

M&S Managers & Secretaries (Private) Limited

8 Tickell Road Colombo 8 Sri Lanka
Telephone : +94 11 2015900
Fax : +94 11 2015950, 2015960
E-mail : ms@msl.lk
Company Reg. No.: PV 5625

25th May 2021

Mr. Renuke Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
4-01, West Block
World Trade Centre
Echelon Square
Colombo 01

Dear Sir,

AMBEON CAPITAL PLC **RELATED PARTY TRANSACTION**

This letter is sent on behalf of our client Ambeon Capital PLC.

In terms of the Section 09 of the listing rules of the Colombo Stock Exchange, we wish to make the following disclosure regarding the Related Party Transaction that exceeds the 5% of the Total Assets of company as at 31st March 2020 (audited).

- | | |
|---|--|
| 1. Transaction | Borrowed Rs. 1,000,000,000 (One Billion) from Ambeon Holdings PLC. |
| 2. Date of Transaction | 24 th May 2021 |
| 3. Name of the relevant Related Party | Ambeon Holdings PLC |
| 4. The relationship between the entity and the related party | Ambeon Capital PLC holds 81.43% being the major shareholder of Ambeon Holdings PLC |
| 5. Terms of the transaction | Short Term loan of Rupees One Billion for a period of 01 year at rate of 6% per annum. |
| 6. Rational for entering in to the Transaction | In accordance with the strategic initiatives in place to reduce the external group borrowings by better utilization of excess funds. |
- ce

7. The Related Party Transaction Review Committee of the entity is of the view that the above transaction is on normal commercial terms and is not prejudicial to the interests of the Entity and its Minority shareholders. Thus, the Related Party Transaction Review Committee will not be obtaining an opinion from an independent expert prior to forming its view on the transaction.
8. The aggregate value of the Related Party Transaction for the financial year with Ambeon Holdings PLC is Rs. 1,150,000,000 and aggregate value of all Related Party Transactions for the same financial year is Rs. 1,254,300,000.

We further confirm that the Board of Directors have approved the above Related Party Transaction.

Yours faithfully,

For an on behalf of Ambeon Capital PLC



MANAGERS & SECRETARIES (PVT) LIMITED
Director / Secretaries