

12th July 2023

Mr. Renuke Wijayawardhana
Chief Regulatory Officer
Colombo Stock Exchange
04-01 West Tower
World Trade Centre
Echelon Square
Colombo 1

Dear Sir,

CORPORATE DISCLOSURE – NON-RECURRENT RELATED PARTY TRANSACTIONS

In terms of Rule 9.3.1 of Section 9 of the Listing Rules of the Colombo Stock Exchange, we wish to inform you of the following related party transaction :-

Date of the transaction	28 th June 2023
Name of the relevant Related Party	LOLC Holdings PLC
Relationship between the Entity and the Related Party	Ultimate parent Company
Details of the transaction :	
Amount	Rs. 1 Billion – The Company has obtained a subordinated loan from LOLC Holdings PLC
Term	7 years
Interest	AWPLR+1% (adjusted each quarter) payable quarterly at the discretion of the Company
Basis on which the terms were arrived at	Complying with the Risk Based Capital Rules published in Gazette No. 1945/19 dated 15 th December 2015 - Item 11 (g) on Tier 2 capital
Rationale for entering-into the transaction	To further improve the financial strength of the Company and facilitate business growth
The aggregate value of the Related Party Transactions for the financial year with the particular Related Party whose transaction is the subject of the announcement and ;	Rs. 1 Bn (as at 30 th June 2023)
the aggregate value of all Related Party Transactions for the same financial year.	Rs. 1 Bn (as at 30 th June 2023)

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LOLC CORPORATE SERVICES (PRIVATE) LIMITED

Company Registration No: PV 97781

No. 100/1, Sri Jayawardenapura Mawatha, Rajagiriya, Sri Lanka.

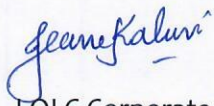
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Pg-1

CORPORATE DISCLOSURE – NON-RECURRENT RELATED PARTY TRANSACTIONS contd.....

The Related Party Transactions Review Committee of **LOLC General Insurance PLC** is of the view that the transaction is on normal commercial terms and is not prejudicial to the interests of the Entity and its minority shareholders and the Related Party Transaction Review Committee is not obtaining an opinion from an independent expert prior to forming its view on the transaction.

Yours faithfully



LOLC Corporate Services (Pvt) Ltd
SECRETARIES to LOLC GENERAL INSURANCE PLC

:jv