

August 31, 2026

Chief Regulatory Officer
Colombo Stock Exchange
World Trade Centre
Colombo 01

Dear Madam,

ANNOUNCEMENT - RIGHTS ISSUE

The Board of Directors of Union Bank of Colombo PLC (the "Company") wishes to announce that the Board, at its meeting held on August 31, 2026, resolved to recommend to the Shareholders a Rights Issue of up to Sixty Seven Million Seven Hundred Twenty Two Thousand and Three Hundred Ninety Six (67,722,396) new ordinary voting shares at Sri Lankan Rupees Ten and Cents Forty Six (LKR 10.46) per share. The proposed Rights Issue is subject to the Colombo Stock Exchange/ granting approval in principle for the issue and listing of the new ordinary shares and approval of the shareholders at an Extraordinary General Meeting.

The Rights Issue will be offered to the registered ordinary voting shareholders of the Company at the end of trading on the record date, in the proportion of One (01) new Ordinary Voting Shares for every Sixteen (16) Ordinary Voting Shares held, by way of a Provisional Letter of Allotment. Rights may be renounced only in favor of the Central Depository Systems (Private) Limited (CDS). The stated capital of the Company as at the date of this announcement is Sri Lankan Rupees Sixteen Billion Three Hundred Thirty-Four Million Seven Hundred Eighty-One Thousand Seven Hundred Twenty-Four (LKR 16,334,781,724). The net proceeds of the Rights Issue after deducting the associated issue costs are intended to be utilized to improve Tier 01 capital and support loan book growth.

No. of shares to be issued	67,722,396 Ordinary Voting Shares
Price at which the shares are to be issued	LKR 10.46
The proportion in which shares are to be issued	One (01) new shares for every Sixteen (16) existing shares
Total capital to be raised	LKR 708,376,262
The current Stated Capital of the Company (As at June 30, 2026)	LKR 16,334,781,724
The purpose for which proceeds of rights are going to be used	To improve Tier 1 Capital Adequacy and to support the loan book.

An Extraordinary General Meeting of the shareholders of the Company will be convened for the purpose of passing the required resolutions and obtaining approval for the said proposed Rights Issue.

Yours sincerely,

By Order of the Board,

Union Bank of Colombo PLC



Dilshan Rodrigo
Director/Chief Executive Officer