Corporate Services
(Private) Limited
An affiliate of F. J. & G. de Saram

3rd January 2025

Mr. Renuke Wijayawardhane
Chief Regulatory Officer,
Colombo Stock Exchange (CSE),
04-01 West Block,
World Trade Centre,
Echelon Square,
Colombo 01.

Dear Sir,

ANNOUNCEMENT ON THE PROPOSED SUBDIVISION OF SHARES IN WATAWALA PLANTATIONS PLC.

We write to inform you that the Board of Directors of Watawala Plantations PLC (the "Company") has resolved to subdivide the ordinary shares of the Company currently amounting to two hundred and three million three hundred and eight thousand six hundred and thirty three (203,308,633) ("Pre-Subdivision Shares") into one billion sixteen million five hundred and forty three thousand one hundred and sixty five (1,016,543,165) ordinary shares ("Post-Subdivision Shares") on the basis of one (01) Pre-Subdivision Share held by each shareholder into (05) ordinary shares.

The Golden Share held in the Company by the Secretary to the Treasury for and on behalf of the State of the Democratic Socialist Republic of Sri Lanka, conferring on the holder thereof, the rights specifically set forth in Article 5 of the Articles of Association of the Company, shall not be subject to the proposed subdivision of shares.

The details pertaining to the aforementioned subdivision of shares are as follows:

1. The Article 13(2) of the article of association of the Company (the "Articles"), as quoted below, permits the Company to subdivide all of the shares in the Company or all of the shares in a particular class of shares in the Company by following a procedure to effect such subdivision as the Board of Directors may consider appropriate.

   "*The Company may subdivide all of the shares in the Company or all of the shares in a particular class of shares in the Company into a greater number of shares, in proportion to those shares, leaving unaffected the relative voting and distribution rights of the holders of those shares, by following a procedure to effect such subdivision as the Board may consider appropriate.*"

2. The proportion at which the subdivision will be carried out is as one (01) Pre-Subdivision Share be subdivided into (05) ordinary shares.

216, de Saram Place, Colombo 10, Sri Lanka
Tel: (+94 11) 2669771 (dir)/(+94 11) 4605100 (gen)/ 4718200/26777864 Fax: (+94 11) 4718220/2677863 Email: corporateservices@corporateservices
Website: www.corporateservices.lk

3. Number of Pre-Subdivision Shares is two hundred and three million three hundred and eight thousand six hundred and thirty three (203,308,633) ordinary shares and pursuant to the proposed subdivision the number of Post-Subdivision Shares will be one billion sixteen million five hundred and forty three thousand one hundred and sixty five (1,016,543,165) ordinary shares.

4. The current stated capital of the Company is LKR 511,848,339 and the proposed subdivision will not result in any change of the stated capital of the Company.

5. The increase of shares by way of a subdivision is subject to shareholder approval at a General Meeting and the approval by the CSE.

We will submit the requisite documentation for the concurrence of the CSE within the next 7 market days.

Yours faithfully,

Chief Executive Officer
CORPORATE SERVICES (PRIVATE) LIMITED
Secretaries
WATAWALA PLANTATIONS PLC