

BY HAND

27<sup>th</sup> November 2015

Mr. U.G.S. Wijesinghe,  
Auditor General,  
306/72, Polduwa Road  
Battaramulla.

Dear Auditor General,

**Hotel Developers (Lanka) PLC [HDL]**

Please accept my congratulations on the assumption of Office today, as the Auditor General. It is indeed a significant coincidence, that whilst checking the draft of this Letter I had dictated, I telephoned former Auditor General Mr. S.C Mayadunne, who informed me that he had just visited to wish you. He is indeed a 'role model'.

Consequent to the vesting of the above-mentioned Company under Act No. 41 of 2011, I understand that you have been appointed the Auditor thereof.

In such circumstances, I am forwarding copies of the following for you / your staff to be apprised of:

- a) Representations made to Mr. C. Ramachandra, Competent Authority of HDL, in terms of Act No. 41 of 2011
  - i) Letter dated 30.7.2015 itemising a Synopsis, with copies of supporting documents; copied to Secretary Treasury, Deputy Secretary Treasury and Hon. Minister of Finance.
  - ii) Letter dated 7.8.2015, *vis-à-vis*, the Annual Reports of HDL for the Years 2010 to 2014, with copies of supporting documents; copied to Secretary Treasury, Deputy Secretary Treasury and Hon. Minister of Finance, and also to SJMS Associates, Registrar of Companies and Chairman, SEC.
  - iii) Letter dated 10.8.2015, *vis-à-vis*, the Annual Reports of HDL for the Years 2010 to 2014, with copies of supporting documents; copied to Secretary Treasury, Deputy Secretary Treasury and Hon. Minister of Finance, and also to SJMS Associates, Registrar of Companies and Chairman, SEC.
- b) Further Representations made to Securities & Exchange Commission of Sri Lanka
  - i) Letter dated 16.10.2015 re – Annual Report of HDL for the Year 2010, with copy thereof, deliberately suppressing the fraud referred to at ii) below, giving a completely misleading and false Report.
  - ii) Further Letter dated 21.10.2015 with Annual Report of 1990, rejected by Court, with the Auditors ordered and decreed by Court to be removed, and the Accounts to be re-stated by another Auditor, in the context of the major fraud, which had been established, with irrefutable evidence of criminality.
- c) Also attached are Letter dated 15.9.2015 of Secretary to the President giving a Presidential Directive, and the consequent Letter dated 6.10.2015 of Secretary, Ministry of Finance.

I also bring to your kind attention, that the former Chairman, Mr. T. Nadesan had been a substantial Shareholder and Director of a Company, Lanka Hotels & Residences (Pvt) Ltd., mooted by his ally Mr. Gamini Gunaratne, constructing a 306 Room competitive, Sheraton Hotel Colombo at 265, Galle Road, Colombo 3, without disclosure of such serious conflict of interest.

In such circumstances and other allegations, I suggest that an 'investigative audit' be done on the refurbishment program initiated and carried out by the former Chairman, Mr. T. Nadesan, and the sales / disposal of the old assets replaced – transparency of its procedure, sale prices and parties sold to. Mr. T. Nadesan was a close ally and relation of former President Mahinda Rajapakse, and then Competent Authority of HDL, Mr. S.C.B. Walgampaya, P.C., a Statutory Officer, regardless of the restrictions, had participated in political activity at the election; as per the attached Newspaper Statement, among others, under his signature.

Yours truly,



Nihal Sri Ameresekere, F.C.A. F.C.M.A., C.M.A., C.G.M.A., C.F.E – Former Director / Chairman, HDL

cc: Ms. Sagarika Delgoda, Chairperson, HDL  
Mr. C. Ramachandra, Competent Authority, HDL } Without copies of Documents referred to  
at a) and b) above