29th September, 2020

Mr. Renuke Wijayawardhane,
Chief Regulatory Officer
Colombo Stock Exchange
No. 04-01, West Block
World Trade Centre, Echelon Square
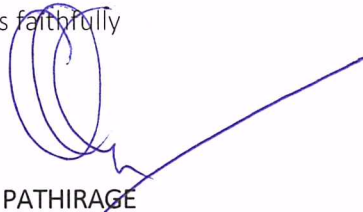Colombo 01

Dear Sir,

Disclosure under Rule 8 of the CSE Listing Rules

Softlogic Holdings PLC is the parent company of Softlogic Capital PLC and Softlogic Capital PLC has agreed to acquire 33,063,877 ordinary shares amounting to 49.67% of the issued ordinary shares of Abans Finance PLC from its major shareholder Abans PLC at a price of Rs 30.10/- per share subject to the receipt of all regulatory approvals which are required for the acquisition. Softlogic Capital PLC would make a mandatory offer to the minority shareholders of Abans Finance PLC subsequent to the aforesaid acquisition in terms of the Take-overs and Mergers Code 1995 as amended in 2003.

After the acquisition and mandatory offer referred to aforesaid, Softlogic Capital PLC would have a shareholding in excess of 49.67% in Abans Finance PLC and a shareholding in excess of 72.94% in Softlogic Finance PLC. Immediately after the mandatory offer is completed and in accordance with the financial sector consolidation plan initiated by the Central Bank of Sri Lanka in 2014, Softlogic Capital PLC intends to initiate a process for the amalgamation of Abans Finance PLC into Softlogic Finance PLC with Softlogic Finance PLC being the surviving entity. This amalgamation is subject to receiving all regulatory approvals for the same. The minority shareholders of Abans Finance PLC would be given eleven (11) ordinary shares of Softlogic Finance PLC for every six (6) share which they hold in Abans Finance PLC. This ratio has been computed on the basis of the respective net asset values of the two (2) companies as per the latest published quarterly financial statements as at 30th June 2020.

Kindly make an announcement to this effect.

Yours faithfully

A. K. PATHIRAGE
CHAIRMAN
SOFTLOGIC HOLDINGS PLC