

Mr. Renuke Wijayawardhane
Chief Operating Officer
Colombo Stock Exchange
#04-01 West Block, WTC
Colombo - 01

Dear Sir,

Convenience Foods (Lanka) PLC

Disclosures in terms of section 9 of the listing rules of the Colombo Stock Exchange

We wish to inform you that Convenience Foods (Lanka) PLC proposes to secure a short term loan of Rs.870 Mn from Ceylon Biscuits Limited which is a subsidiary of the parent entity. In terms of the section 9 of the listing rules of the Colombo Stock Exchange, this will result to make an immediate announcement in line with section 9.3.1 of the listing rules of the Colombo Stock Exchange.

Details of the transaction is as follows.

Sec 9.3.1.b	Requirement	Details
i	The date of the transaction or the period where applicable	24 th June 2022
ii	The name of the relevant related party	Ceylon Biscuits Limited
iii	The relationship between the entity and the related party	Subsidiary of the parent entity
iv	Details of the transaction including the amount, relevant terms of the transactions and the bases on which the terms were arrived at	Rs.870 Mn at AWPLR + 0.5%
v	Rationale for entering into the transaction	To purchase raw materials to make sure continuous supply as part of the working capital planning process
vi	View of Related Party Transaction Review Committee of the entity	Related Party Transaction 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

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Registered office: C/o., Ceylon Biscuits Limited, Makumbura, Pannipitiya. (Company Registration No. PQ164)

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		and the related party transaction review committee has obtained an opinion from an independent expert before forming its review on the same
vii	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 the aggregate value of the all related party transactions for the same financial year	*Aggregate value of the related party transactions for the financial year with Ceylon Biscuits Limited - <u>Recurrent</u> Sales - Rs. 741,699 Purchase of -Raw material - Rs. 1,263,865 Total - Rs. 2,005,564 <u>Non-recurrent</u> Short term loan - Rs. 870,000,000 Total - Rs. 870,000,000 *Aggregate value of the all related party transactions for the same financial year - <u>Recurrent</u> - Rs. 86,760,646 <u>Non-recurrent</u> - Rs. 870,000,000

Yours Faithfully,



E. T. De Zoysa

Managing Director

Convenience Foods (Lanka) PLC