

14th December 2022

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
04-01 West Block
Echelon Square
World Trade Center
Colombo 1

Dear Sir,

AUDITOR'S REPORT CONTAINING DISCLAIMER OF OPINION – NAWALOKA HOSPITALS PLC

We write in accordance with Rule 7.5 (d)(i)(A)(5) of the Listing Rules of the Colombo Stock Exchange.

- a) The Shares of the Company will be transferred to the Watch List of the CSE with effect from 15th December 2022 as the Audited Financial Statements for the year ended 31st March 2022 contain a disclaimer of opinion, as per Rule 7.5 (d)(i)(A)(4).
- b) The remedial action proposed to be taken by the Company to resolve the matters giving rise to the disclaimer of opinion will be notified in the subsequent announcement.
- c) The time period within which such remedial action will be taken by the Company would be notified in the subsequent announcement.
- d) In terms of Rule 7.5(d)(i)(A)(5)(d) of the Listing Rules of the CSE, the Company further announces that,

(i) In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the Exchange within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the company for such deviation;

(ii) In the event the matters giving rise to the disclaimer of opinion are not resolved within a period of six (06) months from the date of transferring the Securities of the company to the Watch List, the trading of Securities of the company shall be suspended. In the event the trading suspension continues for a period in excess of twelve (12) months, the securities of the company shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

(iii) In the event the matters giving rise to the disclaimer of opinion are resolved, such fact shall be announced to the Market via the CSE in the form of a declaration by the Board of Directors of the company which shall be accompanied with a confirmation issued by the Audit Committee of the company stating that the matters giving rise to the disclaimer of opinion have been resolved.

Yours faithfully,

By Order of the Board of Nawaloka Hospitals PLC



Charuni Gunawardana
Director

C G Corporate Consultants (Private) Limited
Secretaries for NAWALOKA HOSPITALS PLC



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