



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

October 21, 2022

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
#04-01 West Block
World Trade Center
Colombo 01.

Dear Sir,

HELA APPAREL HOLDINGS PLC (THE COMPANY)
CORPORATE DISCLOSURE – SHARE ISSUANCES IN SUBSIDIARIES ARISING FROM IPO
PROCEEDS

In terms of Section 8.1 (b) of the Listing Rules of the Colombo Stock Exchange, the subsequent Corporate Disclosure made by the Company on 27th May 2022 (hereafter referred to as “the previous Corporate Disclosure”), and the disclosure of the full utilisation of proceeds arising from the Company’s Initial Public Offering (IPO) made in its Interim Financial Statements for the Quarter Ended 30 June 2022, we write to inform you of the completion of the share issuances arising from the IPO proceeds in accordance with the conditions stipulated in the Prospectus dated 28th December 2021 and the previous Corporate Disclosure.

As stated in the previous Corporate Disclosure, a total of Rs. 3,911,343,725 was allocated towards equity investments in subsidiaries of the Group. Accordingly, Rs. 3,911,343,725 has been invested by the Company in its direct subsidiary, Hela Clothing (Private) Limited. Thereafter, Hela Clothing (Private) Limited has invested Rs. 2,558,579,970 in its direct subsidiary, Foundation Garments (Private) Limited. Details of these equity investment are provided in the table below:

Investor	Subsidiary	% Shareholding of Investor Prior Share Issuance	Investment Amount (LKR)	Price per Share (LKR)	Number of Shares Issued	% Shareholding of Investor Following Share Issuance
Hela Apparel Holdings PLC	Hela Clothing (Private) Limited	100%	3,911,343,725/-	10	391,134,372	100%
Hela Clothing (Private) Limited	Foundation Garments (Private) Limited	100%	2,558,579,970/-	10	255,857,997	100%

(Contd...2)

The Company obtained Related Party Transactions Review Committee approval for the disbursements of funds and the Board of Directors of each respective subsidiary determined that the consideration for which the shares were issued was fair and reasonable to that company and all existing shareholders.

In addition, the Board of Directors wishes to reiterate that the Company remains committed to the objectives set out in the IPO Prospectus.

Yours faithfully

For and on behalf of

HELA APPAREL HOLDINGS PLC

P W CORPORATE SECRETARIAL (PVT) LTD

A handwritten signature in blue ink, appearing to read 'James M. Bayan', is written over the printed name of the Director/Secretaries.

DIRECTOR/SECRETARIES