Richard Pieris Group Services (Private) Limited

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PV 19792

24th June 2026

Ms. Nilupa Perera
The Chief Regulatory Officer
Colombo Stock Exchange 04-01
West Block
World Trade Centre Echelon Square
Colombo 01

Dear Madam

CORPORATE DISCLOSURE

DISCLOSURE ON PROFIT FOR THE YEAR FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER 2025

1. Profit Variance between Unaudited Q4 Accounts and Audited Financial Statements

The unaudited Profit for the year reported in the fourth-quarter submission amounted to LKR 230,818,306, whereas the audited Profit disclosed in the Annual Report was LKR 8,033,273. The variance is primarily due to a significant difference of LKR 320,084,000 in the insurance contract liability, which was subsequently reported by the appointed actuary.

This LKR 320,084,000 liability was not identified or reported by the appointed actuary at the time of preparing and publishing the unaudited quarterly financial statements. It was subsequently identified and reported by the appointed actuary after the preparation and publication of the unaudited quarterly financial statements but prior to the finalization of the audited financial statements.

As a result of this adjustment, the Profit for the year and deferred tax figures recorded in the audited annual financial statements differ significantly from those reported in the unaudited fourth quarter accounts.

2. Reconciliation of Profit for the year

The following table provides a detailed breakdown of the adjustments that led to the audited profit figure.

Item	Amount (LKR)
Profit for the year as per Q4 submission (Unaudited)	**230,818,306**
Change in insurance contract liability	(320,084,000)
Audit Adjustments	(44,991,471)
Deferred tax impact	142,290,438
Profit for the year as per Audited Annual Report	**8,033,273**

The Company remains committed to transparency and ensures that these adjustments were necessary to reflect a true and fair view of the financial position as at 31st December 2025 in the best interest of the Company.

For and on behalf of Arpico Insurance PLC

R Siriw

R J Siriweera
Director/Company Secretary
RICHARD PIERIS GROUP SERVICES (PRIVATE) LIMITED
SECRETARIES TO
ARPICO INSURANCE PLC