



E. B. CREASY & CO., PLC.

ESTABLISHED 1878

19th May 2021

Mr. R. Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
Level 4, West Tower
World Trade Centre
Echelon Square
COLOMBO 1.

Dear Sir,

RELATED PARTY TRANSACTIONS

In terms of Section 9 of the Listing Rules of the Colombo Stock Exchange we write to inform of the following, Proposed Related Party Transaction to be entered into between E.B. Creasy & Company PLC (EBC) and Related Company Lankem Ceylon PLC (LCPLC) :

- (i) Date of the transaction and applicable period - Date – transaction yet to take place
Period- 2021/2022
- (ii) Name of relevant Related Party - Lankem Ceylon PLC (LCPLC)
- (iii) Relationship between the Entity and the Related Party - Related Company
- (iv) Details of the transaction - Purchase of the Property situated at Gonawala, Sapugaskanda (Depicted in Plan as "Alubogahawatta" and "Batadombagahawatta") containing a total extent of A5-R1-P27.90 for a total consideration of Rs.600Mn from Lankem Ceylon PLC (LCPLC)
- (v) Rationale for entering into the transaction - Expansion of production facilities and also to mitigate the Operational risks by setting up additional production lines at a separate location and develop the Company's own storage facilities.

COMPANY NO. PQ 182

P.O.BOX 37, 98, SRI SANGARAJA MAWATHA, COLOMBO 10, SRI LANKA
FAX: 94 (1) 2448534, TELEPHONE: 94 (1) 2421311, 4766000.



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- (vi) The Related Party Transactions Review Committee of the Entity is of the view that the transaction is on normal commercial terms, and is not prejudicial to the interests of the Entity and its minority shareholders and the Related Party Transactions Review Committee has reviewed the opinion obtained from an independent expert in relation to the valuation of the property prior to forming its view on the transaction.
- (vii) The aggregate value of the Related Party Transactions - Rs. 6,488,389/-
for the financial period 2021/2022 with Lankem Ceylon PLC
(excluding the aforesaid transaction)
- (viii) Aggregate value of all Related Party Transactions - Rs. 144,485,256/-
for the same financial period 2021/2022
(excluding the aforesaid transaction)

Yours faithfully,

By Order of the Board

E.B. CREASY & COMPANY PLC

CORPORATE MANAGERS & SECRETARIES (PVT) LTD

Secretaries

ts/-

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