

27th December 2021

Prime Finance PLC
No. 61, D. S. Senanayake Mawatha,
Colombo 08.

The Securities and Exchange Commission of Sri Lanka
Level 28, East Tower
World Trade Center,
Echeolon Square
Colombo 1

The Colombo Stock Exchange
04-01, West Block,
World Trade Center,
Echeolon Square
Colombo 1

Dear Sirs,

**REPORTING UNDER RULE 36 OF THE COMPANY TAKE-OVERS AND MERGERS CODE
1995 (AS AMENDED IN 2003)**

We write to inform you, in compliance with the above Rule, that on 23rd December 2021 HNB Finance PLC (the “**Company**”) acquired by way of a crossing transaction on the Colombo Stock Exchange, 105,602,251 ordinary shares of Prime Finance PLC, constituting of 87.27% of the total number of shares in issue in Prime Finance PLC, at a price of LKR 20.10 per share.

Pursuant to such acquisition, the Company holds 87.27% of the total number of shares in issue in Prime Finance PLC.

Consequent thereto, a mandatory offer at a price of LKR 20.10 per share will be made by the Company to the remaining shareholders of Prime Finance PLC in terms of Rule 31(1) (a) of the Company Take-overs and Mergers Code 1995 as amended in 2003 to acquire the ordinary shares held by such shareholders in Prime Finance PLC.

Yours Faithfully
HNB Finance PLC


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Managing Director