



CARSONS MANAGEMENT SERVICES (PRIVATE) LIMITED
No. of Company PV 315

10th August 2020

Mr. Renuke Wijayawardhane
Chief Operating Officer
Colombo Stock Exchange
Level 4, 4-1, West Tower
World Trade Centre, Echelon Square,
Colombo 1

Our Ref.: CINV/CSE/ANN/2020/NS/04

Dear Sir,

ANNOUNCEMENT

CEYLON INVESTMENT PLC

FINAL DIVIDEND OF RS.1/- PER SHARE ON THE ORDINARY SHARES OF THE COMPANY FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2020

As allowed by Articles 125(i) and Articles 135 of the Articles of Association of the Company, the Directors of Ceylon Investment PLC have recommended to declare a Final Dividend of Rs.1/- per Share which will consist of Cents 25 (Rs.0.25) per share in Cash and Cents 75 (Rs.0.75) per share in the form of a Scrip Dividend, on the Ordinary Shares of the Company for the Financial year ended 31st March 2020, subject to Shareholders' approval at the forthcoming Annual General Meeting scheduled for Monday, 14th September 2020.

The total dividend of **Rs.99,451,059/-** would be distributed entirely out of dividend income received by the Company which is part of the retained earnings as at 31st March 2020 and therefore, the said dividend would not be subjected to withholding tax and also will not be liable for Income tax in the hands of the resident or non-resident Shareholders as per the notice dated 8th April 2020 published by the Department of the Inland Revenue.

The said dividend distribution would be made to the Shareholders as follows in compliance with the revised Listing Rule 7.1(c) of the Colombo Stock Exchange as notified via Circular No.: 06/2020 dated 16th June 2020;

i. CASH DIVIDEND OF CENTS 25 (RS.0.25)

1st payment - Within 02 Market Days from and excluding the 'XD' date to Shareholders who have provided accurate dividend disposal instructions to the CDS or the Company as relevant by providing their bank account number(s) - **on/before 17th September 2020.**

2nd payment - Within 14 Market Days from and excluding the 'XD' date to Shareholders who have not provided accurate bank account details or have not provided any bank account details - **on/before 6th October 2020.**

ii. SCRIP DIVIDEND OF CENTS 75 (RS.0.75)

Scrip shares will be allotted on 14th September 2020, upon the Shareholders approving same by adopting the relevant resolution. The Company will directly upload the Scrip shares to the CDS accounts within 07 Market Days from and excluding the date of this Annual General Meeting - **on/before 23rd September 2020.**

The following table reflects the number of shares to be issued, the proportion and consideration at which shares are to be issued out of the retained earnings as at 31st March 2020 and the Scrip Dividend based on the number of issued ordinary shares as at 14th September 2020.

Cont...2/-

1. In terms of Rule 7.1 of the Listing Rules of the Colombo Stock Exchange, we furnish the following details;

	Ordinary Shares
Existing number of ordinary shares as at 7th August 2020	99,451,059
The number of shares to be issued (this is on the basis of Cents 75 (Rs.0.75) per existing share)	Maximum 1,888,311
The proportion in which the shares are to be issued	1 share for every 52.6666735511 shares
Consideration for which the shares are to be issued, market value of a share as at 7th August 2020	Rs.39/50
Current Stated Capital of the Company as at 7th August 2020	Rs.763,496,522/66 consisting of 99,451,059 ordinary shares
Amount to be capitalized for the issue of shares - Scrip Dividend	Rs.74,588,294/25

For Shareholders whose shareholding do not qualify for the minimum threshold of the above Scrip Dividend or where there are residual fractions of shares arising out of the Scrip Dividend, such Shareholders will receive a proportionate payment in cash, as necessary for satisfying their dividend entitlement which will be added to the Cash Dividend.

2. The above Dividend is subject to Shareholders' approval at the Annual General Meeting of the Company by way of an Ordinary Resolution, as required by Article 135 of the Articles of Association of the Company and Section 56(1) of the Companies Act, No. 07 of 2007.
3. The financial year applicable for the dividend - year ended 31st March 2020.
4. The transfer books of the Company will be kept open.
5. The Scrip Dividend is subject to the Colombo Stock Exchange approving in principle the issue and listing of shares and obtaining Shareholders' approval in terms of the Company's Articles of Association.

We enclose herewith a certified extract of the Minutes of the Board Meeting held on 10th August 2020 and the Solvency Certificate signed by the Directors of the Company pertaining to the said Dividend payment (Cash and Scrip Dividend).

We undertake to forward to you a certified copy of the Certificate of Solvency issued by Messrs. KPMG, Auditors of the Company prior to submitting the Declaration to the Colombo Stock Exchange.

Yours faithfully,
for and on behalf of
CEYLON INVESTMENT PLC
Carsons Management Services (Private) Limited



Director
Secretaries
ks/aw/vw/ns



Encl. a/s