

Interim Financial Statements
Year Ended 31st March 2021

Ceylon Hotels Corporation PLC
A Member of the Galle Face 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 (Resigned w.e.f 10th Feb 2021)
Ajith Devasurendra
Ranil Pathirana
Shalike Karunasena
Revantha Devasurendra (Alternative Director to Mr. Ajith Devasurendra)

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
32A, Sir Mohamed Macan Markar Mawatha, Colombo 03.

Hotel Reservations

Ceylon Hotels Corporation PLC
Regency Wing - Galle Face Hotel
No. 02, Galle Road, Colombo 03
Tel: 011 5585858 Fax : 011 5345882
Email : sales@ceylonhotels.net
Website : www.chcresorts.lk

CEYLON HOTELS CORPORATION PLC
STATEMENT OF PROFIT OR LOSS



	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
	2021 (Rs.'000')	2020 (Rs.'000')	2021 (Rs.'000')	2020 (Rs.'000')	2021 (Rs.'000')	2020 (Rs.'000')	2021 (Rs.'000')	2020 (Rs.'000')	%
Revenue	171,916	346,119	423,821	1,023,144	1,555	1,904	6,435	8,326	(59)
Cost of sales	(57,676)	(74,672)	(163,345)	(295,671)	(1,512)	(2,113)	(6,060)	(8,498)	45
Gross profit	114,240	271,447	260,476	727,473	43	(209)	374	(172)	(64)
Other income	13,394	7,397	13,839	7,575	-	1,101	-	4,403	83
Distribution expenses	(18,168)	(28,603)	(35,786)	(61,155)	-	-	-	-	(41)
Administration expenses	(120,623)	(191,476)	(459,072)	(762,007)	(2,882)	(3,014)	(8,243)	(11,573)	(40)
Other operating expenses	-	(110,148)	-	(144,710)	-	(7,225)	-	(7,225)	0
Profit / (loss) from operations	(11,157)	(51,383)	(220,543)	(232,824)	(2,839)	(9,348)	(7,869)	(14,568)	(5)
Finance income	58,182	75,830	124,080	145,714	9,913	5,086	25,095	21,399	(15)
Finance cost	(32,299)	(75,965)	(185,929)	(231,512)	(27,011)	(18,592)	(87,184)	(81,106)	(20)
Net finance cost	25,884	(134)	(61,849)	(85,798)	(17,098)	(13,506)	(62,088)	(59,707)	(28)
Share of loss of equity accounted investees, net of tax	(60,644)	(47,272)	(153,072)	(118,276)	-	-	-	-	29
Profit/ (loss) before taxation	(45,917)	(98,790)	(435,464)	(436,898)	(19,937)	(22,854)	(69,957)	(74,275)	0
Income tax benefit/ (expense)	12,003	12,682	(504)	23,022	-	-	-	-	(102)
Profit/(loss) for the period	(33,915)	(86,108)	(435,968)	(413,875)	(19,937)	(22,854)	(69,957)	(74,275)	(5)
Profit/(Loss) attributable to:									
Equity holders of the company	(29,513)	(66,626)	(352,485)	(348,868)	(19,937)	(22,854)	(69,957)	(74,275)	(1)
Non controlling interest	(4,401)	(19,482)	(83,483)	(65,007)	-	-	-	-	28
Profit/(Loss) for the period	(33,915)	(86,108)	(435,968)	(413,875)	(19,937)	(22,854)	(69,957)	(74,275)	(5)
Earnings/(loss) per share (Rs.)	(0.16)	(0.37)	(1.96)	(1.94)	(0.11)	(0.13)	(0.39)	(0.41)	(1)

Note : The above figures for the period ended 31st March 2021 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 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	
	2021 (Rs. '000')	2020 (Rs. '000')	2021 (Rs. '000')	2020 (Rs. '000')	2021 (Rs. '000')	2020 (Rs. '000')	2021 (Rs. '000')	2020 (Rs. '000')
Profit/ (loss) for the period	(33,915)	(86,108)	(435,968)	(413,875)	(19,937)	(22,854)	(69,957)	(74,275)
Other comprehensive income								
Items that will never be reclassified to profit or loss								
Net result from equity accounted investee	-	-	-	129,740	-	-	-	-
Fair value loss on Financial Assets measured at FVOCI	-	-	-	-	(20,000)	-	(20,000)	-
Gain on revaluation of property, plant & equipment	-	1,365,216	-	1,365,216	-	-	-	-
Deferred tax on revaluation surplus	-	(191,130)	-	(191,130)	-	-	-	-
Actuarial gain/ (loss)	-	-	-	1,111	-	-	-	708
Deferred Tax effect on actuarial gain/loss	-	-	-	(57)	-	-	-	-
Items that are or may be reclassified to profit or loss								
Effect of translation of foreign operations	16,731	(13,203)	16,731	(3,323)	-	-	-	-
Total comprehensive income for the period, net of tax	(17,183)	1,074,775	(419,237)	887,683	(39,937)	(22,854)	(89,957)	(73,567)
Profit/(loss) attributable to:								
Equity holders of the company	19,355	(104,039)	(352,485)	(348,868)	(19,937)	(22,854)	(69,957)	(74,275)
Non controlling interest	(53,270)	(12,718)	(83,483)	(65,007)	-	-	-	-
Profit/ (loss) for the period	(33,915)	(116,757)	(435,968)	(413,875)	(19,937)	(22,854)	(69,957)	(74,275)
Total Comprehensive Income attributable to :								
Equity holders of the company	32,525	(104,039)	(339,315)	635,235	(39,937)	(22,854)	(89,957)	(73,567)
Non controlling interest	(49,708)	(12,718)	(79,921)	252,447	-	-	-	-
Total comprehensive income for the period	(17,183)	(116,757)	(419,237)	887,683	(39,937)	(22,854)	(89,957)	(73,567)

Note : The above figures for the period ended 31st March 2021 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

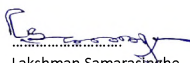


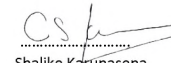
As at,	Group		Company	
	31.03.2021 (Rs. '000')	31.03.2020 (Rs. '000')	31.03.2021 (Rs. '000')	31.03.2020 (Rs. '000')
ASSETS				
Non - Current Assets				
Property, plant & equipment	9,190,166	9,552,201	22	28
Intangible assets	19,691	25,906	-	-
Right of use assets	118,018	122,561	-	-
Investments in subsidiaries	-	-	909,348	909,348
Investment in joint venture	1,049,957	1,186,298	309,497	329,497
Investment property	200,788	-	-	-
Total Non-Current Assets	10,578,620	10,886,967	1,218,867	1,238,873
Current Assets				
Inventories	58,422	76,406	-	-
Trade & other receivables	68,298	155,096	6,146	5,374
Amounts due from related companies	436,217	287,742	575,615	473,430
Income tax recoverable	2,180	2,180	-	-
Cash & cash equivalents	1,033,296	1,016,724	17	-
Total Current Assets	1,598,413	1,538,148	581,778	478,805
TOTAL ASSETS	12,177,033	12,425,115	1,800,645	1,717,678
EQUITY AND LIABILITIES				
Equity				
Stated capital	362,611	362,611	362,611	362,611
Reserves	5,418,527	5,516,652	359,013	379,013
Accumulated profit /(loss)	1,207,199	1,448,390	(35,612)	34,345
Total Equity Attributable to Equity Holders of the Company	6,988,338	7,327,653	686,012	775,969
Non controlling interest	2,121,609	2,201,567	-	-
	2,121,609	2,201,567	-	-
Total Equity	9,109,946	9,529,220	686,012	775,969
Non - Current Liabilities				
Interest bearing borrowings	1,532,239	1,536,648	-	-
Employee benefits	18,880	16,491	6,984	6,901
Deferred tax liabilities	749,531	774,831	-	-
Lease liability	140,431	128,300	-	-
Government grants	-	3,327	-	-
Total Non-Current Liabilities	2,441,082	2,459,596	6,984	6,901
Current Liabilities				
Trade and other payables	206,467	220,740	9,473	10,772
Lease liability	35,631	27,989	-	-
Interest bearing borrowings	191,547	-	-	-
Amounts due to related companies	9,941	84,059	43,486	40,918
Contract Liabilities	9,667	13,963	-	-
Related party interest bearing borrowings	-	-	1,052,825	882,932
Income tax payable	30,618	16,098	13	13
Government grants	3,327	7,230	-	-
Bank overdrafts	138,806	66,217	1,852	173
Total Current Liabilities	626,005	436,298	1,107,650	934,808
TOTAL EQUITY AND LIABILITIES	12,177,033	12,425,115	1,800,645	1,717,678
Net Assets per Share (Rs.)	38.82	40.70	3.81	4.31

Note : The above figures for the period ended 31st March 2021 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.


 Janaka Ganegoda
 Financial Controller


 Lakshman Samarasinghe
 Chairman


 Shalike Karunasena
 Director

28th May 2021

CEYLON HOTELS CORPORATION PLC
STATEMENT OF CHANGES IN EQUITY - GROUP



For the Year ended 31st March 2021

	Stated Capital (Rs.'000')	Capital Reserve (Rs.'000')	Revaluation Reserve (Rs.'000')	Translation Reserve (Rs.'000')	General Reserve (Rs.'000')	Accumulated Profit / (Losses) (Rs.'000')	Total (Rs.'000')	Non Controlling Interest (Rs.'000')	Total Equity (Rs.'000')
Balance as at 31 st March 2019	362,611	8,128	4,439,040	30,785	167,080	1,675,341	6,682,986	1,949,333	8,632,318
Adjustment on initial application of SLFRS 16	-	-	-	-	-	9,432	9,432	(175)	9,257
Balance as at 01 st April 2019	362,611	8,128	4,439,040	30,785	167,080	1,684,773	6,692,418	1,949,158	8,641,575
Profit / (loss) for the year	-	-	-	-	-	(348,868)	(348,868)	(65,007)	(413,875)
Actuarial gain on retirement benefit obligation, net of tax	-	-	-	-	-	1,017	1,017	38	1,055
Gain on revaluation of property, plant and equipment net of tax	-	-	862,096	-	-	862,096	862,096	311,990	1,174,086
Net result from Equity Accounted Investees	-	-	123,432	-	-	173	123,605	6,135	129,740
Effect of translation of foreign operations from EAI	-	-	-	(2,615)	-	-	(2,615)	(707)	(3,323)
Total Comprehensive Income	-	-	985,528	(2,615)	-	(347,677)	635,235	252,447	887,683
Transaction with owners of the company, recognized directly in equity									
Dividends-(15% Cumulative preference shares)	-	-	-	-	-	-	-	(38)	(38)
Transfer of excess depreciation on revaluation	-	-	(111,294)	-	-	111,294	-	-	-
Total transaction with owners of the company	-	-	(111,294)	-	-	111,294	-	(38)	(38)
Balance as at 31 st March 2020	362,611	8,128	5,313,274	28,170	167,080	1,448,390	7,327,653	2,201,567	9,529,220
Profit / (loss) for the period	-	-	-	-	-	(352,485)	(352,485)	(83,483)	(435,968)
Effect of translation of foreign operations from EAI	-	-	-	13,170	-	-	13,170	3,562	16,731
Total Comprehensive Income	-	-	-	13,170	-	(352,485)	(339,315)	(79,921)	(419,237)
Transaction with owners of the company, recognized directly in equity									
Dividends-(15% Cumulative preference shares)	-	-	-	-	-	-	-	(38)	(38)
Transfer of excess depreciation on revaluation	-	-	(111,294)	-	-	111,294	-	-	-
Total transaction with owners of the company	-	-	(111,294)	-	-	111,294	-	(38)	(38)
Balance as at 31 st March 2021	362,611	8,128	5,201,980	41,340	167,080	1,207,199	6,988,338	2,121,609	9,109,946

For the Year ended 31st March 2020

	Stated Capital (Rs.'000')	Capital Reserves (Rs.'000')	Revaluation Reserves (Rs.'000')	Translation Reserve (Rs.'000')	General Reserves (Rs.'000')	Accumulated Profit / (Losses) (Rs.'000')	Total Equity (Rs.'000')	Non controlling Interest (Rs.'000')	Total Equity (Rs.'000')
Balance as at 01 st April 2018	362,611	8,128	4,508,270	10,776	167,080	1,342,552	6,399,417	2,112,496	8,511,913
Profit / (loss) for the year	-	-	-	-	-	205,718	205,718	4,995	210,713
Other comprehensive income / (expense)	-	-	-	78,045	-	(194)	77,850	20,934	98,784
Total Comprehensive Income	-	-	-	78,045	-	205,524	283,569	25,929	309,497
Transaction with owners of the company									
Transfer of excess depreciation on revaluation	-	-	(69,230)	-	-	69,230	-	-	-
Derecognition of investment in subsidiary	-	-	-	(58,036)	-	58,036	-	(171,490)	(171,490)
Dividends-(15% Cumulative preference shares)	-	-	-	-	-	-	-	(11)	(11)
Ordinary share dividend paid to minority	-	-	-	-	-	-	-	(17,591)	(17,591)
Total transaction with owners of the company	-	-	(69,230)	(58,036)	-	127,266	-	(189,092)	(189,092)
Balance as at 31 st March 2019	362,611	8,128	4,439,040	30,785	167,080	1,675,341	6,682,986	1,949,333	8,632,318
Adjustment on initial application of SLFRS 16	-	-	-	-	-	9,432	9,432	(175)	9,257
Adjusted Balance as at 01st April 2019	362,611	8,128	4,439,040	30,785	167,080	1,684,774	6,692,418	1,949,157	8,641,575
Profit / (loss) for the period	-	-	-	-	-	(348,868)	(348,868)	(65,007)	(413,875)
Total Comprehensive Income	-	-	-	-	-	(348,868)	(348,868)	(65,007)	(413,875)
Other comprehensive income									
Actuarial gain on retirement benefit obligation net of tax	-	-	-	-	-	1,017	1,017	38	1,055
Gain on revaluation of property, plant and equipment	-	-	862,096	-	-	862,096	862,096	311,990	1,174,086
Net result from Equity Accounted Investees	-	-	123,432	-	-	173	123,605	6,135	129,740
Effect of translation of foreign operations from EAI	-	-	-	(2,615)	-	-	(2,615)	(707)	(3,323)
Total comprehensive income for the year	-	-	985,528	(2,615)	-	(347,677)	635,235	252,447	887,683
Transaction with owners of the company, recognized directly in equity									
Dividends-(15% Cumulative preference shares)	-	-	-	-	-	-	-	(38)	(38)
Transfer to retained earnings	-	-	(111,294)	-	-	111,294	-	-	-
Total transaction with owners of the company	-	-	(111,294)	-	-	111,294	-	(38)	(38)
Balance as at 31 st March 2020	362,611	8,128	5,313,274	28,170	167,080	1,448,391	7,327,653	2,201,567	9,529,220

Note : The above figures for the period ended 31st March 2021 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 CHANGES IN EQUITY - COMPANY



For the Year ended 31st March 2021

	Stated Capital (Rs.'000')	Capital Reserves (Rs.'000')	FVOCI Reserve (Rs.'000')	General Reserves (Rs.'000')	Accumulated Losses (Rs.'000')	Total Equity (Rs.'000')
Balance as at 31 st March 2019	362,611	8,128	204,167	166,718	107,912	849,536
Profit / (loss) for the year	-	-	-	-	(74,275)	(74,275)
Other Comprehensive Income	-	-	-	-	708	708
Total Comprehensive Income	-	-	-	-	(73,567)	(73,567)
Balance as at 31 st March 2020	362,611	8,128	204,167	166,718	34,345	775,969
Profit / (loss) for the period	-	-	-	-	(69,957)	(69,957)
Other Comprehensive Income / (Expense)	-	-	(20,000)	-	-	(20,000)
Total Comprehensive Income	-	-	(20,000)	-	(69,957)	(89,957)
Balance as at 31 st March 2021	362,611	8,128	184,167	166,718	(35,612)	686,012

For the Year ended 31st March 2020

	Stated Capital (Rs.'000')	Capital Reserves (Rs.'000')	FVOCI Reserve (Rs.'000')	General Reserves (Rs.'000')	Accumulated Losses (Rs.'000')	Total Equity (Rs.'000')
Balance as at 01st April 2018	362,611	8,128	204,167	166,718	142,788	884,412
Profit / (Loss) for the year	-	-	-	-	(36,046)	(36,046)
Other comprehensive income	-	-	-	-	1,171	1,171
Total Comprehensive Income	-	-	-	-	(34,875)	(34,875)
Balance as at 31 st March 2019	362,611	8,128	204,167	166,718	107,912	849,536
Profit / (loss) for the period	-	-	-	-	(74,275)	(74,275)
Other comprehensive income	-	-	-	-	708	708
Total comprehensive income / (expense) for the year	-	-	-	-	(73,567)	(73,567)
Balance as at 31 st March 2020	362,611	8,128	204,167	166,718	34,345	775,969

Note : The above figures for the period ended 31st March 2021 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 CASH FLOWS



	Group		Company	
	2021 (Rs.'000')	2020 (Rs.'000')	2021 (Rs.'000')	2020 (Rs.'000')
For the Year Ended 31st March				
Profit/ (loss) before taxation	(435,464)	(436,898)	(69,957)	(74,275)
Adjustments for:				
Depreciation on property, plant and equipment	172,589	181,312	7	7
Provision for retiring gratuity	7,419	4,010	500	1,220
Provision/(Reversal) off for Trade & other receivables	4,273	(2,468)	-	-
Amortization of Right of use assets	4,702	3,241	-	-
Interest expenses	185,929	201,336	87,184	81,106
Share of results of equity accounted investee	153,072	118,276	-	-
Interest income	(124,080)	(74,116)	(25,095)	(21,399)
Exchange Gain / (Loss) on foreign currency	9,885	26,782	-	-
Income tax receivable written off	-	704	-	-
Amotization of intangible assets	6,215	6,703	-	-
Profit / (loss) on disposal of property, plant & equipment	-	39,112	-	-
Impairment Provision on Investment in Equity Accounted Investees	-	105,433	-	-
Net Impairment for ECL impact under SLFRS 09	-	-	-	186
Change in fair value of Investment Property	-	-	-	7,225
Other income	(13,839)	-	-	-
Operating profit before working capital changes	(29,299)	173,425	(7,363)	(5,930)
(Increase) / Decrease in Inventories	17,984	12,336	-	-
(Increase) / Decrease in Trade debtors & other receivables	86,798	125,847	(772)	4,338
(Increase)/ Decrease in Amounts due from related companies	(148,475)	159,217	(102,185)	140,867
(Increase)/decrease in advances on pending capitalization	-	269,955	-	-
Increase / (Decrease) in Trade creditors & other payables	(209,221)	(56,344)	(1,299)	1,563
Increase/(decrease) in contract liabilities	(4,296)	9,632	-	-
Increase/ (Decrease) in amounts due to related companies	(74,119)	175,835	2,516	(84,121)
Cash generated from operations	(360,628)	869,903	(109,103)	56,717
Tax paid	(4,698)	(6,563)	-	-
Interest Paid	-	(187,371)	(87,184)	(81,106)
Other operating income	13,839	-	-	-
Retirement gratuity paid	(5,030)	(4,678)	(417)	(612)
Net cash inflow from operating activities	(356,516)	671,291	(196,704)	(25,001)
Cash Flow from Investing Activities				
Acquisition of property, plant & equipment	(10,682)	(174,458)	-	-
Interest Received	124,080	74,116	25,095	21,399
Investment in joint venture	-	(282,211)	-	-
Addition of intangible assets	-	(102)	-	-
Proceeds from sale of PPE	-	12,167	-	-
Net Cash flow from/(used in) investing activities	113,399	(370,488)	25,095	21,399
Net Cash Inflow/(Outflow) before financing activities	(243,118)	300,804	(171,608)	(3,602)
Cash Flow from/(used in) financing activities				
Dividend paid to minority	(38)	(38)	-	-
Repayment / Increase in Interest bearing borrowings	187,138	438,657	-	17,181
(Increase)/decrease in interest bearing loans due to related parties	-	-	169,947	(12,969)
Net Cash flow from (used in) financing activities	187,100	438,619	169,947	4,212
Net Increase/(Decrease) in cash & cash equivalents	(56,017)	739,423	(1,662)	609
Net Cash & cash equivalents at the beginning of the year	950,508	211,084	(173)	(782)
Net Cash & cash equivalents as at 31st March	894,490	950,507	(1,835)	(173)
Analysis of net Cash & cash equivalents as at 31st March				
Cash & cash equivalents	1,033,296	1,016,724	17	-
Bank overdrafts	(138,806)	(66,217)	(1,852)	(173)
Net Cash & cash equivalents as at 31st March	894,490	950,507	(1,835)	(173)

Note : The above figures for the period ended 31st March 2021 are provisional and subject to Audit.
 Figures in brackets indicate deductions.
 All values are in Rupees Thousands unless otherwise stated.

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 2020.

2. Accounting Policies

The Accounting policies are in line with the policies published in the annual financial statements for the year ended 31st March 2020.

3 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 of the company and Ceylon Holidays Holding (Pvt) Ltd, CHC Rest Houses (Pvt) Ltd, Suisse Hotel Kandy (Pvt) Ltd and Handhuvaru Ocean Holidays (Pvt) Ltd are joint ventures for the CHC Group.

4. 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 2021.

5. 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.

6. Status of Operation

As communicated in previous interim results, COVID-19 pandemic has severely impacted the business of the Company and the Group during the period under review. Arrival of tourists to the country will likely take place when global travel and tourism returns to normalcy.

Hotels of the Group continues to rely on the domestic travel segment during this period. During the period under review few Hotels of the Group operated as paid quarantining facilities for repatriates. However, this uncertain phase also presents several challenges to the domestic travel segment as well, given its vulnerability to the spread of COVID-19 within Sri Lanka.

Given these market conditions, the Company and the Group continuous to operate a lean business model whilst also prioritizing on health, safety and hygiene standards which is a core part of traveler expectations.

7. Contingent Liabilities

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 2020, other than following guarantee issued subsequent to the year end.

<u>Subsidiary</u>	<u>In favour of</u>	<u>Amount</u>
CHC Foods (Pvt) Ltd	People's Bank	LKR 5 Mn
United Hotels Co. Ltd	Cargills Bank	LKR 46.7 Mn
United Hotels Co. Ltd	Cargills Bank	USD 60,000

**CEYLON HOTELS CORPORATION PLC
NOTES TO INTERIM FINANCIAL STATEMENTS (CONTD..)**



8. Related Party Transactions

The company carries out transactions in the ordinary course of its business and are at arm's length price with parties who are defined as related parties in LKAS 24 the details of which are reported below.

For the Period ended 31 st March In LKR '000	Note	Company	
		2021	2020
Recurrent Related Party Transactions			
i) Transactions with Subsidiary Companies			
The Kandy Hotels Company (1938) PLC (KHCL)			
Expenses paid by company on behalf of KHCL	A	429	1,165
Interest Charged by KHCL	C	87,234	78,991
Settlement of Expenses paid by company on behalf of KHC		489	3,511
Loan Advances from KHC	C	82,694	77,581
ii) Transactions with Affiliate company			
Ceylon Hotels Holdings (Pvt) Ltd			
Interest Charged by the company	C	22,326	21,399
Temporary advance to CHH	B	133,000	75,181

Non recurrent Related Party Transactions

There are no non-recurrent related party transactions for the period ended 31st March 2021.

A) Transactions carried out in the ordinary course of business and charge at the face value of the expenses.

B) Temporary advances given in the ordinary course of business and no interest charge on the outstanding balances. Payable on demand and short.

C) Terms and conditions related to inter company borrowings/lending's :

Company	Party	Repayment	Interest Rate
Kandy Hotels Company (1938) PLC	Lender	On Demand	AWPLR + 2% for the balance upto Rs 100 Mn and AWDR + 1% for the remaining
Ceylon Hotel Corporation PLC	Borrower		
Ceylon Hotel Corporation PLC	Lender		AWPLR + 1.5% p.a
Ceylon Hotel Holdings (Pvt) Ltd	Borrower		

9. GOVERNMENT GRANTS

For the Period ended 31st March

	Group	
	2021 Rs.	2020 Rs.
Opening Balance	10,557	-
Recognized during the year	-	12,574
Setoff against interest expenses during the year	(7,230)	(2,017)
Closing balance	<u>3,327</u>	<u>10,557</u>
Current	<u>3,327</u>	<u>7,230</u>
Non-Current	<u>-</u>	<u>3,327</u>

During November 2019, the Group has obtained a term loan facility under "Enterprise Sri Lanka" special interest subsidy loan scheme proposed by the government to strengthen the tourism industry. The interest subsidy will be paid to the banks by the Ministry of Finance. Hence, the interest differentials has been classified under Government Grants.

10. Interest bearing loans & borrowings

Companies' of the Group received a capital and interest moratorium (from April 2020 to March 2021) on the existing term loan and overdrafts in accordance with the financial relief package announced by the Government of Sri Lanka to the Tourism industry,

11. Subsequent events

There were no material events taken place after the Balance Sheet date which would require adjustments or disclosure in the Interim Financial Statements.

CEYLON HOTELS CORPORATION PLC
SHARE INFORMATION



1. The Public Share Holding as at 31st March 2021 - 51,531,383 (28.62%).
2. Number of public share holders as at 31st March 2021 - 6,885.
3. Directors Share Holding as at 31st March 2021

Name of Director	Total
Mr. Lakshman Samarasinghe - Chairman	5,590
Mr. Sanjeev Gardiner	Nil
Mr. Priyantha Maddumage	1
Mr. Kuvera De Zoysa	Nil
Mr. Mangala Boyagoda	Nil
Mr. Kamantha Amarasekera	Nil
Mr. Wasantha Wimalaweera (Resigned w.e.f 10th Feb 2021)	Nil
Mr. Ajith Devasurendra	Nil
Mr. Ranil Pathirana	Nil
Mr. Shalike Karunasena	Nil
Mr. Revantha Devasurendra (Alternative Director to Mr. Ajith Devasurendra)	Nil

4. Top 20 Ordinary Shareholders as at 31st March 2021

Name	Position	No of Shares	%
National Development Bank PLC/ Ceylon Hotels Holdings (Pvt) Ltd	1	60,245,919	33.46
Ceylon Hotel Holdings (Pvt) Ltd	2	37,994,096	21.10
Employees Provident Fund	3	21,519,334	11.95
Rosewood (Pvt) Limited- Account No. 1	4	18,763,003	10.42
Seylan Bank PLC/ARRC 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 A/C (BOC PTF)	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 (Pvt) Ltd	10	1,048,230	0.58
Mrs. C.A.D.S. Woodward	11	757,708	0.42
Sithlanka (Pvt) Ltd	12	447,706	0.25
Mr. K. N. Karunaratne	13	444,810	0.25
HNB PLC / Kandaiah Kanapathipillai Shujeevan	14	347,661	0.19
Seylan Bank PLC/ARRC Capital (Pvt) Ltd	15	267,178	0.15
Sunshine Holdings PLC	16	234,662	0.13
DR. G.S. Perera	17	151,379	0.08
Mr. S. Abishek	18	148,572	0.08
Mr. S.M. Hassan Mohamed	19	139,146	0.08
Cocoshell Activated Carbon Co. (Pvt) Ltd	20	133,083	0.07
Sub total		173,837,034	96.56
Balance held by others		6,193,908	3.44
Total number of shares		180,030,942	100.00

5. Market Price per share for the quarter ended 31st March

	2021 (Rs.)	2020 (Rs.)
Highest Market Price	13.90	12.10
Lowest Market Price	10.40	8.30
Last Traded Price	10.60	8.50

6. The float adjusted market capitalisation as at 31st March 2021 was Rs. 546,163,469/- with reference to the rule no. 7.6 (iv) of the listing rules of the Colombo Stock Exchange. As the float adjusted market capitalisation is less than Rs. 2.5 billion, Ceylon Hotels Corporation PLC complies under option 5 of the Listing Rules 7.13.1 (a) with the minimum public holding requirements.