Alliance Finance Company PLC
Company Reg. No. PQ93
Alliance House, 84, Ward Place, Colombo 7, Sri Lanka. Telephone : 94-11-2 673673 Fax : 94-11-2 697205
E-mail : info@alliancefinance.lk Web : www.alliancefinance.lk

ALLIANCE FINANCE COMPANY PLC
(Company Registration No: PQ 93)

ANNOUNCEMENT TO THE COLOMBO STOCK EXCHANGE

GREEN BOND – ANNUAL ELIGIBILITY, ALLOCATION, AND IMPACT DISCLOSURE

Reporting Period: 17 February 2025 to 31 December 2025

Alliance Finance Company PLC (AFC) hereby submits the following disclosure in respect of its LKR 1,000,000,000 Green Bond issued under the Company's Green Bond Framework.

---

1. STATEMENT OF OBJECTIVES

The objective of the Green Bond is to finance rooftop solar electricity generation facilities in Sri Lanka in line with the Company's Green Bond Framework and the ICMA Green Bond Principles (2021), thereby contributing to renewable energy expansion and reduction of greenhouse gas emissions.

---

2. ELIGIBILITY UPDATE

The Company hereby confirms that:

2.1 The Green Bond remains aligned with the ICMA Green Bond Principles (2021).

2.2 No material amendments have been made to the Green Bond Framework since the date of listing.

2.3 All projects financed during the reporting period qualify as Eligible Green Projects under the Framework.

2.4 All financed projects are rooftop solar electricity generation systems deriving more than 85% of electricity generation from solar energy.

2.5 The financed projects continue to satisfy the eligibility requirements identified in the selected International Green Bond Standards.

Directorate : **Mrs. Tamara Dharmakirti-Herath**, Chairperson, **Romani de Silva**, F.I.C.M.(SL), Deputy Chairman/Managing Director,
Kusal Jayawardana, CFA, MBA, ACMA, CGMA, Deputy Managing Director, **Michael Benedict**, MBA UK, CMSLIM, CMA (AUS), Executive Director Recoveries,
Mrs. Priyanthi de Silva, FCMA,CGMA,FCPA, Independent Non-Executive Director, **Hiran de Silva**, Non-Executive Director,
Dr. Lasantha Hettiarachchi, LLM, DCL, Attorney at Law, Independent Non-Executive Director, **Wiyan Perera**, Bsc, (Econ) Non-Executive Director
Mrs. Devika Ellepola, LLB (UoC), Non-Executive Director

3. ALLOCATION UPDATE

3.1 Summary of Proceeds

Description	Amount (LKR)
Total Green Bond Issued	1,000,000,000
Total Disbursed (as at 31 December 2025)	411,265,491
Balance Unallocated	588,734,509

3.2 Allocation of Proceeds

The proceeds disbursed during the reporting period have been allocated to rooftop solar electricity generation facilities as follows:

- Number of projects financed: 189
- Total installed solar capacity: 4,195 kW
- Total disbursement: LKR 411 million
- Financing vs. refinancing: 99% new financing
- Geographical distribution: 100% within Sri Lanka

3.3 Management of Unallocated Proceeds

The unallocated balance of LKR 588 million has been temporarily invested in Sri Lanka Treasury Bills in accordance with the Management of Proceeds section of the Green Bond Framework.

---

4. IMPACT UPDATE

4.1 Environmental Performance Indicators (as at 31 December 2025)

Indicator	Reported Value
Installed Solar Capacity	4,195 kW
Estimated Solar Energy Generation	1,247 MWh
Estimated CO_2 Emissions Avoided	885 tCO_2
Estimated Coal Savings	423 tons

4.2 Methodology and Assumptions

Impact metrics have been calculated based on:

- Installed capacity and estimated annual solar yield factors applicable to Sri Lanka;
- National grid emission factors;
- Standard coal-to-electricity conversion assumptions.

Conversion factors were derived from reference data published by the Ceylon Electricity Board (CEB) and the Sri Lanka Sustainable Energy Authority (SLSEA).

Where plant-level operational data was not available, standardized national conversion factors were applied.

---

5. CONFIRMATION

Alliance Finance Company PLC confirms that:

5.1 The Green Bond remains fully aligned with the ICMA Green Bond Principles (2021).

5.2 Proceeds have been allocated in accordance with the Company's Green Bond Framework.

5.3 All financed projects continue to meet the eligibility requirements under the selected International Green Bond Standards.

5.4 No material changes have occurred in relation to disclosures made in the Green Bond documentation since the date of listing.

Alliance Finance Company PLC

ALLIANCE FINANCE CO. PLC
DIRECTOR

Kusal Jayawardana
Deputy Managing Director

Date: 17. 02. 2026

Michael Benedict
Executive Director Recoveries

Date: 17. 02. 2026