



Interim Financial Statements
Year ended 31st March 2018

Ceylon Hotels Corporation PLC
A Member of the Galle Face Hotel Group

Ceylon Hotels Corporation PLC



CORPORATE INFORMATION

Stock Exchange Listing

The Ordinary Shares of the Corporation are listed with the Colombo Stock Exchange of Sri Lanka

Directors

Lakshman Samarasinghe - Chairman
Sanjeev Gardiner
Priyantha Maddumage
Kuvera De Zoysa
Mangala Boyagoda
Kamantha Amarasekera
Wasantha Wimalaweera
Ajith Devasurendra
Ranil Pathirana
Shalike Karunasena

Secretaries

Accounting Systems Secretarial Services (Pvt) Limited
Level 03, No 11, Castle Lane, Colombo 04.

Registered Office

Ceylon Hotels Corporation PLC
No 327, Union Place Colombo 02.
Company Registration No PB 3283
Telephone:- 011 2449168/ 011 2421847 /011 5634573 / 011 5634649
Fax : 011 5345875

Auditors

KPMG
Chartered Accountants
No 32A, Sir Mohamed Macan Markar Mw.,Colombo 03.

Hotel Reservations

Ceylon Hotels Corporation PLC
Regency Wing - Galle Face Hotel
No 02, Galle Road, Colombo 3
Tel: 011 5585858 Fax : 011 5345882
Email : sales@ceylonhotels.net
Website : www.chcresorts.com

Ceylon Hotels Corporation PLC



INCOME STATEMENT

	Group				Company				Variance
	Three months ended 31 st March		Year ended 31 st March		Three months ended 31 st March		Year ended 31 st March		Group
	2018 (Rs.'000')	2017 (Rs.'000')	2018 (Rs.'000')	2017 (Rs.'000')	2018 (Rs.'000')	2017 (Rs.'000')	2018 (Rs.'000')	2017 (Rs.'000')	%
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	
Revenue	506,034	441,496	1,539,369	1,514,277	1,959	2,165	8,447	9,906	2
Cost of sales	(116,904)	(103,724)	(409,479)	(411,423)	(1,949)	(2,125)	(8,401)	(9,821)	0
Gross profit	389,130	337,772	1,129,890	1,102,854	10	40	46	85	2
Other income	6,511	900	7,310	15,118	1,163	1,313	40,794	445,802	(52)
Distribution expenses	(12,206)	(19,105)	(70,505)	(70,581)	-	-	-	(910)	0
Administration expenses	(205,913)	(184,425)	(876,840)	(825,176)	(4,078)	5,805	(10,648)	(8,250)	(6)
Other Operating expenses	(892)	(134,399)	(953)	(135,180)	(430)	(143,232)	(430)	(143,232)	99
Profit/(Loss)from operations	176,628	745	188,903	87,035	(3,335)	(136,073)	29,761	293,496	(117)
Finance income	(547)	672	4,979	7,660	-	-	-	-	(35)
Finance costs	(49,756)	(47,106)	(188,109)	(95,968)	(17,819)	(20,193)	(69,597)	(45,852)	(96)
Net finance costs	(50,303)	(46,434)	(183,130)	(88,307)	(17,819)	(20,193)	(69,597)	(45,852)	(107)
Share of profit / (loss) of equity accounted investees	(8,651)	(3,139)	2,894	(17,604)	-	-	-	-	116
Profit/ (Loss) before income tax	117,674	(48,829)	8,666	(18,877)	(21,153)	(156,266)	(39,835)	247,643	146
Income tax	(14,707)	(2,297)	(47,240)	(39,669)	473	(37)	(7,242)	(37)	(19)
Profit/ (Loss) for the period	102,967	(51,126)	(38,574)	(58,546)	(20,680)	(156,303)	(47,078)	247,606	34
Profit/(Loss) attributable to:									
Equity holders of the Company	67,355	(78,482)	(79,685)	(110,840)	(20,680)	(156,303)	(47,078)	247,606	28
Non Controlling Interest	35,612	27,357	41,111	52,294	-	-	-	-	21
Profit for the period	102,967	(51,126)	(38,574)	(58,546)	(20,680)	(156,303)	(47,078)	247,606	34
Earnings/(Loss) per Share	0.37	(0.46)	(0.44)	(0.65)	(0.11)	(0.91)	(0.26)	1.44	31

Note: The above figures for the year ended 31st March 2018 are provisional and subject to Audit.

Figures in brackets indicate deductions.

All values are in Rupees Thousands unless otherwise stated.

Ceylon Hotels Corporation PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group				Company			
	Three months ended 31 st March		Year ended 31 st March		Three months ended 31 st March		Year ended 31 st March	
	2018 (Rs. '000')	2017 (Rs. '000')	2018 (Rs. '000')	2017 (Rs. '000')	2018 (Rs. '000')	2017 (Rs. '000')	2018 (Rs. '000')	2017 (Rs. '000')
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
Profit/ (Loss) for the period	102,967	(51,126)	(38,574)	(58,546)	(20,680)	(156,303)	(47,078)	247,606
Other comprehensive income								
Items that will never be reclassified to Profit or loss								
Share of other comprehensive income attributable to joint vent	(12,652)	-	(12,652)	-	-	-	-	-
Net result from equity accounted investee	-	94	-	94	-	-	-	-
Revaluation of property, plant & equipment	-	848,049	-	848,049	-	-	-	-
Deferred tax on revaluation surplus	(373,281)	21,762	(373,281)	21,762	-	-	-	-
Actuarial Gain/ Loss	-	2,607	-	2,607	-	(310)	-	(310)
Deferred Tax effect on actuarial gain Loss	-	(313)	-	(313)	-	37	-	37
Items that are or may be reclassified to Profit or loss								
Effect of translation of foreign operations	10,037	3,103	15,483	11,076	-	-	-	-
Total comprehensive income for the period, net of tax	(272,929)	821,073	(409,024)	824,728	(20,680)	(156,576)	(47,078)	247,334
Profit/(Loss) attributable to:								
Equity holders of the company	51,394	(78,482)	(79,685)	(110,840)	(20,680)	(156,303)	(47,078)	247,606
Non Controlling Interest	51,573	27,357	41,111	52,294	-	-	-	-
Profit for the period	102,967	(51,126)	(38,574)	(58,546)	(20,680)	(156,303)	(47,078)	247,606
Total Comprehensive Income attributable to :								
Owners of the Company	(265,725)	534,856	(391,358)	527,794	(20,680)	(156,576)	(47,078)	247,334
Non Controlling Interest	(7,204)	286,217	(17,666)	296,935	-	-	-	-
Total comprehensive income for the period	(272,929)	821,073	(409,024)	824,728	(20,680)	(156,576)	(47,078)	247,334

Note: The above figures for the year ended 31st March 2018 are provisional and subject to Audit.

Figures in brackets indicate deductions.

All values are in Rupees Thousands unless otherwise stated.

Ceylon Hotels Corporation PLC
STATEMENT OF FINANCIAL POSITION



As at	Notes	Group		Company	
		31.03.2018 (Rs.'000')	31.03.2017 (Rs.'000')	31.03.2018 (Rs.'000')	31.03.2017 (Rs.'000')
		Unaudited	Audited	Unaudited	Audited
ASSETS					
Non- Current Assets					
Property, plant & equipment		8,701,261	8,722,562	24	667
Intangible assets		538,694	509,506	-	-
Lease hold right over land		324,260	293,405	-	-
Investments in subsidiary companies	7	-	-	909,648	909,648
Investments in joint venture		462,597	431,922	330,569	302,788
Investment property		-	-	156,565	156,565
Deferred conversion fee		177,441	177,718	-	-
		10,204,253	10,135,112	1,396,806	1,369,668
Current Assets					
Inventories		83,129	84,192	-	-
Trade & other receivables		346,674	334,955	6,499	7,249
Amounts due from related companies		306,706	40,359	379,975	136,697
Income tax recoverable		-	522	473	-
Assets held for sale		75,172	75,172	86,178	86,178
Investment in REPO		-	19,939	-	-
Cash & cash equivalents		331,809	71,560	1,621	5,508
		1,143,490	626,699	474,746	235,631
TOTAL ASSETS		11,347,742	10,761,811	1,871,552	1,605,299
EQUITY AND LIABILITIES					
Equity					
Stated capital		370,325	198,500	370,325	198,500
Reserves		4,635,644	5,019,874	380,085	380,085
Accumulated profit		1,346,686	1,630,981	136,157	355,060
Total equity attributable to equityholders of the company		6,352,655	6,849,355	886,568	933,646
Non controlling interest		2,128,505	2,058,422	-	-
		2,128,505	2,058,422	-	-
Total equity		8,481,160	8,907,777	886,568	933,646
Non-current liabilities					
Interest bearing borrowings		1,054,430	695,743	-	-
Employee benefits		19,378	15,703	6,410	6,243
Deferred tax liabilities		630,224	263,251	-	-
Lease rent equalisation account		69,014	52,877	-	-
		1,773,046	1,027,574	6,410	6,243
Current Liabilities					
Trade and other payables		313,014	372,671	9,180	10,168
Interest bearing borrowings		287,758	179,434	-	-
Non interest bearing borrowings		1,802	1,802	1,522	1,522
Amounts due to related companies		239,110	161,621	137,315	87,359
Related party interest bearing borrowings		-	-	830,526	565,810
Income tax payable		11,079	21,756	-	121
Bank overdrafts		240,773	89,177	31	431
		1,093,538	826,461	978,574	665,410
TOTAL EQUITY AND LIABILITIES		11,347,742	10,761,811	1,871,552	1,605,299
Net Assets per Share (Rs.)		35.29	39.86	4.92	5.43

Note: The above figures for the year ended 31st March 2018 are provisional and subject to Audit.
Figures in brackets indicate deductions.
All values are in Rupees Thousands unless otherwise stated.

I certify that the Financial Statements comply with the requirements of the Companies Act No. 07 of 2007.

Sgd
.....
P Sivatheesh
Financial Controller

Sgd
.....
Lakshman Samarasinghe
Chairman

24th May 2018

Sgd
.....
Priyantha Maddumage
Director

Ceylon Hotels Corporation PLC



STATEMENT OF CHANGES IN EQUITY - COMPANY

Year ended 31 st March 2018	Stated Capital (Rs.'000')	Capital Reserves (Rs.'000')	Revaluation Reserves (Rs.'000')	Fair Reserve (Rs.'000')	General Reserves (Rs.'000')	Accumulated Losses (Rs.'000')	Total Equity (Rs.'000')
Balance as at 01st April 2016	1,220,426	8,128	107,758	205,239	166,718	(1,021,957)	686,312
Profit for the Period	-	-	-	-	-	247,606	247,606
Acturial loss	-	-	-	-	-	(273)	(273)
Total Comprehensive Income	-	-	-	-	-	247,334	247,334
Trnsaction with owners of the company, recognized directly in equity							
Transfer to retained earnings	-	-	(107,758)	-	-	107,758	-
Reduction in stated capital	(1,021,926)	-	-	-	-	1,021,926	-
Total transaction with owners of the company	(1,021,926)	-	(107,758)	-	-	1,129,683	-
Balance as at 31st March 2017	198,500	8,128	-	205,239	166,718	355,060	933,646
Loss for the Period	-	-	-	-	-	(47,078)	(47,078)
Total comprehensive income	-	-	-	-	-	(47,078)	(47,078)
Trnsaction with owners of the company, recognized directly in equity							
Transfer to retained earnings	-	-	-	-	-	-	-
Script dividend paid	171,825	-	-	-	-	(171,825)	-
Total transaction with owners of the company	171,825	-	-	-	-	(171,825)	-
Balance as at 31st March 2018	370,325	8,128	-	205,239	166,718	136,157	886,568

Year ended 31 st March 2017	Stated Capital (Rs.'000')	Capital Reserves (Rs.'000')	Revaluation Reserves (Rs.'000')	Fair Reserve (Rs.'000')	General Reserves (Rs.'000')	Accumulated Losses (Rs.'000')	Total Equity (Rs.'000')
Balance as at 01st April 2015	1,220,426	8,128	219,250	205,239	166,718	(1,146,468)	673,293
Net Profit / (Loss) for the Period	-	-	-	-	-	12,317	12,317
Other Comprehensive Income							
Acturial gain / (loss)	-	-	-	-	-	702	702
Total Comprehensive Income	-	-	-	-	-	13,019	13,019
Trnsaction with owners of the company, recognized directly in equity							
Transfer to Retained Earnings	-	-	(111,493)	-	-	111,493	-
Total Transaction with owners of the company	-	-	(111,493)	-	-	111,493	-
Balance as at 31st March 2016	1,220,426	8,128	107,758	205,239	166,718	(1,021,957)	686,312
Total Comprehensive Income							
Net Profit / (Loss) for the Period	-	-	-	-	-	247,606	247,606
Other Comprehensive Income							
Acturial loss	-	-	-	-	-	(273)	(273)
Total Comprehensive Income	-	-	-	-	-	247,334	247,334
Trnsaction with owners of the company, recognized directly in equity							
Transfer to Retained Earnings	-	-	(107,758)	-	-	107,758	-
Reduction in Stated Capital	(1,021,926)	-	-	-	-	1,021,926	-
Total Transaction with owners of the company	(1,021,926)	-	(107,758)	-	-	1,129,683	-
Balance as at 31st March 2017	198,500	8,128	-	205,239	166,718	355,060	933,646

Note : The above figures for the year ended 31st March 2018 are provisional and subject to Audit.
 Figures in brackets indicate deductions.
 All values are in Rupees Thousands unless otherwise stated.

STATEMENT OF CHANGES IN EQUITY - GROUP

Year ended 31st March 2018

	Stated Capital (Rs.'000')	Capital Reserves (Rs.'000')	Revaluation Reserves (Rs.'000')	Translation Reserve (Rs.'000')	General Reserves (Rs.'000')	Accumulated Losses (Rs.'000')	Total (Rs.'000')	Minority Interest (Rs.'000')	Total Equity (Rs.'000')
Balance as at 01st April 2016	1,220,426	8,128	4,759,319	(263)	167,080	(3,876)	6,150,814	1,640,083	7,790,897
Profit / (Loss) for the period	-	-	-	-	-	(110,840)	(110,840)	52,294	(58,546)
Other comprehensive income	-	-	628,500	8,346	-	1,788	638,634	244,641	883,275
Total comprehensive income	-	-	628,500	8,346	-	(109,052)	527,794	296,935	824,728
Transaction with owners of the company, recognized directly in equity									
Transfer to retained earnings	-	-	(173,189)	-	-	173,189	-	-	-
Effect of changes in holding percentage without change in control	-	-	(378,047)	-	-	548,794	170,748	166,743	337,490
Ordinary share dividend paid to minority	-	-	-	-	-	-	-	(45,301)	(45,301)
Reduction in stated capital	(1,021,926)	-	-	-	-	1,021,926	-	-	-
Preference share dividend paid to minority	-	-	-	-	-	-	-	(38)	(38)
Total transaction with owners of the company	(1,021,926)	-	(551,236)	-	-	1,743,909	170,748	121,404	292,151
Balance as at 31st March 2017	198,500	8,128	4,836,583	8,084	167,080	1,630,981	6,849,355	2,058,422	8,907,777
Profit / (Loss) for the Period	-	-	-	-	-	(79,685)	(79,685)	41,111	(38,574)
Other Comprehensive Income	-	-	(327,155)	15,483	-	-	(311,673)	(58,778)	(370,450)
Total Comprehensive Income	-	-	(327,155)	15,483	-	(79,685)	(391,358)	(17,666)	(409,024)
Transaction with owners of the company, recognized directly in equity									
Transfer to retained earnings	-	-	(62,554)	-	-	62,554	-	-	-
Effect of changes in holding percentage without change in control	-	-	(10,003)	-	-	(95,339)	(105,342)	105,342	-
Script dividend paid	171,825	-	-	-	-	(171,825)	-	-	-
Ordinary share dividend paid to minority	-	-	-	-	-	-	-	(17,593)	(17,593)
Total transaction with owners of the company	171,825	-	(72,557)	-	-	(204,610)	(105,342)	87,749	(17,593)
Balance as at 31st March 2018	370,325	8,128	4,436,870	23,566	167,080	1,346,686	6,352,655	2,128,505	8,481,160

STATEMENT OF CHANGES IN EQUITY - GROUP

Year ended 31st March 2017

	Stated Capital (Rs.'000')	Capital Reserves (Rs.'000')	Revaluation Reserves (Rs.'000')	Translation Reserve (Rs.'000')	General Reserves (Rs.'000')	Accumulated Losses (Rs.'000')	Total (Rs.'000')	Minority Interest (Rs.'000')	Total Equity (Rs.'000')
Balance as at 01st April 2015	1,220,426	8,128	4,919,962	-	167,080	(464,532)	5,851,064	1,441,687	7,292,751
Profit / (Loss) for the Period	-	-	-	-	-	3,638	3,638	59,021	62,659
Other Comprehensive Income	-	-	-	(263)	-	89,352	89,090	(548)	88,541
Total Comprehensive Income	-	-	-	(263)	-	92,990	92,728	58,472	151,200
Transaction with owners of the company, recognized directly in equity									
Effect of acquisition of subsidiaries with NCI	-	-	(160,643)	-	-	160,643	-	(125,932)	(125,932)
Transfer to/(from) Reserves	-	-	-	-	-	-	-	-	-
Effect of changes in holding percentage without change in control	-	-	-	-	-	207,023	207,023	292,978	500,000
Ordinary Share Dividend paid to minority	-	-	-	-	-	-	-	(27,102)	(27,102)
Preference Share Dividend paid to minority	-	-	-	-	-	-	-	(20)	(20)
Total Transaction with owners of the company	-	-	(160,643)	-	-	367,666	207,023	139,924	346,946
Balance as at 31st March 2016	1,220,426	8,128	4,759,319	(263)	167,080	(3,876)	6,150,814	1,640,083	7,790,897
Total Comprehensive Income									
Profit / (Loss) for the Period	-	-	-	-	-	(110,840)	(110,840)	52,294	(58,546)
Other Comprehensive Income	-	-	628,500	8,346	-	1,788	638,634	244,641	883,275
Total Comprehensive Income	-	-	628,500	8,346	-	(109,052)	527,794	296,935	824,728
Transaction with owners of the company, recognized directly in equity									
Effect of changes in holding percentage without change in control	-	-	(378,047)	-	-	548,794	170,748	166,743	337,490
Transfer to/(from) Reserves	-	-	(173,189)	-	-	173,189	-	-	-
Reduction in Stated Capital	(1,021,926)	-	-	-	-	1,021,926	-	-	-
Ordinary Share Dividend paid to minority	-	-	-	-	-	-	-	(45,301)	(45,301)
Preference Share Dividend paid to minority	-	-	-	-	-	-	-	(38)	(38)
Total Transaction with owners of the company	(1,021,926)	-	(551,236)	-	-	1,743,909	170,748	121,404	292,151
Balance as at 31st March 2017	198,500	8,128	4,836,583	8,084	167,080	1,630,981	6,849,355	2,058,422	8,907,777

Ceylon Hotels Corporation PLC

STATEMENT OF CASH FLOWS



For the year ended 31 st March	Group		Company	
	2018	2017	2018	2017
	(Rs.'000')	(Rs. '000')	(Rs.'000')	(Rs. '000')
	Unaudited	Audited	Unaudited	Audited
Net Profit /(Loss) before taxation	8,666	(18,877)	(39,835)	247,643
Adjustments for:				
Depreciation	185,870	189,669	181	211
Provision for Gratuity	5,853	4,285	1,335	1,200
Finance Cost	188,109	62,946	69,597	45,852
Share of results of equity accounted investee	(2,894)	17,604	-	-
Interest Income	(4,979)	(682)	-	-
Amortization of lease hold right over land	9,380	7,146	-	-
Provision for Bad & Doubtful Debts	5,044	(9,874)	-	-
Differed conversion Fee	277	2,829	-	-
Provision for Inventory	1,044	(351)	-	-
Dividend received	-	-	(36,141)	(94,680)
Loss on foreign currency transaction	2,440	7,070	-	-
Lease rent equalisation charge	16,137	11,328	-	-
Amotization of intangible assets	1,957	2,688	-	16
Loss on Investment property revaluation	-	-	-	17,633
Impairment of AssetsHeld for sales	-	125,599	-	125,599
Loss on Disposal of Property, Plant & Equipment	953	(34)	430	-
Gain on disposal of Investment in subsidiary	-	-	-	(337,349)
Other operating income	(7,310)	-	(4,653)	-
Operating Profit before Working Capital Changes	410,547	401,598	(9,086)	6,126
(Increase) / decrease in inventories	19	(17,776)	-	-
(Increase) / decrease in trade debtors & other receivables	(16,764)	(78,765)	750	1,765
(Increase)/decrease in amounts due from related companies	(269,240)	211,073	(243,276)	(62,268)
Increase / (decrease) in trade creditors & other payables	(63,507)	(865,187)	(988)	(9,302)
Increase/(decrease) in amounts due to related companies	77,490	(10,942)	314,672	93,049
Cash generated from operations	138,545	(359,999)	62,072	29,371
Income tax paid	(62,493)	(56,367)	(7,838)	(851)
Finance expenses paid	(188,109)	(62,946)	(69,597)	(45,852)
Other operating income	7,310	-	4,653	-
Gratuity Paid	(2,179)	(2,896)	(1,169)	(1,393)
Net cash inflow from operating activities	(106,926)	(482,209)	(11,879)	(18,725)
Cash flow from/(used in) investing activities				
Acquisition of property, plant & equipment	(165,699)	(291,685)	-	-
Acquisition of Leasehold rights over land	(34,289)	(26,297)	-	-
Dividend income	-	-	36,141	94,680
Interest received	4,979	682	-	-
Acquisition of subsidiaries	-	-	-	(370,634)
Addition of intangible assets	(31,168)	(8,946)	-	-
Proceeds From Disposal of Property Plant & Equipment	177	3,020	31	-
Proceed from disposal of shares	-	337,490	-	337,490
Investment In Joint Venture	(27,781)	(46,174)	(27,781)	(46,174)
Proceeds From sale of investment in REPO	19,939	273,400	-	-
Investment in REPO	-	(19,939)	-	-
Net cash flow from/(used in) investing activities	(233,842)	221,550	8,391	15,362
Net cash inflow/(outflow) before financing activities	(340,768)	(260,659)	(3,487)	(3,363)
Cash flow from/(used in) financing activities				
Dividend paid to minority	(17,593)	(45,339)	-	-
Repayment / increase in interest bearing borrowings	467,012	261,939	-	-
Net cash flow from (used in) financing activities	449,419	216,601	-	-
Net Increase/(decrease) in cash & cash equivalents	108,652	(44,059)	(3,487)	(3,363)
Net cash & cash equivalents at the beginning of the Year	(17,617)	26,443	5,077	8,441
Net cash & cash equivalents as at 31st March	91,035	(17,616)	1,590	5,078
Analysis of Net cash & cash Equivalents as at 31st March				
cash & cash equivalents	331,809	71,560	1,621	5,508
Bank overdrafts	(240,773)	(89,177)	(31)	(431)
Net cash & cash equivalents as at 31st March	91,035	(17,616)	1,590	5,078

Note : The above figures for the year ended 31st March 2018 are provisional and subject to Audit.

Figures in brackets indicate deductions.

All values are in Rupees Thousands unless otherwise stated.

Ceylon Hotels Corporation PLC

SHARE INFORMATION



1. The Public shareholding as at 31st March 2018- 28.62%
2. Number of public shareholders as at 31st March 2018- 6,970
3. Directors shareholding as at 31st March 2018

Name of Director	Ledger	CDS	Total
Lakshman Samarasinghe - Chairman	137	5453	5590
Sanjeev Gardiner	Nil	Nil	Nil
Priyantha Maddumage	Nil	1	1
Kuvera De Zoysa	Nil	Nil	Nil
Mangala Boyagoda	Nil	Nil	Nil
Kamantha Amarasekera	Nil	Nil	Nil
WasanthaWimalaweera	Nil	Nil	Nil
Ajith Devasurendra	Nil	Nil	Nil
Ranil Pathirana	Nil	Nil	Nil
Shalike Karunasena	Nil	Nil	Nil

4. Top 20 ordinary shareholders as at 31st March 2018

Name	Position	No of Shares	%
National Development Bank PLC/ Ceylon Hotels Holdings	1	60,245,919	33.46
Ceylon Hotels Holdings (Pvt) Ltd	2	37,994,096	21.10
Employees Provident Fund	3	21,519,334	11.95
Roeswood (Pvt) Limited- Account No. 1	4	18,763,003	10.42
Seylan Bank PLC/Arcc Capital (Pvt) Ltd (Collateral)	5	10,791,878	5.99
Seylan Bank Ltd/The Galle Face Hotel Co .Ltd	6	10,365,500	5.76
Bank of Ceylon - No 2	7	5,008,269	2.78
National Savings Bank	8	3,975,017	2.21
Associated Electrical Corporation Limited	9	1,053,883	0.59
Hotel International Ltd	10	1,048,230	0.58
Mrs C A D S Woodward	11	723,173	0.40
Sithlanka (Pvt) Ltd	12	447,706	0.25
Mr Kanishka Nuwan Karunaratne	13	409,704	0.23
Seylan Bank PLC/Arcc Capital (Pvt) Ltd	14	267,178	0.15
Sunshine Holdings PLC	15	234,662	0.13
Phoenix Ventures (Pvt) Limited	16	209,551	0.12
Rockport Limited	17	192,855	0.11
Union Bank of Colombo PLC/Sithampalam Abishek	18	148,572	0.08
Mr Sheik Mohamed Hassan Mohamed	19	139,146	0.08
Cocoshell Activated Carbon Co Ltd	20	133,589	0.07
Sub total		173,671,265	96.47
Balance held by others		6,359,677	3.53
Total number of shares		180,030,942	100.00

- 5) Market Price per Share for the quarter ended 31st March 2018

	2018 (Rs.)	2017 (Rs.)
Highest Market Price	17.30	21.90
Lowest Market Price	14.00	17.00
Last Traded Price	15.00	19.20

Ceylon Hotels Corporation PLC
NOTES TO INTERIM FINANCIAL STATEMENTS



1) Basis of preparation

The interim condensed financial statements have been prepared in compliance with Sri Lanka Accounting Standard (SLAS) LKAS 34-Interim Financial Reporting. These interim statements should be read in conjunction with the Annual financial statements for the year ended 31st March 2017.

2) Investment in Subsidiaries and Joint ventures

The Kandy Hotels Company (1938) PLC, United Hotels Company Ltd, Tissa Resort (Pvt) Ltd , CHC Foods (Pvt) Ltd, Suisse Hotel (Pvt) Ltd, Ceylon Hotel Maldives (Pvt) Ltd are subsidiaries companies of the company and CHC Rest Houses (Pvt) Ltd and Suisse Hotel Kandy (Pvt) Ltd are joint ventures for the CHC Group.

3) Stated Capital

The number of shares representing the stated capital is 180,030,942 ordinary shares and 1,200,000 of 6% non cumulative preference shares as at 31st March 2018.

4) Operating Segment

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 & rewards that are different from those of the segment. However, there are no distinguishable components to be identified as segment for the company.

5) Dividends

Company paid a final dividend of Rs 1/- per share for the financial year ended 31st March 2017 in the form of scrip dividend, which was approved by the shareholders at the Annual General Meeting held on 27th September 2017. Accordingly Ceylon Hotels Corporation PLC issued 8,205,541 ordinary voting shares on 06th October 2017, in the proportions of 1:20.940167260.

6) Contingent Liabilities

a) There have not been any significant changes in the nature of contingent liabilities which were disclosed in the annual report for the year ended 31st March 2017.

b) The Company has issued following Corporate Guarantees on behalf of its subsidiaries:

<u>Subsidiary</u>	<u>In favour of</u>	<u>Amount - Rs'000</u>
Kandy Hotels Co (1938)	Sampath Bank PLC	600,000
United Hotels Co Ltd	Commercial Bank PLC	75,000
United Hotels Co Ltd	Cargills Bank Ltd	350,000

7) On 06th February 2018, Its Group Company Ceylon Hotels Maldives (Pvt) Ltd (CHML) entered in to a Joint venture agreement with Zhen Hua Engineering Company Limited (ZHEC), a Group company of the China Harbour Engineering Co Ltd. In terms of aforesaid joint venture CHML & ZHEC have agreed to develop a 85 to 100 room resort on Ambara Island in the Maldives. The approximate investment in this regard will be USD 50 Million. Market announcement in this regard made on 06th February 2018.

Currently, the company is in the process of fulfilling the conditions precedents set out in the Joint Venture Agreement which includes certain regulatory approvals in the Maldives.