



Corporate Services (Private) Limited

An affiliate of F. J. & G. de Saram

03rd March 2023

BY CSE WEB PORTAL

The Colombo Stock Exchange (CSE)
#04-01, West Block
World Trade Centre
Echelon Square
Colombo 1

Attn. Mr. Renuke Wijeyawardhane
Chief Regulatory Officer

Dear Sirs,

FURTHER ANNOUNCEMENT REGARDING NON-COMPLIANCE WITH RULES ON CORPORATE GOVERNANCE AND THE COMPOSITION OF THE RELATED PARTY TRANSACTIONS REVIEW COMMITTEE

We write for and on behalf of our client Melstacorp PLC (the Company) and further to the notice of non-compliance published on 25th January 2023 in respect of Rule 7.10.6 (a) and Rule 9.2.2 of the Listing Rules of the CSE.

In consequence of the demise of Mr. Ranjeevan Seevaratnam, an independent non-executive Director of the Company, and also the Chairman of the Audit Committee and the Related Party Transactions Review Committee, as required by Rule 7.10.6 (a) we list out below the status of compliance by the Company with the same.

1. Number of Directors comprising the Board of Directors of the Listed Entity: 09
2. Status of compliance

No.	Details of non-compliance	Minimum number of directors as per Listing Rule	Current Status (number of directors)
01	Chairman or one member of the Audit Committee is a member of a recognized professional accounting body	01	00

3. Declaration

Melstacorp PLC hereby declares that the Entity has failed to comply with the Corporate Governance Requirements set out in Rule 7.10 of the CSE Listing Rules to the extent disclosed above.

4. Compliance

The Company undertakes to appoint a new member to the Audit Committee who is also a member of a recognized professional accounting body as soon as possible in terms of Rule 7.10.6 of the Listing Rules of the CSE. In the interim, the Company has appointed Mr. Reyaz Mihular as a Competent Independent Expert to advise on matters which arise in relation to the Audit Committee and the Related Party Transactions Review Committee.

Dr. A. N. Balasuriya, an independent non-executive director, is appointed as the new Chairman of the Audit Committee and the Related Party Transactions Review Committee until such time permanent appointments are made for the said position in the committees referred herein in compliance with the Continuing Listing Requirements of CSE.

Yours faithfully,



Chief Executive Officer
CORPORATE SERVICES (PRIVATE) LIMITED
Secretaries
MELSTACORP PLC
-/RSK/NI