

30th March 2022

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
304-01 West Block
World Trade Centre
Echelon Square
Colombo 01

Dear Sir,

CORPORATE DISCLOSURE: LOLC FINANCE PLC EXPANDS OPERATIONS INTO EGYPT

We are pleased to announce that the LOLC Finance PLC (LOFC) together with Commercial Leasing & Finance PLC (CLC) and LOLC Mauritius Holdings Limited (LMHL) has obtained the required approvals to acquire 100% of First Micro Finance Company (FMFC), Egypt. This will be the second international investment of LOFC in addition to its stake in LOLC Myanmar Micro Finance. LOFC expects to pivot on its experienced human resource capabilities and expand its international presence by acquiring equity stakes in cross border micro and SME platforms by partnering with other international LOLC Group Companies.

FMFC is a Cairo based micro finance Company currently owned by the Agha Khan Foundation. It has a total asset base of EGP 193mn and operates 15 branches across Egypt. With its 100 million population, Egypt is a market with significant potential for the LOLC Group to implement its SME and Micro Finance business model and expand exponentially.

The total consideration of the acquisition is EGP 80,250,000 (USD 4.4mn) of which LOFC and CLC together will acquire a 25% stake while LMHL will acquire 75%. The investment was approved by the CBSL and the approval of the Financial Regulatory Authority (FRA) of Egypt was obtained on 15th February 2022. Subsequently, the share purchased agreement was signed between the sellers and the LOLC Group Companies dated 15th March 2022. The transaction is expected to be completed within 2 weeks upon completing the formalities relating to the share sale.

Yours faithfully,



LOLC Corporate Services (Pvt) Ltd
Secretaries for LOLC Finance PLC

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LOLC FINANCE PLC

Company Registration No: PB 244 PQ
No.100/1, Sri Jayawardenepura Mawatha,
Rajagiriya, Sri Lanka.

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கம்பனி பதிவிலக்கம்: PB 244 PQ
இல. 100/1, ஸ்ரீ ஜயவர்தனபுர மாவத்தை,
ராஜகிரியா, இலங்கை.