

18th March, 2026.

Colombo Stock Exchange
#04-01 West Block,
World Trade Centre,
Echelon Square,
Colombo 01.

Attn: Ms. Nilupa Perera
Chief Regulatory Officer

Dear Madam,

Re. DIESEL & MOTOR ENGINEERING PLC –FIRST INTERIM DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDING 31ST MARCH 2026

We write to inform you that the Directors of the abovementioned Company have decided to declare an interim dividend to the shareholders of the Company for the financial year ending 31st March 2026. We give below the information required to be furnished in terms of rule 7.1 of the Listing Rules of the Colombo Stock Exchange:-

1. Dividend per share –Ten Rupees (LKR10/-).
2. In terms Article 13 of the Articles of Association of the Company, the Directors may declare an interim dividend without the sanction of the shareholders of the Company at a General Meeting.
3. A certified extract of the resolution passed by the Board of Directors of the Company is attached.
4. Ex-Dividend Date – 27th March 2026
5. Record Date – 30th March 2026
6. Date of Payment through SLIPS/RTGS – 6th April 2026
7. Date of dispatch of dividend Cheques – 21st April 2026
8. This dividend will be subject to Advance Income Tax (AIT) at 15%
9. The Books of the Company will not be closed.
10. Financial year applicable for the dividend – first interim dividend for financial year ending 31st March 2026

We hereby undertake to forward the Directors' Certificate of Solvency and the Certificate of Solvency issued by the Auditors of the Company, in due course.

Yours faithfully,
For and on behalf of
Diesel & Motor Engineering PLC



Dinali Gurusinghe
Company Secretary