

3rd July 2025

**To: Chief Executive Officers
 Trading Participants**

CIRCULAR No: 04-07-2025

Dear Sir/Madam,

Seylan Bank PLC (“The Bank”) – Basel III compliant, Tier 2, Listed, Rated, Unsecured, Subordinated, Redeemable Debenture Issue with a Non-Viability Conversion Feature.

The Colombo Stock Exchange (“CSE”) has approved in principle an application for listing the debt securities of the above Bank.

Details of the above issue are as follows:

DEBT SECURITIES TO BE OFFERED

An initial issue of up to fifty million (50,000,000) Basel III compliant tier 2, listed, rated, unsecured, subordinated, redeemable 5-year and 10-year debentures (2025/2030 and 2025/35 respectively) with a non-viability conversion (“Debentures”), of the par value of LKR 100/- each, with an option to issue up to a further seventy five million (75,000,000) of the said debentures at the discretion of the Bank in the event of an oversubscription of the initial issue and with a further option to issue up to a further twenty five million (25,000,000) of the said debentures at the discretion of the Bank in the event of an oversubscription of the initial issue and the second tranche, to raise up to a maximum of hundred and fifty million (150,000,000) of said debentures in total of a value of Sri Lankan rupees fifteen billion (LKR 15,000,000,000/-)

Type A	5 Years	Fixed coupon rate of 11.25% p.a. (AER 11.25%), payable annually
Type B	5 Years	Fixed coupon rate of 10.80% p.a. (AER 11.25%), payable quarterly
Type C	5 Years	Floating coupon rate of 364 days T-bill rate + 2.5% with a cap of 11.50% p.a. and floor of 9.5% p.a. payable annually
Type D	10 Years	Fixed coupon rate of 11.75% p.a. (AER 11.75%), payable annually
Type E	10 Years	Fixed coupon rate of 11.40% p.a. (AER 11.72%), payable semi – annually

DATE OF OPENING OF THE SUBSCRIPTION LIST

9th July 2025

JOINT MANAGERS TO THE ISSUE

People's Bank Investment Banking Unit
Treasury Unit, Head Office,
13th Floor, No. 75,
Sir Chittampalam A. Gardiner Mawatha,
Colombo 02
Tel: +94 11 2206787

First Capital Advisory Services (Pvt.) Ltd.
No. 2, Deal Place
Colombo 03

Tel: + 94 11 2 639 845
Fax: +94 11 2 639 819

REGISTRARS TO THE ISSUE

M/s SSP Corporate Services (Private) Limited
No. 101, Inner Flower Road
Colombo 03, Sri Lanka
Tel: +94 11 2573894

Soft copies of the Prospectus would be made available to Trading Participants on **3rd July 2025**.

Yours faithfully,



Kanishka Munasinghe (Ms.)
Vice President- Listing
SR/MS