LANKEM
Developments PLC

P.O. Box 919, 98, Sri Sangaraja Mawatha, Colombo 10
Tel: 011 7766000 / 011 5566000
Fax: 011 2334473
Company No. PQ86

11th November 2024

Our Ref : SEC/LDL/587

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 by a Resolution of the Board of Directors of Lankem Developments PLC adopted on 11th November 2024, the Directors have resolved to issue Forty Million (40,000,000) Ordinary Shares at a price of Rs. 15.00 per share by way of a Rights Issue in the proportion of One (01) new Ordinary Share for every Three (03) 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 the Related Party dues
2. For further investment in Subsidiary Company and
3. For future Working Capital requirements

The Stated Capital of the Company is Rs. 1,558,005,620/-.

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,
LANKEM DEVELOPMENTS PLC
CORPORATE MANAGERS & SECRETARIES (PVT) LIMITED

Secretaries
NN/-