Corporate Services
(Private) Limited
An affiliate of F. J. & G. de Saram

13th August 2026

UPLOADED VIA WEB PORTAL

The Colombo Stock Exchange
#4-1, West Block,
World Trade Centre,
Echelon Square,
Colombo 01.

Attn: Ms. Nilupa Perera
Chief Regulatory Officer

Dear madam,

SALE OF SHARES OF CONTINENTAL INSURANCE LANKA LIMITED TO JANASHAKTHI PLC

We write for and on behalf of our client Melstacorp PLC (the '**Company**') to inform you that the Company has entered into an agreement (the '**Share Sale and Purchase Agreement'**) with Janashakthi PLC ('**Janashakthi**') for the sale of One Hundred Percent (100%) of the shareholding held by the Company in Continental Insurance Lanka Limited ('**CILL**'), for a total consideration of Sri Lankan Rupees Five Billion One Hundred Forty-Four Million Six Hundred Thirty-Six Thousand and Twelve (LKR 5,144,636,012/-) (the '**Transaction**').

Pursuant to the terms of the Transaction, the Company will initially sell and transfer to Janashakthi, Eighty-One Percent (81%) of the issued shares of CILL. The remaining Nineteen Percent (19%) will thereafter be sold and transferred in two tranches, comprising Nine Per Cent (9%) in the first year and Ten Percent (10%) in the subsequent year, in accordance with the terms of the Share Sale and Purchase Agreement entered into on 13th August 2026.

The Transaction is subject to obtaining the requisite approval of the Insurance Regulatory Commission of Sri Lanka ('**IRCSL**').

The board of directors of the Company are of the view that the Transaction in the best interest of the Company and its shareholders.

The Company will make further announcements to the Colombo Stock Exchange in respect of any material developments relating to the Transaction.

Yours faithfully,

Chief Executive Officer,
CORPORATE SERVICES (PRIVATE) LIMITED
Secretaries, Melstacorp PLC

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