

22nd April 2021

Mr. Renuka Wijeyawardhane,
Chief Regulatory Officer,
Colombo Stock Exchange,
04-01 West Block,
World Trade Centre,
Echelon Square,
Colombo 01.

Dear Sir,

CORPORATE DISCLOSURE UNDER SECTION 08 OF THE LISTING RULES

Hayleys Fabric PLC, engaged in manufacture of fabric for the export-oriented garment industry, entered into an agreement with Ambeon Holdings PLC on 22 April 2021 to acquire a majority equity of South Asia Textiles Limited. This is keeping in line with Hayleys Fabric PLC's strategic plan to expand capacity to cater to a higher value-added fabric for the export-oriented garment industry.

Thank you.

Yours faithfully

HAYLEYS FABRIC PLC



A. M. Pandithage
Chairman