6th January 2020

Mr Renuka Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
04-01 West Block, World Trade Centre
Colombo 1.

Dear Sir

SALE OF PRASAC MICROFINANCE INSTITUTION LIMITED – CAMBODIA

Further to the disclosures made on 12th and 27th December 2019, in terms of Section 8.5 of the Listing Rules we wish to disclose the following:

On 6th January 2020, LOLC International Private Limited of Singapore (subsidiary of LOLC Holdings PLC) along with the other minority shareholders of PRASAC Microfinance Institution Limited of Cambodia (PRASAC) entered into a Share Purchase Agreement and a Shareholders Agreement with Kookmin Bank, the largest Commercial Bank in the Republic of South Korea, for the sale of PRASAC's entire shareholding, subject to receiving final approval from the National Bank of Cambodia (NBC) and the Financial Services Commission of Republic of South Korea. PRASAC is the largest Micro Finance Institution in Cambodia.

LOLC International Private Limited of Singapore (subsidiary of LOLC Holdings PLC) which holds a 70% stake in PRASAC will receive USD 603 Mn for the sale of its stake in two tranches. Proceeds of USD 422 Mn will be received upon receipt of approval from the NBC and the balance USD 181 Mn in 2022.

PRASAC was LOLC Group's first foreign investment in 2007. The Group also operates Micro Finance Companies in Myanmar, Philippines, Indonesia, Pakistan, Zambia and Nigeria including LOLC Cambodia Plc, the fourth largest micro finance company in Cambodia.

Yours faithfully

RTSilva

LOLC Corporate Services (Pvt) Ltd
Secretaries for LOLC Holdings PLC