

December 15, 2020

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
#04-01, West Block, World Trade Centre,
Echelon Square
Colombo 01

Dear Sir,

Serendib Hotels PLC - Corporate Disclosure

Pursuant to Section 8 of the Listing Rules of the Colombo Stock Exchange, the Board of Directors of the Company wish to inform you that Eden Hotel Lanka PLC has purchased shares of Serendib Hotels PLC from Hemas Holdings PLC, for a total consideration of Sri Lankan Rupees Seven Hundred Ninety One Million Seven Hundred Twenty Three Thousand One Hundred and Thirty Six (LKR 791,723,136) as detailed below on December 15, 2020:

- a) 42,735,335 (56.59%) ordinary voting shares at a price of LKR 14/20 per share amounting to a total sum of Sri Lankan Rupees Six Hundred and Six Million Eight Hundred Forty One Thousand Seven Hundred and Fifty Seven Only (LKR 606,841,757); and
- b) 19,258,477 (53.48%) ordinary non-voting shares at a price of LKR 9/60 per share amounting to a total sum of Sri Lankan Rupees One Hundred and Eighty Four Million Eight Hundred Eighty One Thousand and Three Hundred and Seventy Nine Only (LKR 184,881,379).

The Board further wishes to inform that pursuant to the aforementioned transaction, Eden Lanka Hotel PLC has become the controlling shareholder of the Company, and is therefore obliged to make a mandatory offer to the remaining shareholders of the Company in terms of Rule 31 of the Company Takeover and Mergers Code 1995 (as amended).

Yours faithfully,
Serendib Hotels PLC



Abbas Esufally
Chairman