



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

11th January 2017

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

Our Ref: SHAL/CSE/ANN/2017/DM/02

Dear Sir,

SHALIMAR (MALAY) PLC (the Company)

ANNOUNCEMENT IN TERMS OF RULE 9.3.1 OF THE LISTING RULES OF THE COLOMBO STOCK EXCHANGE.

RELATED PARTY TRANSACTION BETWEEN THE COMPANY AND SELINSING PLC

We write with reference to the announcement made by the Company to the Colombo Stock Exchange (CSE) on 8th December 2016, regarding the repurchase of shares by the Company.

We wish to inform you that Selinsing PLC (SELI), a Subsidiary Company of Carson Cumberbatch Group, has accepted the repurchase offer made by the Company in respect of 165,552 shares held by SELI, and payment of consideration by the Company to SELI in respect of the said shares tendered to be repurchased by the Company, amounts to a Non – Recurrent Related Party Transaction in terms of Rule 9 of the Listing Rules of the Colombo Stock Exchange (CSE).

Accordingly, the following disclosure is made in terms of Rule 9.3.1 of the Listing Rules of the CSE, as the value of the said transaction exceeds 5% of the Total Assets of Shalimar (Malay) PLC as per its latest audited financial statements.

i) Name and Relationship between the Company and the related party:

Selinsing PLC and Shalimar (Malay) PLC are subsidiary Companies of Carson Cumberbatch PLC.

ii) Date of the transaction or the period:

The payment date to SELI is 11th January 2017.

iii) Details of the transaction:

SELI was entitled to accept 165,552 shares offered for repurchase by the Company and SELI has accepted the repurchase offer in respect of the said 165,552 shares.

Accordingly, the Company has paid SELI a total consideration of LKR 380,471,606/40 in respect of the said 165,552 shares repurchased by the Company.

iv) Rationale for entering into the transaction:

Distribution of the net sales proceeds received from the sale of the Malaysian Plantation of the Company to the Shareholders of the Company.

v) The aggregate value of the Non – Recurrent Related Party Transactions for the financial year with SELI and the aggregate value of all related party transactions entered into by the Company with any related party during the same financial year.

The aggregate value of the Non – Recurrent Related Party transactions between the Company and SELI for the current financial year ending 31st March 2017 as of date of this announcement is Rs.380,778,134/- and the aggregate value of all related party transactions entered into by the Company for the current financial year ending 31st March 2017 as of date of this announcement is Rs.3,563,680,798/-.

The Related Party Transactions Review Committee (RPTRC) of Carson Cumberbatch PLC, which functions as the RPTRC of the Company, is of the view that the above stated transaction is on normal commercial terms and are not prejudicial to the interests of the Company and its minority shareholders and the RPTRC has not obtained an opinion from an independent expert prior to forming its view on the transaction.

The approval of the shareholders of the Company was not sought for the above transaction as it does not exceed 1/3rd of the total assets of the Company as per the latest audited financial statements as specified in Rule 9.1.1 of the Listing Rules of CSE.

Yours faithfully
for and on behalf of
SHALIMAR (MALAY) PLC
Carsons Management Services (Private) Limited



Director
Secretaries

Da/dm

