

13th August 2020

Original by Hand

Colombo Stock Exchange

#04-01 West Block

World Trade Center

Echelon Square

Colombo 01

Attn.Mr.Renuke Wijewardhane

Chief Regulatory Officer

Dear Sirs,

**PEOPLE'S LEASING & FINANCE PLC – DISCLOSURE IN TERMS OF CIRCULAR NO. 10/2020
DATED 13TH AUGUST 2020 OF THE COLOMBO STOCK EXCHANGE**

In compliance with Circular No: 10/2020 on 13th August 2020 of the Colombo Stock Exchange (CSE), we write to inform you that we are unable to submit the Interim Financial Statements for the quarter ended 30th June 2020 to the CSE on the due date 15th August 2020, since the finalizing process of applications received from our customers to avail possible reliefs under the COVID-19 re-finance moratorium issued by the Central Bank of Sri Lanka (CBSL) is still underway.

Accordingly, we hereby disclose the following as required by Circular No. 10/2020 dated 13th August 2020 of CSE.

01. TURNOVER FOR THE QUARTER ENDED 30TH JUNE 2020

The Government and CBSL have formulated a number of relief measures to assist individuals and business impacted by the pandemic. Under the COVID-19 re-financing moratorium issued by the CBSL, the process of evaluating the requests for eligibility for re-financing is still underway and we are unable to quantify the impact on the Company's revenue and profitability until the said exercise is completed.

02. FUTURE OUTLOOK/ APPLICABILITY OF GOVERNMENT RELIEFS AND RESTRICTIONS TO THE OPERATION

The implications of the COVID-19 pandemic, is likely to have a further effect on future performance of the Company. Given the slowdown in economy arising from the outbreak, the Company's business volumes are expected to drop compared to the year 2019/20. Our strategic focus is to expand the business operations in a measured and prudent manner. PLC has also revised its cost structures in order to be line with the expected income levels of the Company.

Since the pandemic is ongoing, there is lot of uncertainty clouding the future socio-economic environment. However, the Company is ready to embrace the new normal and we have already implemented measures for business continuation in the coming years.

03. MESSAGE TO THE SHARE HOLDERS

We assure our investors that we have taken all measures to safeguard their investments under the present volatile situation. Your company as one of the largest Non-banking Financial Institutions with a sound capital base and enjoying the full backing of its parent, People's Bank, is confident that it has the resources to withstand the damaging effects of the present crisis.

04. COMMUNICATION TO DIRECTORS AND KEY MANAGEMENT PERSONNEL AND OTHER RELATED PARTIES WHO HAVE ACCESS TO UNPUBLISHED PRICE-SENSITIVE INFORMATION

We confirm that we have taken all possible action to inform the Directors, Key Management Personnel and other related parties who may have access to unpublished price-sensitive information to ensure confidentiality and take additional precautions in disclosing of such information to any other party.

Yours faithfully

PEOPLE'S LEASING & FINANCE PLC



A.S.Ibrahim

CEO/General Manager