



BY HAND/REGISTERED POST

25th November 2020

To: Millennium Housing Developers PLC,
No. 28, Dr. Lester James Peries Mawatha,
Colombo 05.

CRO
FYA 26/11

Ref: SEC/LEG/20/11/21



N/P
26/11

Directive issued under Section 13(CC) of the Securities and Exchange Commission of Sri Lanka Act No. 36 of 1987 (as amended)

To keep the market informed of the significant findings of the Sri Lanka Accounting & Auditing Standards Monitoring Board relating to the Audited Financial Statements of Millennium Housing Developers PLC for the year ended 31st March 2018

The Securities and Exchange Commission of Sri Lanka at its 442nd meeting held on 11th November 2020 having deliberated upon the Letter of Warning dated 02nd January 2020 issued by the Sri Lanka Accounting and Auditing Standards Monitoring Board (SLAASMB) to the Auditors of Millennium Housing Developers PLC (MHDL);

- concluding that the Auditors of MHDL has failed to conduct the audit of financial statements of MHDL for the financial year ended 31st March 2018 in compliance with the requirements imposed by Sri Lanka Auditing Standards SLAuS 705 and SLAuS 240; and thereby
- the warning issued to the Auditor of the Company by SLAASMB advising to conduct its audit of financial statements in accordance with the requirements of applicable auditing standards in the future;

resolved that Millennium Housing Developers PLC be directed to make an immediate market disclosure on the warning dated 02nd January 2020 issued by SLAASMB to the Company Auditors on the audit report disclosed in the Annual Report of the Company for the financial year ended 31st March 2018.

The Commission arrived at the above decision considering the significant and material nature of the contents of the aforementioned Letter of Warning of SLAASMB to the investors and the shareholders of the Company to make an informed decision.

THEREFORE, Millennium Housing Developers PLC is hereby directed to make an immediate disclosure to the Colombo Stock Exchange on the warning issued on 02nd January 2020 by SLAASMB to its Auditors on the audit report disclosed in the Annual Report of the Company for the financial year ended 31st March 2018.

This directive is effective from the date hereof.



Chinthaka Mendis
Director General

Copies: Mr. Harshith Dharmadasa, Chairman, Millennium Housing Developers PLC
Mr. V.R Ramanan, Deputy Chairman, Millennium Housing Developers PLC
Mr. G. De Zoysa, Director, Millennium Housing Developers PLC
Mr. U.H. Paliakkara, Director, Millennium Housing Developers PLC
Mr. K.C.C. Perera, Director, Millennium Housing Developers PLC
Mr. J. Rudra, Director, Millennium Housing Developers PLC
Mr. A. Waidyasekera, Chief Executive Officer, Millennium Housing Developers PLC
Mr. Rajeeva Bandaranaike, Chief Executive Officer, Colombo Stock Exchange