



12th January 2021

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
#04-01, West Block
World Trade Centre
Echelon Square
Colombo 1

Dear Sir,

CORPORATE DISCLOSURE: LOLC HOLDINGS PLC CREATES PLATFORM TO ATTRACT LARGE FOREIGN INVESTORS TO ITS FINANCE COMPANIES.

As part of LOLC Group's global strategy to attract investors to the large finance companies it has created, LOLC is creating a platform to enable potential investors to acquire a minority stake in the finance companies it owns. LOLC believes that these large-scale foreign investors have the capabilities to support our companies to grow even further and offer an even better service to our customers by introducing latest technologies, technical know-how and providing training to our employees.

For this purpose, LOLC Holdings PLC (LOLC) has designated a fully owned subsidiary, LOLC Ceylon Holdings Limited (LOLC Ceylon) to operate as a platform and plans to list LOLC Ceylon in the Colombo Stock Exchange. Post listing of LOLC Ceylon the shares owned by LOLC in LOLC Finance PLC (LOFC) amounting to 44.79%, shares owned in Commercial Leasing & Finance PLC (CLC) amounting 98.92% and the shares owned in LOLC Development Finance PLC (NIFL) amounting to 55.55% are to be transferred to LOLC Ceylon. As this is an internal group restructuring, the transaction will be executed at the prevailing market prices at the date of the transfer, as an off the floor transaction. LOLC has obtained approval in principle for the above transfers from the Securities and Exchange Commission of Sri Lanka. Further, the Department of Supervision of Non-Bank Financial Institutions of Central Bank of Sri Lanka has confirmed that they have no objection on the proposed transfer.

Yours faithfully,

LOLC Corporate Services (Pvt) Ltd
Secretaries

LOLC Holdings PLC

Company Registration No: P Q 70

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