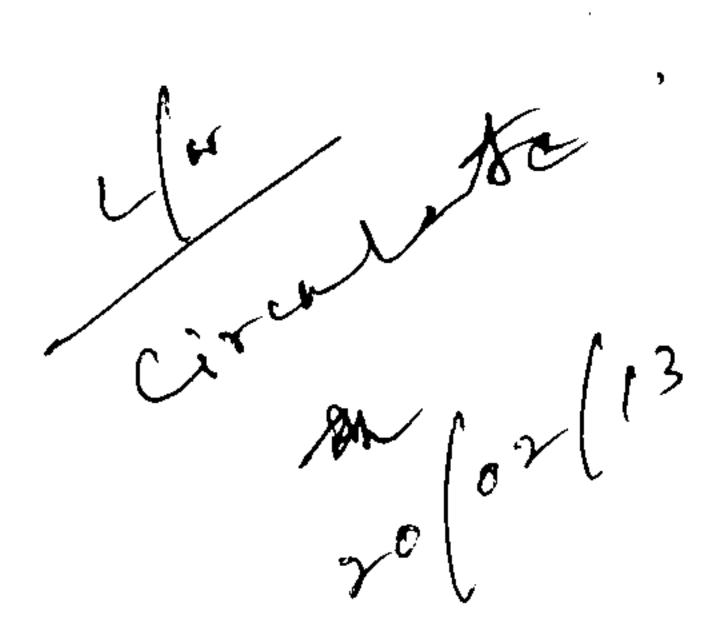




February 19, 2013

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



Dear Sir

ROYAL CERAMICS LANKA PLC ANNOUNCEMENT IN TERMS OF SECTION 8 OF THE LISTING RULES OF THE COLOMBO STOCK EXCHANGE

We write to announce that today, Royal Ceramics Lanka PLC entered into an Agreement with Lanka Commodity Brokers Limited (a company duly registered in Sri Lanka under the Companies Act No. 07 of 2007 bearing Registration No. PB 767, having its registered office at No. 722 Kotte Road, Rajagiriya) to sell its holding of 132,600,000 Shares constituting 51% in Asia Siyaka Commodities PLC (bearing Registration No. PV 3562 PB PQ) at a total consideration of Rs.371,280,000/-, subject to the parties observing and/or being in compliance with the Directions issued by the Securities and Exchange Commission of Sri Lanka (SEC) and the Rules of the Colombo Stock Exchange governing the sale and purchase of the said Shares and specifically the Rules of the Automated Trading System.

It is further announced that the said shares are "locked" and therefore not tradable until such dates as set out below in terms of the SEC letter dated 13th July 2012 issued to Asia Siyaka Commodities PLC, Ref SEC/COR/2012/07/189 and hence the sales would take place as set out below;

- (i) Thirty Three Million One Hundred and Fifty Thousand (33,150,000) of the said Shares constituting Twelve Point Seven Five per centum (12.75%) is "locked-in" until 4th March 2013. Therefore the transaction would take place immediately after 4th March 2013 upon the shares being unlocked at or for the price of Rupees Two and Eighty Cents (Rs.2.80) per share; and
- Ninety Nine Million Four Hundred and Fifty Thousand (99,450,000) of the said Shares constituting Thirty Eight Point Two Five per centum (38.25%) is "locked-in" until 11th June 2013. Therefore the transaction would take place immediately after 11th June 2013 upon the shares being unlocked at or for the price of Rupees Two and Eighty Cents (Rs.2.80) per share.

Yours faithfully
By Order of the Board of
ROYAL CERAMICS LANKA PLC
P W CORPORATE SECRETARIAL (PVT) LTD

KDYMC
Anusha Wijesekara
Director/Secretaries