

M&S Managers & Secretaries (Private) Limited

8 Tickell Road Colombo 8 Sri Lanka
Telephone : +94 11 2015900
Fax : +94 11 2015950, 2015960
E-mail : ms@msl.lk
Company Reg. No.: PV 5625

13th October 2023

Mr. Renuke Wijewardhane
Chief Regulatory Officer
Colombo Stock Exchange
World Trade Centre
Colombo 01

Dear Sir,

Vidullanka PLC – Corporate Disclosure – Section 8 Amalgamation of group subsidiaries

On behalf of our client Vidullanka PLC, we wish to inform you that The Board of Directors of Vidullanka PLC has resolved on 12th October 2023 to amalgamate its fully owned subsidiaries, Lower Kotmale Oya Hydro Power (Pvt) Limited, Udawela Hydro (Pvt) Limited and Rideepana Hydro (Pvt) Limited with Vidullanka PLC. The amalgamation is to be carried out without any considerations, and as per the provisions of section 242 (short form amalgamation) of the company's act No 7 of 2007.

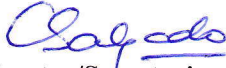
Each of the subsidiary companies mentioned above owns and operates one mini hydro power plant whilst, the parent company, Vidullanka PLC owns and operates three more mini hydro power plants. The Lower Kotmale Oya Hydro Power (Pvt) Limited owns and operates the 4MW Lower Kotmale Oya MHPP. Udawela Hydro (Pvt) Limited owns and operates the 1.4MW Udawela MHPP and Rideepana Hydro (Pvt) Limited owns and operates the 1.75MW Rideepana MHPP. The amalgamation will result in the business operations of all six mini hydro power plants brought under Vidullanka PLC representing a total installed capacity of 14.25MW.

Having developed hydro, solar and dendro power plants in Sri Lanka in addition to two hydro power plants overseas, Vidullanka PLC is focusing on restructuring its operations in the hydro power segment to focus on operational efficiencies, enhance sharing of resources and performance monitoring.

These amalgamations will result in Vidullanka PLC operating the Lower Kotmale Oya MHPP, Udawela MHPP and Rideepana MHPP directly and the supply of electricity generated to the National Grid. Given the fact that Vidullanka PLC is already operating three similar power plants (Bambarabatuoya MHPP, Batathota MHPP and Wembiyagoda MHPP), the amalgamation is not expected to result in any material changes to the business affairs of Vidullanka PLC.

Yours faithfully,

**For and on behalf of the Board
MANAGERS & SECRETARIES (PRIVATE) LIMITED**


Director/Secretaries