

10th November 2022

Colombo Stock Exchange,
Level 04-01, West Tower,
World Trade Center, Echelon Square,
Colombo 01.

Dear Sirs,

**CORPORATE DISCLOSURE UNDER SECTION 8 OF LISTING RULES OF THE
COLOMBO STOCK EXCHANGE**

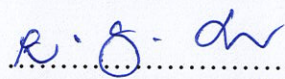
We write in terms of Section 8 of the Listing Rules of the Colombo Stock Exchange to notify that Lanka Credit and Business Finance PLC (the “Company”) has signed a Non-binding Indicative Term Sheet with Co-operative Leasing Company Limited (“CLCL”) on 9th November 2022 setting forth the preliminary understanding between the parties with regard to a potential amalgamation between the Company and CLCL in terms of Section 239 of the Companies Act No. 7 of 2007 with the Company being the amalgamated company.

This amalgamation is proposed in furtherance to the proposal of the Central Bank of Sri Lanka to consolidate Non-bank Financial Institutions. The Central Bank of Sri Lanka has granted its approval in principle for the said amalgamation.

The Term Sheet is however preliminary, indicative and non-binding with the eventual amalgamation being dependent on the parties fulfilling certain conditions, including the completion of a satisfactory due diligence and the receipt of the necessary approvals for the amalgamation.

Yours Faithfully

Lanka Credit and Business Finance PLC
LANKA CREDIT AND BUSINESS FINANCE PLC



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Director

Director

Board of Directors

Senior Professor Mr. W. M. Abeyrathna Bandara (Chairman),
Mr. K.G. Leelananda (CEO), (B.Sc), ICASL,
Mr. R.L. Masakorala (Dip. in MGT)
Mr. A.G. Maheen Priyantha (HRM at NIBM)
Mr. U.K. Harith Ruwan Ranasinghe (M.T. Japan)
Mr. K. 1. Weerasinghe (Dip in CA, Germany),

Mr. A.W. Nanayakkara (M.Sc) (LL.B) UK
Mr. V. Lokunarangoda (MD - Galle Highway Express)
Mr. S.W. Subasinghe (MBA) (B.Sc)
Mr. G.K. Nanayakkara (B.Sc)
Mr. D. Totawatte (B Com Q)(MA)(ACA)
Mr.M.Katulanda (Attorney-at-Law(LLM)UK

Registered No PQ 00251997
A Finance Company License by the Monetary Board of the
Central Bank of Sri Lanka under the Finance Business
Act No. 42 of 2011