

9th April 2019

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



Dear Sir

**NON-COMPLIANCE OF MINIMUM PUBLIC HOLDING
HUNAS FALLS HOTELS PLC – PQ 72**

In terms of Rule 7.13.2 (a) of the Listing Rules of the Colombo Stock Exchange, it is hereby informed that the Company is not compliant with the minimum Public Holding percentage specified by Rule 7.13.1 (a) as at 29th March 2019.

The current status of the Company as at 29th March 2019 is as follows;

- Existing Float Adjusted Market Capitalization – Rs. 66,116,250/-
- Percentage of public holdings – 6.53%
- Total No. of Shareholders representing the public holding – 1850

Serenity Lake Leisure (Private) Limited and the Suspense Accounts in the name of 'Mandatory Offer by Serenity Lake Leisure (Private) Limited to acquire all the Ordinary Shares of Hunas Falls Hotels PLC-(Resident)' and 'Mandatory Offer Ledger (Reserve Account)' have been considered as one shareholder.

The steps to be adopted by the Company to comply with the said Section would be notified later.

Consequent to the share transaction took place on the 14th January 2019, Serenity Lake (Private) Limited has announced a Mandatory Offer in terms of the Rule 31 of the Company Take-overs and Mergers Code 1995 as amended in 2003.

Yours faithfully
HAYLEYS GROUP SERVICES (PRIVATE) LIMITED


Secretaries for HUNAS FALLS HOTELS PLC

DG
PB Circulate
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