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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

27th May 2022

Our Ref: SEC/LC/431

Mr. R. Wijayawardhane
Chief Regulatory Officer
Colombo Stock Exchange
Level 4, West Tower
World Trade Centre
Echelon Square
COLOMBO 1.

Dear Sir,

RELATED PARTY TRANSACTIONS

In terms of Section 9 of the Listing Rules of the Colombo Stock Exchange we write to inform of the following Related Party Transactions between Lankem Ceylon PLC (LCPLC) and its subsidiary SunAgro LifeScience Ltd (SALS)

- | | |
|---|--|
| (i) Date of the transaction and applicable period | - 24 th May 2022– 2022/2023 |
| (ii) Name of relevant Related Party | - SunAgro LifeScience Ltd |
| (iii) Relationship between the Entity and the Related Party – Parent and Subsidiary | |
| (iv) Details of the transaction | - Issuing of Corporate Guarantees of Rs. 176.19Mn and Rs. 13.45Mn on behalf of subsidiary SunAgro LifeScience Ltd. |
| (v) Rationale for entering into the transaction | - Provision of security to enable subsidiary SunAgro LifeScience Ltd to reschedule its existing term loan facilities at a lower interest rate. |
| (vi) The Related Party Transactions Review Committee of the Entity is of the view that the transactions are on normal commercial terms and is not prejudicial to the interests of the Entity and its minority shareholders and the Related Party Transactions Review Committee has not obtained an opinion from an independent expert prior to forming its view on the transaction. | |

(vii) The aggregate value of the Related Party Transactions – Rs.389.34Mn
for the financial period of 2022/2023 with SunAgro LifeScience Ltd .
(Inclusive of the aforesaid transaction)

(viii) Aggregate value of all Related Party Transactions - Rs. 418.31Mn
for the same financial period of 2022/2023
(Inclusive of the aforesaid transaction)

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



Secretaries