

CIRCULAR TO SHAREHOLDERS

LAUGFS GAS PLC

PROPOSED LISTING OF LAUGFS ECO SRI LIMITED ('COMPANY') VIA AN INTRODUCTION PURSUANT TO THE ARRANGEMENT CARRIED OUT BY LAUGFS GAS PLC

The purpose of this Circular is to inform the Shareholders of Laugfs Gas PLC, the present status of the proposed Listing and the Introductory Document of Laugfs Eco Sri Limited.

The draft Initial Listing Application was submitted to the Colombo Stock Exchange (CSE) initially in the year 2018 for their comments/ approval for the proposed Listing. As per their observations on the submissions of same, an additional information/clarification were provided several times.

Pursuant to the last communication had with the CSE in September 2021, they have requested the Company to submit an Initial Listing Application once the ongoing litigation between Laugfs Eco Sri Limited and Commissioner of Motor Traffic (CMT) is concluded.

The Status pertaining to the litigation between Laugfs Eco Sri Limited and CMT in Commercial High Court is at the stage of filing of objections by the CMT and due to Covid Pandemic situation the case was postponed and it is proceeding as of now.

The CSE in consultation with the Securities Exchange Commission had written to us on the litigation matter which is quoted below:

"In the above circumstances, The CSE has decided that the Initial Listing Application submitted by the Company would be processed by the CSE only upon the aforesaid legal proceedings between Laugfs Eco Sri Limited and CMT is concluded. This would ensure that adequate clarity is provided to the investing public with regard to the legal basis of operations of the company and also eliminate any potential uncertainties on the going concern of the company."

Accordingly, CSE requested us to re-submit an Initial Listing Application to them once all litigation between the company and CTM is concluded.



P.Kudabalage

Group Managing Director/GCEO

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