



**P W Corporate Secretarial (Pvt) Ltd**  
(Company Registration No. PV 65966)

October 1, 2026

Ms. Nilupa Perera  
Chief Regulatory Officer  
Colombo Stock Exchange  
#04-01, West Block  
World Trade Centre  
Echelon Square  
Colombo 01

Dear Madam

**LANKA WALLTILES PLC (LWL/COMPANY) ANNOUNCEMENT**

- (I) RIGHTS ISSUE OF SHARES  
(II) AMALGAMATION OF LANKA WALLTILES PLC'S WHOLLY OWNED SUBSIDIARY, VALLIBEL PLANTATION MANAGEMENT LIMITED WITH LANKA WALLTILES PLC

- (I) **Rights Issue of Shares** - Pursuant to Rule 5.2(b) of the Listing Rules of the Colombo Stock Exchange ("CSE"), we write to inform you that the Board of Directors of LWL at the meeting held today, 1st October 2026 resolved to recommend a Rights Issue of Ordinary Voting Shares for approval of the Shareholders of the Company. The Rights Issue is subject to the CSE approving in principle the listing of Shares and obtaining Shareholder approval at an Extraordinary General Meeting on a date to be decided in due course.

The details of the Rights Issue are as follows: -

|                                                       |                                                                                                                                                                                                                                                                                                          |
|-------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Instrument                                            | Ordinary Voting Shares                                                                                                                                                                                                                                                                                   |
| No. of Shares to be issued                            | 128,470,588 Shares                                                                                                                                                                                                                                                                                       |
| Value per Share                                       | Rupees Thirty Nine (Rs.39/-) per share                                                                                                                                                                                                                                                                   |
| Value of the issue                                    | Rs. 5,010,352,932/-                                                                                                                                                                                                                                                                                      |
| Existing shareholding (No. of ordinary voting shares) | 273,000,000                                                                                                                                                                                                                                                                                              |
| Entitlement ratio                                     | 8 new Ordinary Voting Shares for every 17 Ordinary Voting Shares held                                                                                                                                                                                                                                    |
| Type of offering                                      | Rights Issue                                                                                                                                                                                                                                                                                             |
| Current Stated Capital of the Company                 | LKR 787,765,000.00                                                                                                                                                                                                                                                                                       |
| Purpose of the Rights Issue                           | The funds raised from the Rights Issue will be used to partially settle the Company's existing bank borrowings and overdue inter-company trade and other payables (all being interest bearing dues), thereby substantially strengthening the Company's overall financial position and capital structure. |

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- (II) Amalgamation of Lanka Walltiles PLC's wholly owned subsidiary, Vallibel Plantation Management Limited with Lanka Walltiles PLC - The Board at its meeting held today, 1st October 2026, further resolved to, immediately after completing the Rights Issue, amalgamate the Company's wholly owned subsidiary, Vallibel Plantation Management Limited with the Company; subject to the Company satisfying the solvency test, immediately after the amalgamation becomes effective.

Yours faithfully,

**BY ORDER OF THE BOARD OF LANKA WALLTILES PLC**  
**P W CORPORATE SECRETARIAL (PVT) LTD**



**Anusha Wijesekara**  
**Director/Secretaries**

DPP/aw