

KOTAGALA PLANTATIONS PLC.

Company Reg. No. PQ 174

53 1/1, Sir Baron Jayatilaka Mawatha, Colombo 01, Sri Lanka.

23rd May, 2025

Our Ref : SEC/KP/21

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

Dear Sir,

RIGHTS ISSUE OF SHARES

We write to inform you that at a meeting of the Board of Directors of Kotagala Plantations PLC held today, 23rd May, 2025 the Directors resolved to issue Eighty Four Million Six Hundred and Twenty Eight Thousand One Hundred and Twenty Five (84,628,125) Ordinary Shares at a price of Rs. 9.00 per share by way of a Rights Issue in the proportion of One (01) new Ordinary Share for every Four (04) existing issued Ordinary Shares held, subject to approval by the Shareholders.

Further the Board of Directors have resolved that, in their opinion, the consideration for which the shares are to be issued is fair and reasonable to the entity and all existing shareholders.

The proceeds from the Rights Issue will be utilized for the following purposes:

1. To settle Related Party Debts
2. To repay Broker Borrowings
3. For future Working Capital requirements

The Stated Capital of the Company is Rs. 1,571,362,510/-.

Further, the Rights Issue is subject to the Exchange approving, in principle, the issue and listing of shares and obtaining Shareholder approval at an Extraordinary General Meeting of the Company.

Yours faithfully,

By Order of the Board,

KOTAGALA PLANTATIONS PLC

CORPORATE MANAGERS & SECRETARIES (PVT) LIMITED



Secretaries

Managing Agents: **Lankem Tea & Rubber Plantations (Pvt) Limited**

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