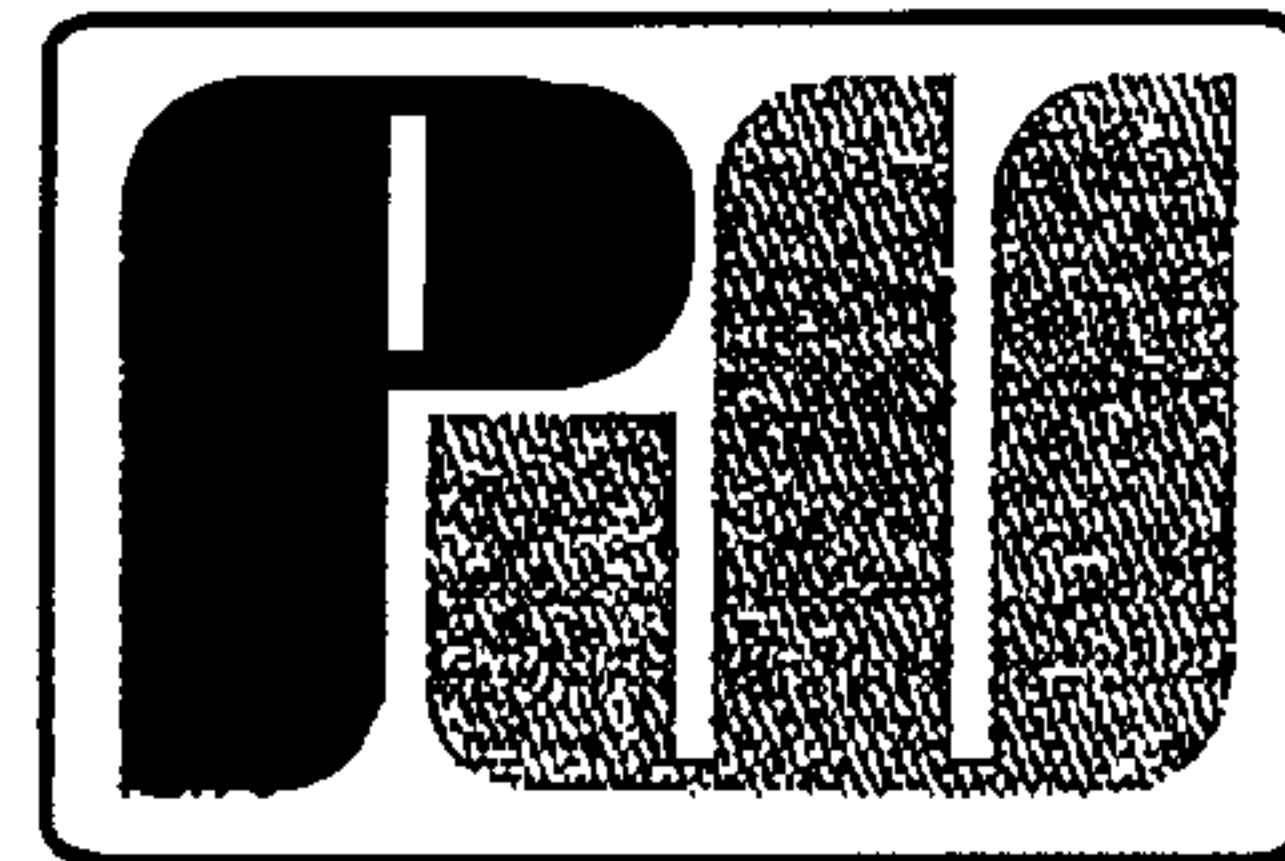


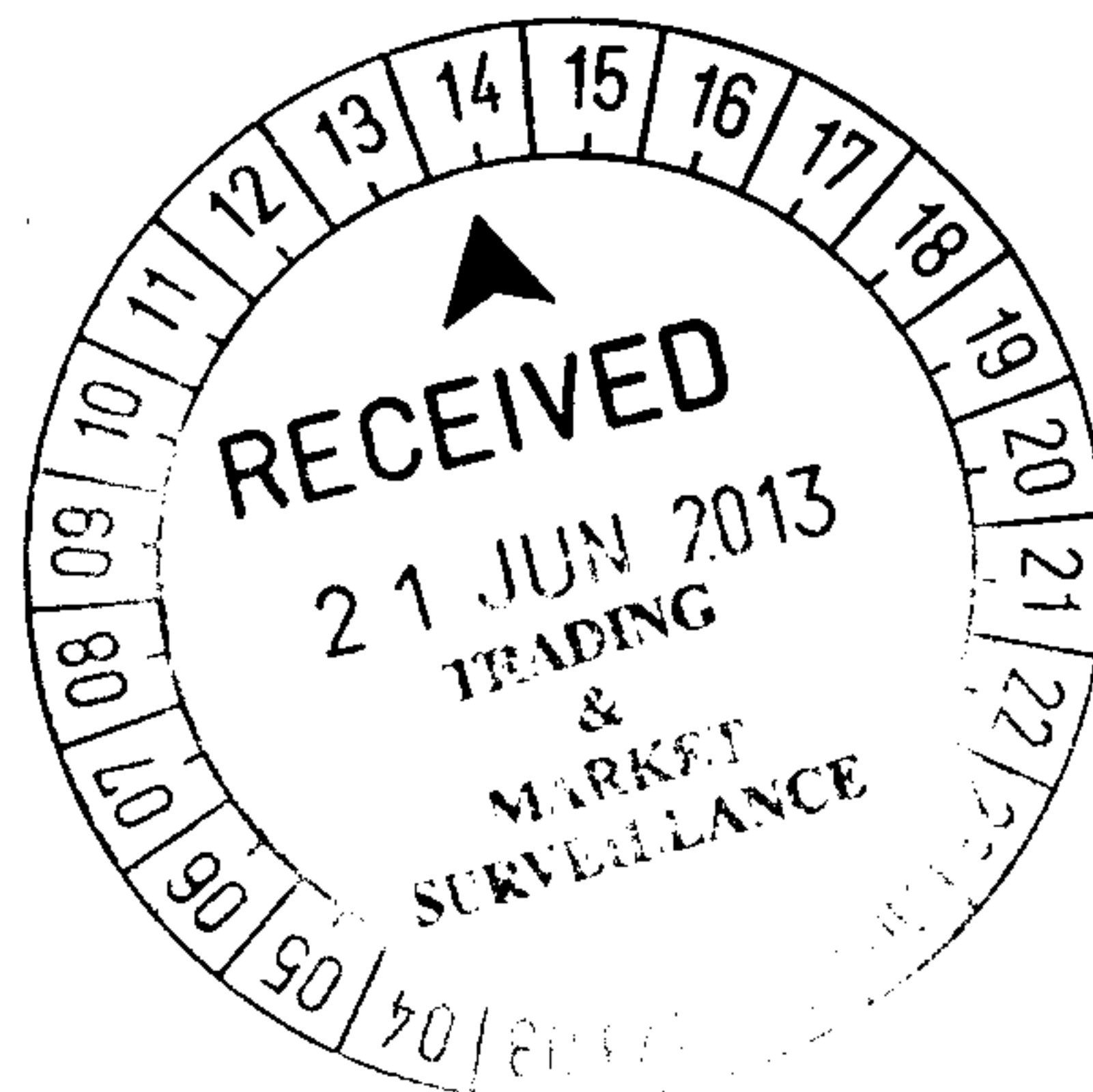
Fax: 2448925



P W Corporate Secretarial (Pvt) Ltd
(Company Registration No. PV 65966)

21st June 2013

Mr. Renuke Wijayawardhane
Assistant General Manager- Regulatory Affairs
Colombo Stock Exchange
#04-01 West Block
World Trade Centre
Colombo 01



Dear Sir

ANNOUNCEMENT

MANDATORY OFFER BY ROYAL CERAMICS LANKA PLC TO PURCHASE ALL THE REMAINING ORDINARY SHARES OF LANKA CERAMIC PLC (PO 157)

Further to the Announcement made by Royal Ceramics Lanka PLC (the Offeror) in terms of Rule 29(1) of the Takeovers and Mergers Code 1995 (as amended) on 20th June 2013, to the market, it is hereby announced that the Offeror purchased a further 51,834 shares constituting approximately 0.173% of the total shares in issue in Lanka Ceramic PLC at prices between Rs. 119/70 and Rs. 120/- per share on 20th June 2013.

Accordingly, the Offeror currently holds a total of **23,055,999** shares constituting approximately **76.853%** of the total shares in issue in Lanka Ceramic PLC.

The Offeror together with the parties acting in concert hold **26,439,539** shares constituting approximately **88.132%** of the total shares in issue in Lanka Ceramic PLC.

For and on Behalf of
Royal Ceramics Lanka PLC

Anusha Wijesekara
Director
P W Corporate Secretarial (Pvt) Ltd
Managers to the Offer

YR/TK
MD - PLS circulate
LW
21/06/13