



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

12th May 2015

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

Our Ref: PEG/2015/CSE/ANN/IJ/02

Dear Sir,

PEGASUS HOTELS OF CEYLON PLC
50 CENTS PER SHARE ON THE ORDINARY SHARE CAPITAL OF THE COMPANY
AS THE FIRST & FINAL DIVIDEND FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2015

We wish to inform you that as per Article 16(1) of the Articles of Association of the Company, the Directors of Pegasus Hotels of Ceylon PLC have recommended to declare a First & Final Dividend of 50 cents per Share on the Ordinary Share Capital of the Company for the Financial year ended 31st March 2015 subject to Shareholders' approval at the forthcoming Annual General Meeting scheduled for 17th June 2015 and the said dividend would be paid to the shareholders on 26th June 2015.

The details of the Dividend distribution is given below;

1. First & Final Dividend of 50 cents (per share) amounting to total dividend outflow of Rs. 15,195,769/-.
2. Out of the First & Final Dividend, 16 cents (per share) amounting to Rs. 4,935,377/- would be paid out of dividend income received by the Company and would not be subjected to tax; and
3. 34 cents (per share) out of the First & Final Dividend amounting to Rs. 10,260,392/- would be paid out of profits and income of the Company, which would be subject to a dividend tax of 10%.

A certified true copy of the extract of the Minutes of the Board Meeting held on 12th May 2015 pertaining to the approval of the First & Final Dividend and Solvency Certificate issued by the Directors of the Company are enclosed for your reference.

We undertake to forward to you a certified copy of the Certificate of Solvency issued by M/s. KPMG, Chartered Accountants, Auditors of the Company prior to dispatch the Dividend payment on 26th June 2015.

The transfer books of the Company will be kept open.

Yours faithfully
for and on behalf of
PEGASUS HOTELS OF CEYLON PLC
Carsons Management Services (Private) Limited

Director
Secretaries

Enc.

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E-mail : carsons@carcumb.com Web site : www.carsoncumberbatch.com
Directors : H. Selvanathan (Chairman), M. Selvanathan, S. K. Shah, P. C. P. Tissera,
K. C. N. Fernando, A. P. Weeratunge, Mrs. K. D. de Silva, K. Selvanathan

CEYLON STOCK EXCHANGE
12/05