

28 May 2020

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

Dear Sir,

Extension of Timelines for submission of Financial Statements
Disclosures in terms of Circular No:03-04-2020 of the Colombo Stock Exchange

In compliance with Circular No.03-04-2020 dated 10 April 2020 and to the subsequent Circular No: 06-05-2020 dated 14 May 2020 of the Colombo Stock Exchange (CSE), we wish to inform you that we are unable to submit the Interim Financial Statements for the Quarter Ended 31 March 2020 to the CSE on the due date (i.e. 31 May 2020) as per the Listing Rules, due to the delays caused to the Company's activities in the wake of COVID-19 outbreak.

Turnover

As per the Unaudited Financial Statements, the Group recorded a turnover of LKR 9.85 BN for the year ended 31 March 2020 compared to LKR 12.77 BN of the previous year.

Brief of future outlook

As the Covid-19 pandemic situation is still uncertain, it is difficult to quantify the future business impact on the Company. Further, the Government's decision to restrict imports of most of the categories of vehicles we market could have a medium term negative impact on our revenue from vehicle sales once the current stocks are exhausted.

In order to minimize the impact, our focus will be on after sales revenue from service, repairs and parts, which has potential for growth in the event the import restrictions are extended.

Message to the investors

Our investors can maintain the same level of confidence entrusted upon the Company before the outbreak of pandemic until we release the interim financial statements and the Annual Report as soon as possible.

Further, we confirm that we have informed the Directors, Key Management Personnel and other related parties who have access to unpublished price-sensitive information to take additional precautions in the event such parties intend to trade during the delayed period of information submission.

Yours faithfully,

UNITED MOTORS LANKA PLC



Rinoza Hisham
Company Secretary