



**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2024**

**Ceylon Hotels Corporation PLC**

A Member of the Galle Face Hotel Group of Companies

## Corporate Information



### Name of the Company

Ceylon Hotels Corporation PLC

### Company Registration No.

P.B.3283

### Legal Form

A public quoted company with limited liability

### Stock Exchange Listing

The ordinary shares of the Company are listed on the Colombo Stock Exchange of Sri Lanka.

### Board of Directors

Sanjeev Gardiner

Priyantha Maddumage

Kuvera De Zoysa

Mangala Boyagoda - Senior Independent Director

Kamantha Amarasekera

Ajith Devasurendra

Ranil Pathirana

Shalike Karunasena

### Registered Office

No.327, Union Place, Colombo 02.

Tel:- 011 7657900, 011 2421847

Email : Corporateoffice@ceylonhotels.net

Corporate website: www.chcplc.com

### Secretaries

Deloitte Corporate Services (Private) Limited (formerly known as Accounting Systems Secretarial Services (Pvt) Limited)

Level 03, No 11, Castle Lane, Colombo 04

Tel:- 011 2505152/ 011-5444425

### External Auditors

Messrs. KPMG, Chartered Accountants

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

Tel:- 011-5426426

### Hotel Reservations

Ceylon Hotels Corporation PLC

Regency Wing - Galle Face Hotel

No. 02, Galle Road, Colombo 03

# CEYLON HOTELS CORPORATION PLC




## Statement of financial position

(All amounts in Sri Lankan Rupees thousands)


	Group		Company	
	31 Mar 2024 (Unaudited)	31 Mar 2023 (Audited)	31 Mar 2024 (Unaudited)	31 Mar 2023 (Audited)
<b>ASSETS</b>				
<b>Non - Current Assets</b>				
Property, plant and equipment	10,573,697	10,346,505	2	9
Intangible assets	9,963	9,413	-	-
Right of use assets	109,863	108,506	-	-
Deferred tax asset	22,353	-	22,353	-
Investments in subsidiaries	-	-	2,037,725	909,348
Investments in equity accounted investees	101,421	126,531	309,497	309,497
Investment property	193,963	193,963	-	-
	<b>11,011,260</b>	<b>10,784,918</b>	<b>2,369,577</b>	<b>1,218,854</b>
<b>Current Assets</b>				
Inventories	116,122	74,868	-	-
Trade and other receivables	392,780	286,738	-	5,595
Amounts due from related companies	518,652	575,418	540,796	661,934
Income tax recoverable	-	2,180	-	-
Financial assets at fair value through profit or loss	26,338	36,826	26,338	36,826
Cash and cash equivalents	1,894,970	2,624,187	-	572
	<b>2,948,862</b>	<b>3,600,217</b>	<b>567,134</b>	<b>704,927</b>
<b>TOTAL ASSETS</b>	<b>13,960,122</b>	<b>14,385,135</b>	<b>2,936,711</b>	<b>1,923,781</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Stated capital	362,611	362,611	362,611	362,611
Reserves	5,153,286	5,250,651	2,587,227	359,013
Retained earnings/(Accumulated Loss)	1,894,244	1,886,323	(53,374)	(131,403)
<b>Total equity attributable to equity holders of the company</b>	<b>7,410,141</b>	<b>7,499,585</b>	<b>2,896,464</b>	<b>590,222</b>
Non controlling interest	2,221,574	2,275,145	-	-
<b>Total Equity</b>	<b>9,631,715</b>	<b>9,774,730</b>	<b>2,896,464</b>	<b>590,222</b>
<b>Non - Current Liabilities</b>				
Interest-bearing borrowings	1,105,505	1,296,412	-	-
Employee benefit payables	21,672	20,545	5,406	6,985
Deferred tax liabilities	2,094,765	2,042,291	-	-
Lease liability	121,106	130,085	-	-
	<b>3,343,048</b>	<b>3,489,333</b>	<b>5,406</b>	<b>6,985</b>
<b>Current Liabilities</b>				
Trade and other payables	384,960	265,584	3,043	10,581
Contract Liabilities	7,249	5,437	-	-
Interest-bearing borrowings	261,565	376,713	-	-
Lease liability	13,942	25,525	-	-
Amounts due to related companies	77,323	23,689	31,512	151,144
Related party interest- bearing- borrowings	-	-	-	1,164,836
Income tax payable	14,191	4,367	-	13
Bank overdrafts	226,128	419,757	286	-
	<b>985,358</b>	<b>1,121,072</b>	<b>34,841</b>	<b>1,326,574</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>13,960,122</b>	<b>14,385,135</b>	<b>2,936,711</b>	<b>1,923,781</b>
<b>Net Assets per Share (Rs.)</b>	<b>53.50</b>	<b>54.29</b>	<b>16.09</b>	<b>3.28</b>

The notes on pages 6 to 8 form an integral part of these financial statements.

I certify that these financial statements have been prepared in compliance with the requirements of the Companies Act, No. 07 of 2007.

  
Hasuni Gayasha  
Financial Controller

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.

  
Sanjeev Gardiner  
Director  
May 29, 2024

  
Shalike Karunasena  
Director



Statement of comprehensive income

(All amounts in Sri Lankan Rupees thousands)

	Group				Company				Variance
	Three Months Ended 31st March		Year Ended 31st March		Three Months Ended 31st March		Year Ended 31st March		Group
	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Audited)	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Audited)	%
Revenue	587,929	308,361	1,391,544	877,862	-	1,373	2,199	7,043	59%
Less: Cost of sales	(155,600)	(96,072)	(412,592)	(293,421)	40	(1,485)	(2,327)	(6,917)	41%
<b>Gross profit</b>	<b>432,329</b>	<b>212,289</b>	<b>978,952</b>	<b>584,441</b>	<b>40</b>	<b>(112)</b>	<b>(128)</b>	<b>126</b>	<b>68%</b>
Other operating income	15,793	20,668	29,779	24,694	8,208	-	9,899	-	21%
<b>Less : Operating expenses</b>									
Selling and distribution expenses	(23,041)	(20,729)	(75,831)	(47,593)	-	-	-	-	59%
Administration expenses	(277,598)	(220,029)	(951,219)	(749,789)	(10,303)	(4,794)	(23,599)	(16,365)	27%
Other operating expenses	(2,402)	(8,103)	(7,301)	(8,103)	(184)	(4,137)	(184)	(4,137)	-10%
<b>Profit/(loss) from operations</b>	<b>145,081</b>	<b>(15,904)</b>	<b>(25,620)</b>	<b>(196,350)</b>	<b>(2,239)</b>	<b>(9,043)</b>	<b>(14,012)</b>	<b>(20,376)</b>	<b>-87%</b>
Finance income	66,039	(253,356)	299,313	323,089	14,678	21,864	71,192	94,684	-7%
Less: Finance costs	(61,959)	34,950	(271,127)	(293,588)	-	(108)	-	(111,303)	-8%
Net foreign exchange (loss)/ gain	(66,597)	(41,995)	(95,725)	(41,995)	-	-	-	-	128%
<b>Net finance income/(costs)</b>	<b>(62,517)</b>	<b>(260,401)</b>	<b>(67,539)</b>	<b>(12,494)</b>	<b>14,678</b>	<b>21,756</b>	<b>71,192</b>	<b>(16,619)</b>	<b>441%</b>
Share of loss of equity accounted investees, net of tax	(7,299)	(737)	(25,110)	(34,068)	-	-	-	-	-26%
<b>Profit/(loss) before income tax</b>	<b>75,265</b>	<b>(277,042)</b>	<b>(118,269)</b>	<b>(242,912)</b>	<b>12,439</b>	<b>12,713</b>	<b>57,180</b>	<b>(36,995)</b>	<b>-51%</b>
Less: Income tax expense/ (reversal)	(33,904)	(35,695)	(47,704)	90,514	22,353	-	22,353	-	-153%
<b>Profit/(loss) for the year from continuing operations</b>	<b>41,361</b>	<b>(312,737)</b>	<b>(165,973)</b>	<b>(152,398)</b>	<b>34,792</b>	<b>12,713</b>	<b>79,533</b>	<b>(36,995)</b>	<b>9%</b>
<b>Discontinued operations</b>									
Gain associated with the disposal of joint venture	-	-	-	-	-	-	-	-	
Gain from discontinued operations, net of tax	-	7	-	758,796	-	-	-	-	
Reclassification of foreign currency differences on loss of significant influence	-	78,841	-	78,841	-	-	-	-	
<b>Profit/(loss) from discontinuing operations</b>	<b>-</b>	<b>78,848</b>	<b>-</b>	<b>837,637</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Profit/(loss) for the year</b>	<b>41,361</b>	<b>(233,888)</b>	<b>(165,973)</b>	<b>685,239</b>	<b>34,792</b>	<b>12,713</b>	<b>79,533</b>	<b>(36,995)</b>	
<b>Other comprehensive income</b>									
Other comprehensive income for the year, net of tax	23,034	(126,805)	23,034	(1,328,164)	(1,504)	(366)	(1,504)	(366)	
<b>Total comprehensive income for the year, net of tax</b>	<b>64,395</b>	<b>(360,693)</b>	<b>(142,939)</b>	<b>(642,925)</b>	<b>33,288</b>	<b>12,347</b>	<b>78,029</b>	<b>(37,361)</b>	<b>-78%</b>
<b>Profit/(loss) for the year attributable to:</b>									
Equity holders of the Company	38,865	(164,120)	(101,506)	543,886	34,792	12,713	79,533	(36,995)	
Non controlling interest	2,496	(69,768)	(64,467)	141,353	-	-	-	-	
<b>Profit/(loss) for the year</b>	<b>41,361</b>	<b>(233,888)</b>	<b>(165,973)</b>	<b>685,239</b>	<b>34,792</b>	<b>12,713</b>	<b>79,533</b>	<b>(36,995)</b>	
<b>Total comprehensive income attributable to:</b>									
Equity holders of the Company	51,002	(276,761)	(89,369)	(422,691)	33,288	12,347	78,029	(37,361)	
Non controlling interest	13,393	(83,932)	(53,570)	(220,234)	-	-	-	-	
<b>Total comprehensive income for the year</b>	<b>64,395</b>	<b>(360,693)</b>	<b>(142,939)</b>	<b>(642,925)</b>	<b>33,288</b>	<b>12,347</b>	<b>78,029</b>	<b>(37,361)</b>	
<b>Basic and diluted earnings/ (loss) per share</b>	<b>0.22</b>	<b>(0.91)</b>	<b>(0.56)</b>	<b>3.02</b>	<b>0.19</b>	<b>0.07</b>	<b>0.44</b>	<b>(0.21)</b>	

The notes on pages 6 to 8 form an integral part of these financial statements.

**Consolidated statement of changes in equity**

(All amounts in Sri Lanka Rupees thousands)

	Stated Capital	Capital Reserves	Revaluation Reserves	Translation Reserve	General Reserves	Accumulated Profit / (Losses)	Total	Non-controlling Interest	Total Equity
<b>Balance at 1 April 2022</b>	362,611	8,128	6,036,673	78,841	167,080	1,269,037	7,922,369	2,495,379	10,417,748
Profit / (loss) for the year	-	-	-	-	-	543,886	543,886	141,353	685,239
Other comprehensive income	-	-	(886,266)	(78,841)	-	(1,470)	(966,577)	(361,588)	(1,328,165)
<b>Total comprehensive income for the year</b>	-	-	<b>(886,266)</b>	<b>(78,841)</b>	-	<b>542,416</b>	<b>(422,691)</b>	<b>(220,235)</b>	<b>(642,926)</b>
<b>Transactions with owners of the Company, recognized directly in equity</b>									
Dividends-(15% Cumulative preference shares)	-	-	-	-	-	(94)	(94)	-	(94)
Transfer of excess depreciation on revaluation	-	-	(74,964)	-	-	74,964	-	-	-
<b>Total transactions with owners of the company</b>	-	-	<b>(74,964)</b>	-	-	<b>74,870</b>	<b>(94)</b>	-	<b>(94)</b>
<b>Balance at 31 March 2023</b>	362,611	8,128	5,075,443	-	167,080	1,886,323	7,499,585	2,275,144	9,774,730
Profit/(loss) for the period	-	-	-	-	-	(101,506)	(101,506)	(64,467)	(165,973)
Other comprehensive income	-	-	13,641	-	-	(1,504)	12,137	10,897	23,034
<b>Total comprehensive income for the period</b>	-	-	<b>13,641</b>	-	-	<b>(103,010)</b>	<b>(89,369)</b>	<b>(53,570)</b>	<b>(142,939)</b>
<b>Transaction with owners of the company</b>									
Dividends-(15% Cumulative preference shares)	-	-	-	-	-	(75)	(75)	-	(75)
Transfer of excess depreciation on revaluation	-	-	(111,006)	-	-	111,006	-	-	-
<b>Total transaction with owners of the company</b>	-	-	<b>(111,006)</b>	-	-	<b>110,931</b>	<b>(75)</b>	-	<b>(75)</b>
<b>Balance as at 31 March 2024</b>	362,611	8,128	4,978,078	-	167,080	1,894,244	7,410,141	2,221,574	9,631,715

	Stated Capital	Capital Reserves	Revaluation Reserves	Translation Reserve	General Reserves	Accumulated Profit / (Losses)	Total	Non-controlling	Total Equity
<b>Balance at 1 April 2021</b>	362,611	8,128	5,219,299	41,340	167,080	1,229,398	7,027,856	2,131,705	9,159,561
Profit/(Loss) for the year	-	-	-	-	-	(39,685)	(39,685)	(6,171)	(45,856)
<b>Other comprehensive income</b>									
Gain on revaluation of property, plant and equipment net of tax	-	-	894,134	-	-	-	894,134	360,063	1,254,198
Actuarial gain/(loss) on retirement benefit obligation net of tax	-	-	-	-	-	(144)	(144)	(339)	(483)
Net result from equity-accounted investees	-	-	2,646	-	-	61	2,707	16	2,723
Effect of translation of foreign operations from EAI	-	-	-	37,501	-	-	37,501	10,142	47,643
<b>Total Comprehensive income for the year</b>	-	-	<b>896,780</b>	<b>37,501</b>	-	<b>(39,768)</b>	<b>894,513</b>	<b>363,711</b>	<b>1,258,225</b>
<b>Transactions with owners of the Company, recognized directly in equity</b>									
Dividends-(15% Cumulative preference shares)	-	-	-	-	-	-	-	(38)	(38)
Transfer of excess depreciation on revaluation	-	-	(79,406)	-	-	79,406	-	-	-
<b>Total transactions with owners of the company</b>	-	-	<b>(79,406)</b>	-	-	<b>79,406</b>	-	<b>(38)</b>	<b>(38)</b>
<b>Balance at 31 March 2022</b>	362,611	8,128	6,036,673	78,841	167,080	1,269,037	7,922,369	2,495,379	10,417,748

The notes on pages 6 to 8 form an integral part of these financial statements.

## Statement of changes in equity - Company

(All amounts in Sri Lanka Rupees thousands)

	Stated Capital	Capital Reserves	FVOCI Reserve	General Reserves	Equity Reserve - Acquisition under common control	Accumulated Profit / (Losses)	Total Equity
<b>Balance at 1 April 2022</b>	<b>362,611</b>	<b>8,128</b>	<b>184,167</b>	<b>166,718</b>	-	<b>(94,041)</b>	<b>627,583</b>
Profit/(loss) for the year	-	-	-	-	-	(36,995)	(36,995)
Other comprehensive income	-	-	-	-	-	(366)	(366)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(37,361)</b>	<b>(37,361)</b>
<b>Balance at 31 March 2023</b>	<b>362,611</b>	<b>8,128</b>	<b>184,167</b>	<b>166,718</b>	<b>-</b>	<b>(131,403)</b>	<b>590,222</b>
Loss for the period	-	-	-	-	-	79,533	79,533
Other comprehensive income	-	-	-	-	-	(1,504)	(1,504)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>78,030</b>	<b>78,030</b>
Acquisition under common control	-	-	-	-	2,228,212	-	2,228,212
<b>Balance as at 31 March 2024</b>	<b>362,611</b>	<b>8,128</b>	<b>184,167</b>	<b>166,718</b>	<b>2,228,212</b>	<b>(53,374)</b>	<b>2,896,464</b>

	Stated Capital	Capital Reserves	FVOCI Reserve	General Reserves	Equity Reserve - Acquisition under common control	Accumulated Profit / (Losses)	Total Equity
<b>Balance at 1 April 2021</b>	<b>362,611</b>	<b>8,128</b>	<b>184,167</b>	<b>166,718</b>	-	<b>(39,458)</b>	<b>682,166</b>
Profit/(loss) for the year	-	-	-	-	-	(55,357)	(55,357)
Other comprehensive income	-	-	-	-	-	774	774
<b>Total Comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(54,583)</b>	<b>(54,583)</b>
<b>Balance at 31 March 2022</b>	<b>362,611</b>	<b>8,128</b>	<b>184,167</b>	<b>166,718</b>	<b>-</b>	<b>(94,041)</b>	<b>627,583</b>

The notes on pages 6 to 8 form an integral part of these financial statements.

# CEYLON HOTELS CORPORATION PLC



## Statement of cashflows

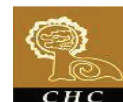
(All amounts in Sri Lanka Rupees thousands)

	Group		Company	
	2024 (Unaudited)	2023 (Audited)	2024 (Unaudited)	2023 (Audited)
<b>For the year ended March 31</b>				
Profit/(loss) before income tax from operations	(118,269)	(242,912)	57,180	(36,995)
Profit/(loss) before income tax from discontinued operations	-	858,867	-	-
<b>Profit before income tax</b>	<b>(118,269)</b>	<b>615,955</b>	<b>57,180</b>	<b>(36,995)</b>
<b>Adjustments for:</b>				
Depreciation on property, plant and equipment	165,170	159,007	6	6
Amortization of intangible assets	885	4,889	-	-
Amortization of Right-Of-Use assets	4,430	4,550	-	-
Provision for employment benefit obligation	6,699	4,362	978	1,226
Provision/ (reversal) for impairment - Trade receivables	10,852	1,191	-	-
Provision/ (reversal) for impairment - Other receivables	6,911	304	-	-
Impairment provision for amounts due from related companies	3,975	1,431	183	4,137
Provision/ (reversal) for inventory	3,391	1,773	-	-
Share of results of equity accounted investee	25,110	34,068	-	-
Finance income	(287,617)	(323,089)	(71,192)	(94,684)
Finance costs	271,173	293,480	-	111,303
Change in fair value gain/(loss) on fair value through profit or loss	10,488	109	10,488	109
Impairment provision for equity accounted investee	-	4,899	-	-
Change in fair value of investment property	-	(1,725)	-	-
Gain on disposal of assets held for sale	-	(780,026)	-	-
Reclassification of foreign currency differences on loss of significant influence	-	(78,841)	-	-
<b>Operating profit/(loss) before working capital changes</b>	<b>103,198</b>	<b>(57,663)</b>	<b>(2,357)</b>	<b>(15,007)</b>
(Increase)/decrease in Inventories	(44,645)	(10,755)	-	-
(Increase)/decrease in trade and other receivables	(129,592)	(166,171)	5,595	588
(Increase)/decrease in amounts due from related companies	66,433	(105,707)	192,147	30,435
Increase /(decrease) in trade and other payables	119,360	45,445	(7,551)	290
Increase/(decrease) in contract liabilities	1,812	(6,355)	-	-
Increase/(decrease) in amounts due to related companies	49,951	8,306	(187,789)	67,879
<b>Cash generated from/(used in) operating activities</b>	<b>166,517</b>	<b>(292,900)</b>	<b>45</b>	<b>84,186</b>
Income taxes paid	(16,082)	(40,186)	-	-
Interest paid	(189,917)	178,869	-	-
Employee benefit obligation paid	(3,916)	(1,469)	(902)	(229)
<b>Net cash generated from/(used in) operating activities</b>	<b>(43,398)</b>	<b>(155,687)</b>	<b>(857)</b>	<b>83,957</b>
<b>Cash flows from investing activities</b>				
Interest income received	273,976	323,089	-	-
Investment in FVTPL investments	-	(36,935)	-	(36,935)
Acquisition of property, plant & equipment	(357,307)	(19,588)	-	-
Acquisition of intangible assets	(1,435)	-	-	-
Investment in joint venture	-	(4,899)	-	-
Proceeds from disposal of assets held for sale	-	1,617,774	-	-
Addition of intangible assets	-	(1,005)	-	-
<b>Net cash generated from/(used in) investing activities</b>	<b>(84,766)</b>	<b>1,878,436</b>	<b>-</b>	<b>(36,935)</b>
<b>Cash flows from financing activities</b>				
Proceeds from borrowings	-	6,447	-	(45,350)
Dividend paid to shareholders outside the Group	(76)	(94)	-	-
Principle element of lease payment	(38,306)	(44,952)	-	-
Repayment of borrowings	(369,041)	(858,764)	-	-
<b>Net Cash generated from/(used in) financing activities</b>	<b>(407,423)</b>	<b>(897,363)</b>	<b>-</b>	<b>(45,350)</b>
<b>Net Increase/(decrease) in cash &amp; cash equivalents</b>	<b>(535,588)</b>	<b>825,386</b>	<b>(857)</b>	<b>1,672</b>
<b>Movement in cash and cash equivalents</b>				
At the beginning of the period	2,204,430	1,379,043	572	(1,101)
Net Increase/(decrease) in cash & cash equivalents	(535,588)	825,386	(857)	1,672
<b>At the end of the period</b>	<b>1,668,842</b>	<b>2,204,430</b>	<b>(285)</b>	<b>572</b>
<b>Cash and cash equivalents at the end of the financial period consist of the following.</b>				
Cash in hand and banks	1,894,970	2,624,187	-	572
Bank overdrafts	(226,128)	(419,757)	286	-
	<b>1,668,842</b>	<b>2,204,430</b>	<b>(286)</b>	<b>572</b>

The notes on pages 6 to 8 form an integral part of these financial statements.

# CEYLON HOTELS CORPORATION PLC

## Notes to the condensed consolidated interim financial statements



(all amounts in the notes are in Sri Lanka Rupees thousands unless otherwise stated.)

### 1. General Information

Ceylon Hotels Corporation PLC ("the Company") is a public limited liability company incorporated and domiciled in Sri Lanka and is listed on the Colombo Stock Exchange. The registered office of the Company is located at 327, Union Place, Colombo 02.

The Company and its subsidiaries (together "the Group") refer to United Hotels Company (Pvt) Limited, Tissa Resort (Pvt) Limited, CHC Foods (Pvt) Limited, The Kandy Hotels Company (1938) PLC, Suisse Hotels (Pvt) Limited, Air Line Services Limited, Ceylon Hotels Maldives (Pvt) Limited and the Group's interest in equity-accounted investees. Ceylon Holidays Holding (Pvt) Limited, CHC Rest House (Pvt) Limited and Suisse Hotel Kandy (Pvt) Limited are joint ventures for the Group.

### 2. Basis of preparation

The condensed interim condensed financial statements for the quarter ended March 31, 2024, of the Company and the Group have been prepared in accordance with Sri Lanka Accounting Standard LKAS 34, 'Interim Financial Reporting'. These interim statements should be read in conjunction with the audited financial statements for the year ended March 31, 2023.

### 3. Segment information

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

### 4. Accounting policies and estimates

The accounting policies are in line with the policies published in the audited financial statements for the year ended March 31, 2023.

The preparation of condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing the condensed consolidated interim financial statements, the significant judgments made by the management in applying the group's accounting policies and the sources of uncertainty in estimates are consistent with the audited financial statements for the year ended March 31, 2023.

### 5. Stated Capital

The number of shares representing the stated capital is 180,030,942 ordinary shares and 1,200,000 non-cumulative preference shares as of March 31, 2024.

### 6. Contingent liabilities

There has not been a significant change in the nature of the contingent liabilities, which were disclosed in the audited financial statements for the year ended March 31, 2023.

### 7. Effect of changes in composition of the Group

**United Hotels Company Limited ('UHCL') and its subsidiaries become fully owned subsidiaries of The Kandy Hotels Company (1938) PLC ('KHC').**

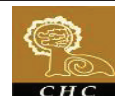
- United Hotels Company Limited was a subsidiary of Ceylon Hotels Corporation PLC with 67.51% stake until July 2023.
- Pursuant to the market announcements and shareholder circulars made, KHC's Board of directors recommended to its shareholders the acquisition of 83.89% of the issued share capital of UHCL, an affiliate of the Company, through a share swap.
- The shareholders approved it on May 31, 2023, and the SEC approved on July 4, 2023.
- Consequent to the approvals, the proposed allotment and share transfer took place on July 14, 2023. The new shares were listed on the CSE on July 20, 2023. The Company has issued 176,809,253 for a total consideration of Rs. 2,645,066,425/-.
- The total number of ordinary shares of KHC in issue has increased to 754,309,253 (March 31, 2023: 577,500,000). The stated capital has now been enhanced to Rs. 2,661,816,425/- (March 31, 2023: Rs. 16,750,000).
- The aforementioned restructure resulted in UHCL and its subsidiaries becoming fully owned subsidiaries of KHC.
- Equity reserve (termed 'Acquisition under common control') was created of Rs. 2.2 Billion in the Company reflecting the fair value gain from share swaps with UHCL and KHC. However, this does not impact the consolidated reserves, as the structural change took place within common control.

There has not been a change in the composition of the Group which require disclosures in the financial statements for the year ended March 31, 2024.



# CEYLON HOTELS CORPORATION PLC

## Notes to the condensed consolidated interim financial statements



(all amounts in the notes are in Sri Lanka Rupees thousands unless otherwise stated.)

### 8. Related Party Transactions

The company carries out transactions in the ordinary course of its business with the following related entities, whose details are reported below:

For the 03 months ended 31st March In LKR '000	Note	Company	
		2024	2023
<b>i) Transactions with Subsidiary Companies</b>			
<b>The Kandy Hotels Company (1938) PLC (KHCL)</b>			
Expenses paid by company on behalf of KHCL (net of settlement)	A	169	146
Settlement of temporary advances to KHC	B	44,719	32,563
Settlement of expenses paid by CHC on behalf of KHC	A	(84)	(186)
<b>United Hotels Company Ltd (UHCL)</b>			
Temporary advance given from CHC/(received from UHCL)	B	74,225	(51,234)
Expenses paid by company on behalf of UHCL	A	(569)	140
Settlement of Expenses paid by company on behalf of UHCL	A	-	(221)
<b>CHC Foods (Pvt) Ltd</b>			
Expenses paid by CHC on behalf of CHC Foods	A	496	417
Settlement of Expenses paid by CHC on behalf of CHC Foods	A	(9)	(432)
Temporary Advance given from CHC/ (received from CHC Foods)	B	9,343	-
Settlement of temporary advances from CHC to CHCF	B	(1,200)	-
<b>Tissa Resort (Pvt) Ltd</b>			
Expenses paid by CHC on behalf of Tissa Resort (Pvt) Limited	A	9	65
Settlement of Expenses paid by CHC on behalf of Tissa Resort (Pvt) Limited	A	(4)	(317)
Temporary Advance to Tissa Resort (Pvt) Limited	B	(80,330)	-
Shareholder advances	B	-	53,050
<b>Airline Services (Pvt) Ltd</b>			
Expenses paid by CHC PLC on behalf of ALSL	A	-	16
<b>ii) Transactions with Joint Venture Companies</b>			
<b>CHC Rest Houses (Pvt) Ltd (CHC RH)</b>			
Expenses paid by CHC on behalf of CHC RH	A	819	935
Settlement of Expenses paid by CHC on behalf of CHC RH	A	(826)	(470)
<b>Ceylon Holiday Holdings (Pvt) Ltd (CHoH)</b>			
Expenses paid by CHC on behalf of CHoH	A	-	238
Interest Charged	C	2,545	2,971
<b>iii) Transactions with Parent company</b>			
<b>Ceylon Hotel Holdings (Pvt) Ltd (CHH)</b>			
Interest charged by company	C	10,811	17,058
Settlement of interest	C	(44,719)	(84,480)

### Non recurrent Related Party Transactions

There are no non-recurrent related party transactions for the period ended 31st March 2024.

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 term in nature.

C) Terms and conditions related to inter company borrowings/lendings :

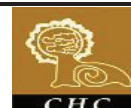
Company	Party	Repayment
Ceylon Hotel Corporation PLC	Lender	AWPLR + 1.5%
Ceylon Hotel Holdings (Pvt) Ltd	Borrower	
Ceylon Holiday Holdings (Pvt) Ltd	Borrower	AWPLR

### 9. Events after the reporting period

No circumstances have arisen since the statement of financial position date that require adjustments to, or disclosure in the financial statements.

# CEYLON HOTELS CORPORATION PLC

## Share Information



### 1. Public shareholdings

Information pertaining to public shareholding is as follows:

	<u>31 Mar 2024</u>	<u>31 Mar 2023</u>
Public holding percentage	22.71%	22.71%
Public shareholding	40,891,429	40,891,429
Number of public shareholders	7,852	7,687
Float adjusted market capitalisation (Rs.)	776,815,512	920,057,153

As the float-adjusted market capitalization is less than Rs. 2.5 billion, Ceylon Hotels Corporation PLC complies under option 5 of the listing rules 7.14.1 (a) with the minimum public holding.

### 2. Directors' shareholdings

The details of shares held directly by the Directors and their close family members as at March 31, 2024 are as follows.

Name of Director	Number of shares
Mr. Lakshman Samarasinghe (deceased)	5,590
Mr. Priyantha Pushpakumara Maddumage	1

None of the Directors and their close family members other than those disclosed above directly held any shares in the Company.

### 3. Twenty largest ordinary shareholders of the Company

	Names of shareholders	Position	No of Shares	%
1	National Development Bank PLC/ Ceylon Hotels Holdings (Pvt) Ltd	1	60,245,919	33.46
2	Ceylon Hotel Holdings (Pvt) Ltd	2	37,994,096	21.10
3	Employees Provident Fund	3	21,519,334	11.95
4	Rosewood (Pvt) Limited- Account No. 1	4	18,343,901	10.19
5	Seylan Bank PLC/ARRC Capital (Pvt) Ltd (Collateral)	5	10,791,878	5.99
6	Seylan Bank Ltd/The Galle Face Hotel Co .Ltd	6	10,365,500	5.76
7	Bank of Ceylon - No 2 A/C (BOC PTF)	7	4,237,070	2.35
8	Hotel International (Pvt) Ltd	8	1,048,230	0.58
9	Sithlanka ( Private ) Limited	9	447,706	0.25
10	Dr. G.S.Perera	10	307,012	0.17
11	Senkadagala Finance PLC/ Mr. S. Gobinath	11	270,000	0.15
12	Seylan Bank PLC/Arrc Capital (Pvt) Ltd	12	267,178	0.15
13	Mr. K. N. Karunarathne	13	217,500	0.12
14	Mr. S.A. Jayathilake	14	202,277	0.11
15	Mr. I.D. Bandarigodage	15	200,000	0.11
16	Mr. S. Abishek	16	148,572	0.08
17	Mr. L.S.W. Abharana Dewage	17	143,900	0.08
18	Mr. S.M.Hassan Mohamed (Deceased)	18	139,146	0.08
19	Dr.A.A.M. Dharmadasa	19	127,731	0.07
20	Miss. C.P. Gomez	20	125,000	0.07
21	PMF Finance PLC/ N.R. Waidyasekara	21	124,289	0.07
22	Cocoshell Activated Carbon Company (Pvt) Limited	22	123,000	0.07
	<b>Sub total</b>		<b>167,389,239</b>	<b>92.98</b>
	Balance held by others		12,641,703	7.02
	<b>Total number of shares</b>		<b>180,030,942</b>	<b>100.00</b>

### 4. Market Price per share

For the quarter ended 31 March

	<u>2024</u>	<u>2023</u>
	(Rs.)	(Rs.)
Highest Market Price	<b>21.90</b>	24.00
Lowest Market Price	<b>18.00</b>	15.80
Last Traded Price	<b>19.00</b>	22.50