

27th May 2026

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

Dear Madam,

**SANASA DEVELOPMENT BANK PLC ("The BANK")
CHANGE OF EXTERNAL AUDITOR**

In terms of Sections 08 of the Listing Rules of the Colombo Stock Exchange, we wish to inform you that at the Annual General Meeting of SANASA Development Bank PLC ("the Bank") held on 26th May 2026, the Shareholders of the Bank approved the appointment of Messrs. KPMG, Chartered Accountants, as the External Auditor of the Bank for the financial year ended 31st December 2026 in place of Messrs. Ernst & Young, Chartered Accountants, effective from 26th May 2026.

The Direction No. 6.2 (d) (iv) of the Banking Act Directions No. 05 of 2024 on the Rules of Corporate Governance of the Central Bank of Sri Lanka (CBSL) stipulates that the engagement of the external auditor shall not exceed six years. The above change of the External Auditor is to implement the adherence with the said CBSL Direction.

Thanking You.

Yours faithfully


Anila Belpamulla

Company Secretary