E. B. CREASY & CO., PLC.

ESTABLISHED 1878

8th April, 2025

Our Ref: SEC/EBC/904

Mr. R. Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
Level 4, West Tower
World Trade Centre
Echelon Square
COLOMBO 1.

Dear Sir,

DISCLOSURE IN TERMS OF SECTIONS 8 AND 9 OF THE CSE LISTING RULES

We write in terms of Sections 8 and 9 of the Listing Rules of the Colombo Stock Exchange and wish to advise of the following:

Investment of Rs.400 Mn. in Lanka Special Steels Limited

E.B. Creasy & Co. PLC, (the Company/ EBCPLC) has entered into a Non-Recurrent related party transaction with its fully owned subsidiary Lanka Special Steels Ltd. (LSSL) on 31st March 2025 and has invested a sum of Rs.400 Mn. in 29,304,029 Shares at Rs.13.65 per share in LSSL by way of conversion into Equity the debt of Rs.400 Mn. due from LSSL to the Company.

The rationale for the said transaction is to facilitate the Company's fully owned subsidiary, LSSL to regularise the undercapitalization through the conversion of loans/ amounts due to EBCPLC into Equity.

The Related Party Transactions Review Committee of the Entity 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 Transactions Review Committee has not obtained an opinion from an independent expert prior to forming its view on the transaction.

The aggregate value of the Related Party Transactions for the financial period 2024/2025 with Lanka Special Steels Ltd. was Rs.875.18 Mn. (inclusive of the aforesaid transaction).

The aggregate value of all Non-Recurrent Related Party Transactions of the Company for the financial period 2024/2025 was Rs.5.31 B as at the transaction date (inclusive of the aforesaid transaction)

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Sale of 100 % stake in Lanka Special Steels Ltd. to Laxapana PLC

On 27th February 2024, the Company made due disclosure on its decision to dispose 100% of its Equity stake in Lanka Special Steels Ltd. (LSSL) to Laxapana PLC (LXPLC) which is also a subsidiary of the Company. A further disclosure was made on 17th July 2024, that the proposed transaction would be deferred as the Board of LXPLC had decided to re-evaluate the proposed transaction.

Consequent to the abovementioned allotment of shares by LSSL to EBCPLC, the Company and LXPLC are in discussion to revisit the transaction in relation to the sale of 100% Equity stake in LSSL to LXPLC.

Further disclosures in this regard will be communicated in due course.

Yours faithfully,
By Order of the Board
E.B. CREASY & COMPANY PLC
CORPORATE MANAGERS & SECRETARIES (PVT) LTD

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Secretaries

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