

2nd April 2026

Ms. Nilupa Perera
Chief Regulatory Officer
Colombo Stock Exchange
Level 4- 01 West Block
World Trade Centre, Echelon Square
Colombo 01

Dear Madam,

NATIONAL DEVELOPMENT BANK PLC ("NDB/BANK"): CORPORATE DISCLOSURE

In terms of Section 8 of the Listing Rules of the Colombo Stock Exchange, we wish to disclose that the Bank has detected an act of fraud that has been committed by certain employees in connivance with a third party or parties. The Bank has promptly referred the matter for investigation and necessary action to the law enforcement authorities.

The Bank is presently unable to quantify the exact extent of this fraud and is awaiting feedback from the on-going criminal investigations and the internal inquiries. Although the Bank has preliminary indications of approximately LKR 380 million, it is of the view that the final amounts could be substantially greater. However, the Bank does not wish to speculate on the final outcome and assures the public and its stakeholders that it will make more detailed disclosures when it receives fuller reports.

The Bank has kept the Central Bank of Sri Lanka informed of this matter and will fully cooperate with all regulatory authorities in ensuring that every measure will be taken to mitigate any damage suffered by the Bank and to hold the perpetrators fully accountable.

In conclusion, the Bank wishes to assure its customers that all deposits and account balances remain safe and fully secure with no impact on the Bank's operations on an on-going basis.

By order of the Board



Shehani Ranasinghe
Vice President / Company Secretary