

NEXIA CORPORATE CONSULTANTS (PVT) LTD.

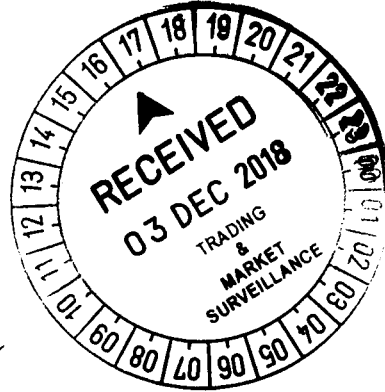
(PV 106)

Corporate Secretaries & Management Consultants

3 December 2018.

Mr. Renuka Wijayawardhane
Chief Regulatory Officer,
Colombo Stock Exchange,
04 – 01, West Block,
World Trade Centre,
Echelon Square,
Colombo 1.

SR
P/B Chredate
03/12



Dear Sir,

SINGHE HOSPITALS PLC –
ANNOUNCEMENT IN TERMS OF RULE 7.5 (d)(II)(4) OF THE LISTING
RULES OF COLOMBO STOCK EXCHANGE

We wish to state as follows, on behalf of Singhe Hospitals PLC:

1. The securities of the Company has been transferred to the Watch List by the Colombo Stock Exchange (CSE) due to the audited financial statements for the year ended 31 March 2018 contains an emphasis of matter on going concern.
2. As the remedial action, the Company intends to convert the loan of Rs.50,650,00/- given to the Company by Mr. A.M. Weerasinghe, Chairman of the Company, together with the interest thereon, into equity by way of a private placement with the sanction of the CSE and the shareholders of the Company.
3. Such remedial action would be taken on or before 31 January 2019.

The Company also wishes to state that:

- (a) In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the CSE within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Company, for such deviation.

- (b) In the event the matters giving rise to the emphasis of matter on going concern are not resolved within a period of fifteen (15) months from the date of transferring the Securities of the Company to the Watch List, the trading of Securities of the Company shall be suspended. In the event the trading suspension continues for a period in excess of twelve (12) months, the securities of the Company shall be delisted by the Board of Directors of the CSE in terms of Rule 10.3(a) of the Listing Rules.
- (c) In the event the matters giving rise to the emphasis of matter on going concern are resolved and such fact is independently verified by an auditor during the period the Securities of the Company are on the Watch List, it shall be announced to the market via the CSE forthwith.

Yours faithfully,

NEXIA CORPORATE CONSULTANTS (PRIVATE) LIMITED

NEXIA CORPORATE CONSULTANTS (PVT) LTD.
PVT LTD


SECRETARIES TO
SINGHE HO SPFAES PLC

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