profit	1,994,383	1,589,502	974,578	744,496
Other income	72,254	42,131	43,642	26,551
Staff costs	(650,048)	(501,829)	(199,366)	(116,459)
Administrative expenses	(864,999)	(696,671)	(196,477)	(288,974)
Other operating expenses	(40,215)	(28,847)	(23,281)	(17,845)
Impairment of financial assets	-	-	-	-
Profit from operations	511,376	404,285	599,096	347,769
Finance income	4,453	5,962	2,637	5,375
Finance cost	(224,797)	(228,687)	(116,882)	(121,956)
Net finance costs	(220,343)	(222,725)	(114,245)	(116,582)
Share of profits of equity accounted investee, net of tax	-	-	-	-
Gain on loan settlement	-	655,462	-	-
Profit/(Loss) before Tax	291,032	837,024	484,851	231,186
Income tax (expense)/ reversal	(219,968)	(102,285)	(153,226)	(74,397)
Profit/(Loss) for the period	71,064	734,739	331,625	156,789
Total comprehensive income/(expense) for the period	71,064	734,739	331,625	156,789
Earnings/(Loss) Per Share	0.05	0.52	0.24	0.11

Nawaloka Hospitals PLC
Consolidated Statement of Financial Position
As at 30th June 2026

	Group		Company		Group	Company
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
	30.06.2026 Rs'000.	30.06.2025 Rs'000.	30.06.2026 Rs'000.	30.06.2025 Rs'000.	31.03.2026 Rs'000.	31.03.2026 Rs'000.
ASSETS						
NON CURRENT ASSETS						
Property, plant and equipment	17,044,528	17,404,652	1,842,147	1,800,934	17,310,972	1,878,450
Right of use assets	464,909	502,191	272,960	363,283	469,643	294,862
Investment in subsidiaries	0	-	945,933	945,933	-	945,933
Investment in equity accounted investee	815,283	669,267	815,283	669,267	815,283	815,283
Total non current assets	**18,324,721**	**18,576,110**	**3,876,324**	**3,779,417**	**18,595,899**	**3,934,529**
CURRENT ASSETS						
Inventories	722,777	529,669	384,309	278,590	730,275	394,430
Trade and other receivables	986,311	902,479	878,884	804,946	975,577	766,650
Amounts due from related parties	1,533,824	1,409,129	5,973,030	4,845,025	1,341,205	5,721,499
Current tax assets	8,509	3,859	-	-	12,368	-
Other investments	170,222	241,507	87,095	208,252	235,386	153,886
Cash and cash equivalents	295,338	191,058	255,825	106,611	250,574	208,728
Total current assets	**3,716,980**	**3,277,701**	**7,579,144**	**6,243,424**	**3,545,383**	**7,245,194**
Total assets	**22,041,701**	**21,853,811**	**11,455,467**	**10,022,840**	**22,141,282**	**11,179,722**
EQUITY AND LIABILITIES						
Capital and reserves						
Stated capital	1,207,389	1,207,389	1,207,389	1,207,389	1,207,389	1,207,389
Revaluation reserve	4,821,699	5,004,817	419,846	420,011	4,821,699	419,846
(Accumulated losses)/ retained earnings	35,341	151,072	1,756,041	781,332	(35,723)	1,424,416
Total equity	**6,064,428**	**6,363,278**	**3,383,276**	**2,408,732**	**5,993,364**	**3,051,651**
NON CURRENT LIABILITIES						
Retirement benefit obligation	419,653	367,160	259,905	243,483	409,386	256,179
Deferred tax liabilities	3,722,192	3,349,331	268,204	223,687	3,702,643	278,677
Borrowings	6,215,284	7,486,511	2,987,331	4,000,984	6,294,574	2,990,327
Lease liabilities	180,277	287,887	114,301	262,666	230,731	128,434
Total non-current liabilities	**10,537,406**	**11,490,889**	**3,629,740**	**4,730,820**	**10,637,334**	**3,653,617**
CURRENT LIABILITIES						
Trade creditors and other payables	2,895,287	1,843,911	2,205,158	1,254,860	2,947,422	2,326,230
Unclaimed dividends	4,593	4,593	4,593	4,593	4,593	4,593
Current tax liabilities	650,954	140,105	504,287	61,897	607,690	493,884
Amounts due to related companies	295,326	28,578	766,028	603,763	158,367	559,708
Borrowings	917,373	570,960	602,000	128,400	945,026	645,680
Lease liabilities	118,021	2,908	59,253	2,653	79,614	58,774
Bank overdrafts	558,312	1,408,589	301,132	827,123	767,872	385,585
Total current liabilities	**5,439,867**	**3,999,644**	**4,442,451**	**2,883,289**	**5,510,584**	**4,474,454**
Total liabilities	**15,977,273**	**15,490,533**	**8,072,191**	**7,614,109**	**16,147,918**	**8,128,071**
Total equity and liabilities	**22,041,701**	**21,853,811**	**11,455,467**	**10,022,840**	**22,141,282**	**11,179,722**
Net assets per share	4.30	4.51	2.40	1.71	4.25	2.17

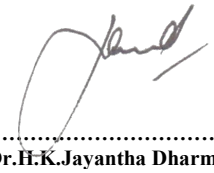
It is certified that the Financial Statements have been prepared and presented in compliance with the requirements of the Companies Act, No.07 of 2007.



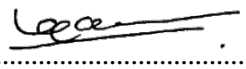
.....
Theja Vimuktha De Silva
Group Chief Financial Officer



.....
Sampath Thennakoon
Chief Financial Officer



.....
Dr.H.K.Jayantha Dharmadasa
Chairman / Chief Executive Officer



.....
Prof. Lal.G.Chandrasena
Director/General Manager

14th August 2026
Colombo 02

Nawaloka Hospitals PLC
Statement of Changes in Equity
For the Period Ended 30th June 2026

Group	Stated Capital Rs'000	Revaluation Reserve Rs'000	Retained Earnings Rs'000	Total Equity Rs'000
Balance as at 01st April 2025	1,207,389	5,004,817	(583,667)	5,628,539
Profit for the year	-	-	734,739	734,739
Balance as at 31st June 2025	**1,207,389**	**5,004,817**	**151,073**	**6,363,279**
Balance as at 01st April 2026	1,207,389	4,821,699	(35,723)	5,993,364
Profit for the year	**-**	**-**	71,064	71,064
Balance as at 30th June 2026	**1,207,389**	**4,821,699**	**35,341**	**6,064,428**

Company	Stated Capital Rs'000	Revaluation Reserve Rs'000	Retained Earnings Rs'000	Total Equity Rs'000
Balance as at 01st April 2025	1,207,389	420,011	624,541	2,251,941
Profit for the year	-		156,789	156,789
Balance as at 31st June 2025	**1,207,389**	**420,011**	**781,330**	**2,408,730**
Balance as at 01st April 2026	1,207,389	419,846	1,424,416	3,051,651
Profit for the year	-	-	331,625	331,625
Balance as at 30th June 2026	**1,207,389**	**419,846**	**1,756,041**	**3,383,276**

Notes form an integral part of these Financial Statements.
Figures in brackets indicate deductions.

Nawaloka Hospitals PLC
Statement of Cash Flows
For the Period Ended 30th June 2026

	Group		Company	
	Period Ended 30.06.2026 Rs.000	Period Ended 30.06.2025 Rs.000	Period Ended 30.06.2026 Rs.000	Period Ended 30.06.2025 Rs.000
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES				
Profit/(Loss) before Tax	291,032	837,024	484,851	231,187
ADJUSTMENTS FOR:				
Depreciation of property plant and equipment	226,113	195,965	46,606	34,467
Unrealized foreign exchange loss on borrowings	(3,519)	-	(2,156)	-
Finance costs	228,315	228,687	119,038	121,956
Gain on loan settlement	-	(655,462)	-	-
Interest income	(4,453)	(5,960)	(2,637)	(5,375)
Amortization of right of use assets	32,873	17,310	21,902	14,554
Provision for retirement benefit obligations	17,394	18,773	10,161	14,375
Provision for slow moving inventories	(5,185)	-	(2,751)	-
Operating profit before working capital changes	**782,574**	**636,337**	**675,014**	**411,164**
CHANGES IN WORKING CAPITAL				
Increase in inventories	12,684	(51,503)	12,872	(29,426)
Increase in debtors, deposits and advances	(9,443)	(49,057)	(110,943)	(42,944)
(Increase)/decrease in related party balances	(56,951)	(374,509)	(46,501)	(157,967)
Increase in creditors and other payables	763,904	(298,570)	651,627	(132,851)
	710,194	**(773,639)**	**507,055**	**(363,188)**
Cash generated from/ (used in) operating activities	1,492,768	(137,302)	1,182,069	47,977
Interest paid	(218,205)	(39,362)	(112,017)	(10,528)
Gratuity paid	(7,127)	(7,524)	(6,435)	(3,126)
Current tax paid	(153,297)	(20,500)	(153,297)	(12,500)
Net cash generated from operating activities	1,114,139	**(204,688)**	**910,320**	**21,823**
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES				
Net investment in short-term deposits	68,423	68,745	68,365	20,000
Purchase of Property, Plant and Equipment	40,328	(1,600,877)	(10,303)	(22,363)
Interest received	2,551	1,160	1,063	875
Net cash used in investing activities	**111,302**	**(1,530,972)**	**59,126**	**(1,488)**
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES				
Proceeds from long-term borrowings	-	7,054,367	-	3,114,367
Repayments of long-term borrowings	(106,583)	(5,137,350)	(46,510)	(3,017,040)
Repayments of lease rentals	(34,159)	(22,009)	(18,685)	(9,877)
Proceeds from Leases	(14,339)	-	-	-
Net cash flows used in financing activities	**(155,080)**	**1,895,007**	**(65,195)**	**87,450**
Net Increase/(Decrease) in Cash & Cash equivalents				
Cash & Cash equivalents during the period	1,070,361	159,347	904,250	107,785
Cash & Cash equivalents at the beginning of the period	(1,333,337)	(1,376,883)	(949,557)	(828,298)
Cash and Cash equivalents at the end of the period	**(262,976)**	**(1,217,536)**	**(45,307)**	**(720,513)**
ANALYSIS OF CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR				
Cash at Bank & in Hand	295,338	191,058	255,825	106,611
Bank Overdraft	(558,312)	(1,408,589)	(301,132)	(827,123)
	(262,976)	**(1,217,535)**	**(45,307)**	**(720,513)**

1.Corporate Information

1.1 General

Nawaloka Hospitals PLC ('Company') is a quoted public company with limited liability incorporated in Sri Lanka under the provisions of the Companies Act No. 07 of 2007 and the ordinary shares of the company are listed on the Colombo Stock Exchange.

The registered office and the principal place of business of the Company is located at No. 23, Deshamanya H.K Dharmadasa Mawatha, Colombo 02.

1.2 Date of Authorization for Issue

The Interim Consolidated Financial Statements of the Group and Company for the period ended 30th June 2026 were authorized for issue by the Board of Directors on 14th August 2026.

2.Basis of Preparation

Interim Financial Statements of Nawaloka Hospitals PLC and its subsidiaries comprise the Consolidated Statement of Financial Position, and the Statements of Comprehensive Income, Other Comprehensive Income, Changes in Equity and Cashflows together with accounting policies and notes thereon and have been prepared in accordance with the Sri Lanka Accounting Standards LKAS 34 - Interim Financial Reporting and requirements of the Companies Act No. 7 of 2007.

The Financial Statements of the company and those consolidated with such for the interim period have been prepared on the same basis as the most recent audited financial statements.

3.Other Information

3.1 Expense Recognition

The financial statements include all expenses that are known and measurable as at the reporting date.

3.2 Significant Contingencies

A legal proceeding has been initiated in the Commercial High Court of Colombo under Case No. 59/2023 CO against the company, seeking the cancellation of 5,049,500 shares of Nawaloka College of Higher Studies (Private) Limited which is an associate of the company.

On 17th December 2024, the Court issued an order regarding the cancellation of these shares. The Company has taken immediate legal measures by filing a notice of appeal on 31st December 2024, followed by an appeal petition on 31st January 2025. The matter remains under judicial consideration, and the Company is actively pursuing its legal rights.

4.Event After the Reporting Date

No material events have occurred after the reporting date that require disclosure in the interim Consolidated financial statements.

5.Performance Highlights

	Group	Company
Debt/Equity ratio	1.32	1.20
Quick asset ratio	0.55	1.62
Interest cover	2.27	5.13
Interest Yield ratio	0.03	0.03

6 OPERATING SEGMENTS

Accounting policy

An operating segment is a component of the Group/Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group/Company's other components. All operating segments' operating results are reviewed regularly by the Group/Company's CEO to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

6.1 Basis for segmentation

The Group has the following strategic divisions, which are its reportable segments. These divisions offer different products and services, and are managed separately because they require different technology and marketing strategies.

The following summary describes the operations of each reportable segment.

Reportable segments	Operations
Hospital services	Provision of hospital services to inpatient and outpatient
Pharmaceutical	Sale of pharmaceuticals
Laboratories	Provision of laboratories services
Radiology services	Provision of radiographical services

The Group's chief executive officer reviews the internal management reports of each division at least quarterly.

Segment performance is evaluated based on operating profit or loss, which, in certain respects, is measured differently from the operating profit or loss reported in the consolidated financial statements. Income tax expenses are accounted for at the overall Company level, considering all operating segments and cost centres, and are therefore not allocated to individual operating segments.

6.2 Segment information

The following table presents the income, profit, asset and liability information on the Group's strategic business divisions for the Quarter ended June 30, 2026 and comparative figures for the Quater ended June 30, 2025

	Hospital services		Pharmaceutical		Laboratories		Radiology services		Total	
	June		June		June		June		June	
	2026 Rs'000.	2025 Rs'000.	2026 Rs'000.	2025 Rs'000.	2026 Rs'000.	2025 Rs'000.	2026 Rs'000.	2025 Rs'000.	2026 Rs'000.	2025 Rs'000.
Revenue	1,498,671	1,362,599	942,069	607,875	683,276	672,358	410,567	316,810	3,534,582	2,959,642
Other income	-	-	-	-	-	-	-	-	72,254	42,131
Total operating income	1,498,671	1,362,599	942,069	607,875	683,276	672,358	410,567	316,810	3,606,836	3,001,773
Share of profit of equity accounted investee									-	-
Depreciation and amortisation									(258,985)	(213,275)
Profit / (loss) before tax									291,032	837,024
Income tax expenses for the year									(219,968)	(102,285)
Profit / (loss) profit for the year, attributable to equity holders of the parent									71,064	734,739

7. Investor Information

7.1 Public Shareholding Information

As at	30.06.2026	31.03.2026
Shares held by public	483,248,140	482,433,208
Number of public shareholders	8,379	7,951
Public Holding Percentage	34.28%	34.22%
Float adjusted market capitalization (LKR Mn)	7,055	5,114
Option	Option 03	Option 03

7.2 Directors' Shareholding Information

The aggregate shareholding of the Directors as at

Name of the Director	30.06.2026	31.03.2026
Mr. H K J Dharmadasa	462,736,182	462,736,182
Miss. A G Dharmadasa	5,066,686	5,066,686
Mr. Victor Rajamanner Ramanan	3,110,088	3,110,088
Mr. A G Dharmadasa	3,004,026	3,004,026
Vidya Jyothi Prof. Lal Chandrasena	601,198	601,198
Deshabandu Tilak De Zoysa	218,000	218,000
Dr. I.M.D.Z. Gunasekera	32,000	32,000
Dr. M.Rajakaruna	-	-
Mr. T K Bandaranayake	-	-
Dr. M.T.D. Lakshan	-	-
Mr.V.T.De Zoysa	-	-
Dr.D.B.S.C.Bandara	-	-
Mr.C.P.Wijetilleke	-	-
Dr.R.M.S.Pushpakumara	-	-
Prof.P.P.M.Jayaweera	-	-
Total	**474,768,180**	**474,768,180**

The following shareholdings disclosed in the directors' shareholdings list represent direct and nominee holdings of the respective beneficial owners and are presented on an aggregated basis as at 30th June 2026:

Name appearing in shareholder register	No. of shares
Mr. H.K.J. Dharmadasa	282,736,182
Seylan Bank Ltd / H.K. Jayantha Dharmadasa	60,000,000
Union Bank of Colombo PLC / Hewa Komanage Jayantha Dharmadasa	120,000,000
Total	**462,736,182**

8. Number of shares representing the entity's stated capital as at

As at	30.06.2026	31.03.2026
No. of shares	1,409,505,596	1,409,505,596

As at	30.06.2026	31.03.2026
Net Asset value per share (Rs) - Group	**4.30**	4.31
Net Asset value per share (Rs) - Company	**2.40**	1.82

9. Share prices during the interim period as at

	30.06.2026	31.03.2026
	Rs.	Rs.
Highest Price	17.00	15.20
Lowest Price	10.50	9.70
Last Traded Price	14.60	10.60

10. Major Shareholdings

Twenty Largest Shareholders

No	Share Holders Name	As at 30.06.2026		As at 31.03.2026	
		No. of Shares	%	No. of Shares	%
1	Mr. H.K.J. Dharmadasa	462,736,182	32.83	462,736,182	32.83
2	Nawaloka Construction Company (Private) Limited	441,778,880	31.34	441,778,880	31.34
3	Mr. K.A.D.D. Perera	391,055,692	27.74	391,055,692	27.74
4	Miss. A.G. Dharmadasa	5,066,686	0.36	5,066,686	0.36
5	Mrs. P. Nanayakkara	5,066,686	0.36	5,066,686	0.36
6	Mr. L. Hettiarachchi	4,481,592	0.32	4,481,592	0.32
7	Mr. V.R. Ramanan	3,110,088	0.22	3,110,088	0.22
8	Mr. A.G. Dharmadasa	3,004,026	0.21	3,004,026	0.21
9	Mrs. C.S. Dharmadasa	2,581,866	0.18	2,581,866	0.18
10	Mr. K.S. Warusavitarana	2,472,197	0.18	2,472,197	0.18
11	Commecial Bank of Ceylon PLC/ W.Jinadasa	2,000,000	0.14	682,974	0.05
12	Nawaloka Hardware (Private) Limited	2,000,000	0.14	2,814,932	0.20
13	Tranz Dominion, L.L.C	2,000,000	0.14	2,000,000	0.14
14	Seylan Bank PLC/Andaradeniya Estate (Pvt) Ltd	1,947,429	0.14	1,947,429	0.14
15	Mr. G.C.Goonetilleke	1,205,000	0.09	1,205,000	0.09
16	Mr. B.A.A.S Basnayaka	1,100,000	0.08	1,100,000	0.08
17	Mr. M.T. Rajab Khan	1,020,000	0.07	1,448,000	0.10
18	Mr.P. Brahmage Premalal	1,000,000	0.07	1,000,000	0.07
19	People's Leasing and Finance PLC/Mr. Iresh Sridas Gurusinghe	1,000,000	0.07	-	0.00
20	H.K.S.R. Perera	1,000,000	0.07	1,000,000	0.07
21	Ranathunga Motors (Pvt) Ltd	1,000,000	0.07	1,000,000	0.07

Total	**1,336,626,324**	**94.83**	**1,335,552,230**	**94.75**
Balance held by other shareholders	**72,879,272**	**5.17**	**73,953,366**	**5.25**
Total No. of shares	**1,409,505,596**	**100.00**	**1,409,505,596**	**100.00**

The following shareholdings disclosed in the Top Twenty Shareholders list represent direct and nominee holdings of the respective beneficial owners and are presented on an aggregated basis as at 30th June 2026:

Beneficial Owner	Name appearing in shareholder register	No. of shares	% Holding
Mr. H.K.J. Dharmadasa	Mr. H.K.J. Dharmadasa	282,736,182	20.06%
	Seylan Bank Ltd / H.K. Jayantha Dharmadasa	60,000,000	4.26%
	Union Bank of Colombo PLC / Hewa Komanage Jayantha Dharmadasa	120,000,000	8.51%
	Total	**462,736,182**	**32.83%**
Nawaloka Construction Company (Private) Limited	Nawaloka Construction Company (Private) Limited	380,778,880	27.02%
	Union Bank of Colombo PLC / Nawaloka Construction Company (Private) Limited	61,000,000	4.33%
	Total	**441,778,880**	**31.34%**

Corporate Information

Name of the Company
Nawaloka Hospitals PLC

Company Registration No.
PQ 78

Registered Office
No. 23, Deshamanya H. K. Dharmadasa Mawatha,
Colombo 02, Sri Lanka.

Telephone
(+94 11) 2544444-56, 2305051-79, 5577111
Telefax
(+94 11) 2430393
E-mail/Website
nawaloka@slt.lk, www.nawaloka.com

Legal Form
Quoted Public Company with limited liability incorporated in Sri Lanka under the Companies Ordinance 1938 and Re-registered under the Companies Act No. 07 of 2007.

Board of Directors
1.Dr.H.K. Jayantha Dharmadasa (Chairman and CEO)
2.Mr.Anisha Dharmadasa (Deputy Chairman)
3.Vidya Jyothi Prof. Lal G. Chandrasena (Director/General Manager)
4.Deshabandu Tilak De Zoysa
5.Mr. Tissa Kumara Bandaranayake
6.Ms. A.G. Dharmadasa
7.Dr. Maithree Gunasekera
8.Mr. Victor R Ramanan
9.Dr.Mohan Rajakaruna
10.Dr. M.T.D. Lakshan
11.Mr.Viran De Zoysa
12.Dr.Chamara Bandara
13.Mr.Chamira Wijetilleke
14.Dr. Samantha Pushpakumara
15.Prof. Manjula Jayaweera

Secretaries to the Company
C G Corporate Consultants (Pvt) Ltd
No:45, Visakha Road,
Colombo 04,
Sri Lanka

Auditors
BDO Partners
Chartered Accountants of Charter House
65/2,Chittampalam A, Gardiner Mawatha
Colombo 02.

Lawyer(s)
Sanath Wijewardana
AAL & NP
No. 28 Wilson Street
Halftsdrop,Colombo 12.

Bankers
Bank of Ceylon
Commercial Bank PLC
Hatton National Bank PLC
Nations Trust Bank PLC
Sampath Bank PLC
Seylan Bank PLC

Subsidiaries
New Nawaloka Hospitals (Pvt) Ltd.
New Nawaloka Medical Centre (Pvt) Ltd.
Nawaloka Laboratories (Pvt) Ltd.

Associate
Nawaloka College of Higher Studies (Pvt) Ltd.