



LANKEM CEYLON PLC 98, SRI SANGARAJA MAWATHA,
P.O. BOX 919, COLOMBO 10, SRI LANKA.

Telephone : 011 - 5566000, 011 - 7766000 Fax : 011 - 2334473
Company No. PQ 128

6th August 2025

Our Ref: SEC/LC/ 227

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

Dear Madam,

RELATED PARTY TRANSACTIONS

In terms of Section 9 of the Listing Rules of the Colombo Stock Exchange we write to inform you of the following Related Party Transaction between Lankem Ceylon PLC (LCPLC) and its subsidiary Lankem Minerals Limited (LML)

- | | |
|---|--|
| (i) Date of the transaction and applicable period | - 5 th August 2025- 2025/2026 |
| (ii) Name of relevant Related Party | - Lankem Minerals Limited |
| (iii) Relationship between the Entity and the Related Party – Parent Company and Subsidiary | |
| (iv) Details of the transaction | - Mortgage over 70,012,499 shares of Lankem Minerals Limited (LML) held by Lankem Ceylon PLC to secure Banking Facilities from Hatton National Bank PLC (HNB) for LML amounting to Rs.1.8Bn. |

(v) Rationale for entering into the transaction

- Provision of security by LCPLC in the form of a mortgage of 70,012,499 LML shares valued at Rs. 10/- per share totaling Rs. 700,124,990/- to enable LML to obtain the aforesaid Banking Facilities from Hatton National Bank PLC for commencement of the Single Super Phosphate (SSP) fertilizer manufacturing plant in Oyamaduwa.

(vi) The above transaction as proposed was reviewed and recommended by the Related Party Transactions Review Committee (RPTRC) which was in place prior to 31st December 2024 , subject to disclosure being made on the occurrence and execution of the transaction and the said RPTRC was of the view that the proposed transaction was on normal commercial terms and was not prejudicial to the interests of the Entity and its minority shareholders and the said Related Party Transactions Review Committee had not obtained an opinion from an independent expert prior to forming its view on the transaction. The said transaction has also received the concurrence of the present Related Party Transactions Review Committee prior to its execution.

(vii) The aggregate value of the Related Party Transactions for the financial year 2025/2026 with Lankem Minerals Limited (Inclusive of the aforesaid transaction) = Rs. 1,108,076,101/-

(viii) Aggregate value of all Non Recurrent Related Party Transactions for the same financial year 2025/2026 (Inclusive of the aforesaid transaction) – Rs. 1,120,124,990/-

Yours faithfully,
By Order of the Board
LANKEM CEYLON PLC
CORPORATE MANAGERS & SECRETARIES (PVT) LTD



Secretaries