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

14th September 2026

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

Attn: Ms. Nilupa Perera
Chief Regulatory Officer

Dear Sirs,

VOLUNTARY OFFER (SUBSEQUENTLY CONVERTED TO A MANDATORY OFFER) BY ARCASIA INVESTMENT & TRADING (PVT) LTD AND ATX PARTNERS (PVT) LTD TO PURCHASE ALL THE REMAINING ISSUED AND PAID-UP ORDINARY SHARES IN INDUSTRIAL ASPHALTS (CEYLON) PLC ("IAC")

We write for and on behalf of our clients Arcasia Investment & Trading (Pvt) Ltd and ATX Partners (Pvt) Ltd ("Offerors") with reference to the captioned matter and in terms of Rule 24 of the Company Take-overs and Mergers Code 1995 (as amended in 2003) (the "Code"). We wish to inform you that the captioned offer (the "Offer") which commenced on 21st August 2026, closed on 12th September 2026. Pursuant to the closing of the Offer, the details of the acceptances received by the Offerors are as follows.

Description	Number of Shares	Percentage
The total number of shares for which valid acceptances of the Offer have been received.	1,880,693,010	50.16%
Shares held prior to the offer period	NIL	NIL
The total number of shares acquired or agreed to be acquired during the offer period by the Offerors	NIL	NIL

The above acceptances were received from only two (2) shareholders of IAC, namely, Mr. Ramanan Govindasamy and Mr. Srikumar Balasubramaniyam, being persons with whom the Offerors entered into binding agreements to purchase their shares in IAC under the Offer. As stipulated in the offer document dated 19th August 2026 (the "Offer Document"), the Offer is subject to and conditional upon the Offerors acquiring more than 50% of the shares of IAC pursuant to the Offer.

Subsequent to the receipt of such acceptances, the shares of IAC were transferred to the Watch List of the CSE on 7th September 2026 due to the non-submission of the Annual Report for the financial year ended on 31st March 2026 and given the transfer of shares of IAC to the Watch List, Mr. Ramanan Govindasamy, being an executive director of IAC, cannot, in terms of Rule 7.5.e.(i)(7) of the Listing Rules exercising his rights to transact, directly or indirectly, in the shares of IAC whilst the shares are on the Watch List, unless prior approval is obtained from the Securities and Exchange Commission of Sri Lanka ("SEC").

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By its letter dated 11th September 2026, the SEC informed the Offerors that approval will not be granted for the transfer of shares of persons restricted under Rule 7.5.e.(i)(7), until IAC remedies the non-compliance which resulted in its placement on the Watch List.

Further, in terms of Rule 24 of the Code, we hereby request you to make an announcement regarding the above on the trading floor.

Yours faithfully,

Director
CORPORATE SERVICES (PRIVATE) LIMITED
Registrars to the Offer