

**P W Corporate Secretarial (Pvt) Ltd**  
(Company Registration No. PV 65966)

January 09, 2024

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

Dear Sir,

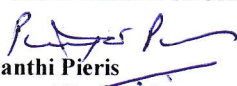
**WASKADUWA BEACH RESORTS PLC ("Company") RIGHTS ISSUE OF  
ORDINARY VOTING SHARES – CORPORATE DISCLOSURE**

We write to inform you that the Board of Directors of the Company, at their meeting held on 9<sup>th</sup> January 2024 resolved to increase the Company's Stated Capital by the infusion of fresh capital in a sum of Rs. 678,288,405/- by way of a Rights Issue as follows:

- (1) **Number of shares to be issued by way of Rights:** 376,826,892 Ordinary Shares.
- (2) **The proportion in which shares are to be issued:** Thirty Five (35) new Ordinary Shares for every Fifty Two (52) existing Ordinary Shares held by the Shareholders in the Register of Shareholders as at end of Trading on the Date of Entitlement.
- (3) **The consideration for which the shares are to be issued:** Rs. 1.80 per share.
- (4) **The current Stated Capital of the Company:** Rs. 2,901,702,750/- represented by 559,857,096 Ordinary Shares.
- (5) **The proceeds of the Issue are to be utilized for the following purposes:**
  - (i) Settle outstanding related party loans of the Company borrowed from Hikkaduwa Beach Resort PLC amounting to Rs. 342,427,902/-, which is within the subscription amount by Hikkaduwa Beach Resort PLC under its entitlement in the Rights Issue.
  - (ii) Retire an amount equivalent to Rs. 335,860,503/- out of the outstanding non-related party loans borrowed from a Bank.
- (6) The Rights Issue is subject to the Colombo Stock Exchange approving in principle, the issue and listing of Ordinary Shares and obtaining Shareholder's approval by way of an Ordinary Resolution, at a General Meeting.

Yours faithfully

**BY ORDER OF THE BOARD OF WASKADUWA BEACH RESORTS PLC  
P W CORPORATE SECRETARIAL (PVT) LTD**

  
**Priyanthi Pieris**  
Director / Secretaries

CW/sf