



BY FAX/BY HAND

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

6th March 2019

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/CSE/ANN/2019/PM/01

Dear Sir,

PEGASUS HOTELS OF CEYLON PLC

FIRST INTERIM DIVIDEND OF 55 CENTS PER ORDINARY SHARE FOR THE FINANCIAL YEAR ENDING 31ST MARCH 2019

We wish to inform you that as per Article 16(2) of the Articles of Association of the Company, the Directors of Pegasus Hotels of Ceylon PLC have recommended to declare a First Interim Dividend of 55 cents per Ordinary Share for the Financial year ending 31st March 2019.

As per Article 16(2) of the Articles of Association of the Company, the payment of a First Interim dividend does not require the Shareholders' approval.

The details of the First Interim Dividend of 55 cents per Ordinary Share for the year ending 31st March 2019 are given below;

The total outflow of the Dividend is Rs. 16,715,345/90 out of which;

- i) Rs. 431,846/- would be paid out of dividend income received by the Company which has already been subjected to tax and,
- ii) Rs. 16,283,499/90 would be paid out of operational profits of the Company which would be subject to a dividend tax of 14%.

The above dividend payment would be dispatched to the Shareholders on/before 26th March 2019.

We attach herewith a certified extract of the Board Resolution No. PEG/2019/05 dated 1st March 2019 and a certified copy of the Solvency Certificate signed by the Directors of the Company pertaining to the said dividend payment.

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 dispatching the Dividend payment on/before 26th March 2019.

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

-/ns/pm

Encl: a/s