

5th December 2023

Mr. Renuke Wijayawardhana
Chief Regulatory Officer
Colombo Stock Exchange
04-01 West Tower
World Trade Centre
Echelon Square
Colombo 1

Dear Sir,

SETTLEMENT OF NON-RECURRENT RELATED PARTY TRANSACTION

Further to the disclosure made on 12 the July 2023 in terms of Rule 9.3.1 of Section 9 of the Listing Rules of the Colombo Stock Exchange, we now wish to inform you that the following related party transaction has been **settled in full, on 15th September 2023 (in terms of revised Rule No.9.14.7) :-**

Date of the transaction	28 th June 2023
Date of settlement	15 th September 2023
Name of the relevant Related Party	LOLC Holdings PLC
Relationship between the Entity and the Related Party	Ultimate parent Company
Details of the transaction :	
Amount borrowed	Rs. 1 Billion – The Company has obtained a subordinated loan from LOLC Holdings PLC
Term	7 years
Interest	AWPLR+1% (adjusted each quarter) payable quarterly at the discretion of the Company
Amount settled including interest	Rs. 1,045,538,630.14
Basis on which the terms were arrived at	Complying with the Risk Based Capital Rules published in Gazette No. 1945/19 dated 15 th December 2015 - Item 11 (g) on Tier 2 capital
Rationale for entering-into the transaction	To further improve the financial strength of the Company and facilitate business growth
The aggregate value of the Related Party Transactions for the financial year with the particular Related Party whose transaction is the subject of the announcement and ;	Rs. 1 Bn (as at 15 th September 2023)
the aggregate value of all Related Party Transactions for the same financial year.	Rs. 38 Mn(as at 15 th September 2023)

LOLC GENERAL INSURANCE LIMITED

Company Registration No. PB 4823

No. 481, T B Jayah Mawatha, Colombo 10, Sri Lanka.

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E-mail: enquiry@lolcgeneral.com website: www.lolcgeneral.com

Registered Office: No.100/1, Sri Jayawardenepura Mawatha, Rajagiriya, Sri Lanka.

NOW KNOWN AS
LOLC GENERAL INSURANCE PLC
Company Registration No. PQ 00251202

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SETTLEMENT OF NON-RECURRENT RELATED PARTY TRANSACTION contd.....

The Related Party Transactions Review Committee of **LOLC General Insurance PLC** 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 Transaction Review Committee is not obtaining an opinion from an independent expert prior to forming its view on the transaction.

Yours faithfully



LOLC Corporate Services (Pvt) Ltd
SECRETARIES to LOLC GENERAL INSURANCE PLC

:jv