

29th September 2026

Ms Nilupa Perera
Chief Regulatory Officer
Colombo Stock Exchange
Level 4, 4-1, West Tower
World Trade Centre
Echelon Square
Colombo 1

Dear Madam,

NATIONAL DEVELOPMENT BANK PLC ("NDB") - CORPORATE DISCLOSURE

We are pleased to state that we have now received the Final Report from Deloitte Touche Tohmatsu India LLP ("Deloitte") on the forensic review of the fraud incident identified by the Bank.

The forensic report confirms that the final fraud is a sum of Rs.13,639,664,684/- compared to the Rs.13,579,664,684/- as announced via Corporate Disclosure on 26th June 2026 following the release of the interim report. The incremental fraud amount of Rs.60,000,000/- will be recognized in accordance with applicable Accounting Standards.

Breakdown of the revised financial impact by pre-2025, 2025 and 2026.

	As per the Bank's initial internal estimate as announced via Corporate Disclosure of 6 th April 2026 and as recognized in the Bank's Q1-2026 interim financial statements	As per Deloitte's Interim report as announced via Corporate Disclosure of 26 th June 2026 and as recognized in the Bank's Q2-2026 interim financial statements	As per Deloitte's final report
	LKR 000'	LKR 000'	LKR 000'
Period prior to January 1, 2025	914,505	1,417,665	1,462,665
Financial year ended December 31, 2025	9,617,000	9,617,000	9,617,000
Quarter ended March 31, 2026	2,668,495	2,545,000	2,560,000
Total	13,200,000	13,579,665	13,639,665

As previously disclosed, Deloitte was commissioned by the Bank for the purpose of conducting the forensic review in consultation with and in line with the recommendations provided by the Director of Bank Supervision of the Central Bank of Sri Lanka ("CBSL") immediately after the detection of the fraud. Under the said terms of reference, Deloitte was required to issue its report directly to the CBSL with the Bank kept on copy in order to ensure the independence of the process.

The Bank notes that the findings of the forensic report generally accord with the findings identified internally. These matters have already been reported to law enforcement authorities and action is pending against the perpetrators in criminal courts. The Bank is also pursuing all avenues available to it to recover the misappropriated funds including availing the services of an expert foreign agency specializing in tracing stolen money and digital assets. The Bank has also initiated and is pursuing appropriate internal actions against those persons who have been identified as being responsible for collusion, lack of supervision and control lapses that facilitated the fraudulent activities.

The Bank has taken note of the recommendations made in the forensic report in relation to control failures, technology lapses and governance improvements relevant to the fraud incident, and wishes to confirm that the said recommendations are being actioned. The Bank continues to keep the CBSL updated on measures taken.

The Bank wishes to reaffirm that no customer has suffered losses as a result of the fraud and that their balances remain intact. The Bank remains well capitalized with sound levels of liquidity.

The Bank wishes to assure its depositors, customers and all other stakeholders that it does not view this forensic report as the closure of this chapter. Rather, it treats it as an important step towards rebuilding its credibility and its reputation by strengthening its overall governance and control framework. The Bank expects that these measures will equip it to meet with the multitude of existing and constantly emerging threats that financial institutions are increasingly being faced with as a result of technological developments that are taking place globally. The Bank therefore assures its stakeholders that it is a lesson well learnt and that the Bank is committed to ensure that it builds up a compliance and governance framework which will be a model for the financial sector.

In conclusion, the Bank wishes to extend its sincere thanks to the CBSL, its depositors, customers, shareholders and the public for the trust and support that has been extended to it during the recent period and assures them of its commitment to make every effort to discharge its responsibilities towards them.

By order of the Board


Kelum Edirisinghe
Director/Chief Executive Officer