

24th April 2026

Mrs. Kanishka Munasinghe
Vice President – Listing
Colombo Stock Exchange
04-01, West Block, World Trade Center
Colombo 01

Dear Madam,

JANASHAKTHI LIMITED – INITIAL PUBLIC OFFER 2026 – RESPONSE TO CONCERNS REGARDING BASIS OF ALLOTMENT TO NON-RETAIL INVESTORS

Further to a request made to us by the Colombo Stock Exchange to make a market announcement to address the criticisms made about the basis of allotment of shares to “non-retail investors” by the Company following the conclusion of the recent IPO, we wish to state as follows:

The Janashakthi IPO was the largest IPO on the Colombo Stock Exchange in the previous 14 years, amounting to over Five Billion Rupees. The Company was therefore aware of the importance of ensuring its success, not only for its own benefit but also from broader public sentiments of the market.

When approval was sought for the IPO in or around early February 2026, market sentiment was hugely positive, as reflected by the level of transactions and volumes on the share market at the time. However, following finalization of the IPO, there was a drastic shift in market sentiment due to the ongoing events in Middle East, leading to grave concerns on the eventual success of the IPO.

In the circumstances, the Company was compelled to proactively premarket the issue, particularly with local and foreign investors. These investors agreed to make firm commitments to apply for substantial subscriptions provided that they had reasonable assurances of receiving allocations based on their precommitments. Since the Company had a responsibility to take all reasonable measures within the Listing Rules of the Colombo Stock Exchange to ensure the eventual success of the IPO, it made such commitments based on practical considerations. The preferential allotments within the non-retail category is based on the above criteria.

Yours truly,

**For and on behalf of
Janashakthi Limited**



**JANASHAKTHI CORPORATE SERVICES LIMITED
Company Secretaries**