SINGER FINANCE (LANKA) PLC
Company Reg. PB 813 PQ
No. 498, R. A De Mel Mawatha, Colombo 03

THIS DOCUMENT IS OF VALUE
IF YOU ARE IN DOUBT AS TO THE ACTION YOU SHOULD TAKE, YOU SHOULD CONSULT YOUR STOCKBROKER OR OTHER PROFESSIONAL ADVISER IMMEDIATELY

CIRCULAR TO SHAREHOLDERS – RIGHTS ISSUE 2026

Dear Shareholder/s,

ISSUE OF UP TO SEVENTY-SIX MILLION SIX HUNDRED AND FORTY-EIGHT THOUSAND SEVEN HUNDRED AND EIGHTY-SEVEN (76,648,787) ORDINARY VOTING SHARES AT RUPEES THIRTY-NINE AND CENTS TWENTY (RS. 39.20) PER SHARE BY WAY OF RIGHTS

1. BACKGROUND

We wish to inform you that the Board of Directors of Singer Finance (Lanka) PLC ("the Company" or "SFIN") has duly resolved to convene an Extraordinary General Meeting (EGM) of the Company on 15th October 2026 at 10.00 AM, to be held as a Fully Virtual Meeting, for the purpose of enabling its Shareholders to consider and if thought fit, to pass the Resolution set out in the Notice of the Extraordinary General Meeting (Notice of Meeting) pertaining to the Rights Issue of Ordinary Voting Shares of the Company.

The objective of this capital raising initiative is to secure funds amounting to Rs. 3,004 million, aimed at strengthening the company's capital adequacy ratio. The entirety of the funds obtained through this initiative will be allocated to further develop and expand the finance leasing, vehicle loan and gold loan portfolio, thereby supporting the company's growth strategy. In the aforesaid context, the Board of Directors of the Company has decided to issue up to 76,648,787 Ordinary Voting Shares by way of a Rights Issue ("the Rights Issue") subject to the approval of the Shareholders at an EGM.

2. THE RIGHTS ISSUE – ORDINARY VOTING SHARES

Through the Circular Resolution passed on 31st July 2026, the Board of the Company resolved subject to the approval of the Shareholders, to offer up to **Seventy-Six Million Six Hundred and Forty Eight Thousand Seven Hundred and Eighty-Seven (76,648,787) Ordinary Voting Shares at Rupees Thirty Nine and Cents Twenty (RS. 39.20) per share** in proportions of **Eight (08) new Ordinary Voting Shares for every Twenty Nine (29) existing Ordinary Voting Shares held**, by way of a Rights Issue via Provisional Letter of Allotment with the right to request for additional rights shares and the right to renounce only in favor of the Central Depository Systems (Pvt)

Limited (CDS) to the registered Ordinary Shareholders of the Company as at the end of trading on 19th October 2026 (Record Date/Date of Entitlement which is the 2nd market day from and excluding the EGM date). Accordingly, the Company expects to raise the Tier I Capital by a total sum of **Rupees Three Billion Four Million Six Hundred and Thirty-Two Thousand Four Hundred and Fifty and Cents Forty (Rs.3,004,632,450.40)** through the Rights Issue of the Ordinary Voting Shares.

Table 2.1: Rights Issue Price and Ratio

Rights Issue	Number of New Shares by way of Rights	Issue Price (Rs.)	Closing Share Price (Rs.)*	3M VWAP Price (Rs.)**	Ratio
Ordinary Shares	76,648,787	39.20	**48.50**	**52.45**	08 for 29

**as at 30th July 2026 - Last Market Day before the Board Resolution*
***VWAP for the 3-months period from 1st of May 2026 to 30th July 2026*

The Board further resolved that in its opinion, the considerations of Rs. 39.20 per Ordinary Share for which the Shares are to be issued are fair and reasonable to the Company and the existing Shareholders as required by the Companies Act No. 07 0f 2007. When considering the Rights Issue price per share, the Board took into consideration the Volume Weighted Average Price (VWAP) over a period of 3 months from 1st of May 2026 to 30th of July 2026 and the closing share price as of 30th July 2026 (Last Market day before the Circular Board Resolution) as shown in Table 2.1 above.

Further, by letter dated 19th August 2026, the Director Supervision of Non-Bank Financial Institutions (NBFI) of the Central Bank of Sri Lanka (CBSL) has granted the approval to the aforesaid Rights Issue, subject to compliance with all applicable regulations and directions relating to the Rights Issue.

Further, the CSE, by the letter dated 23rd September 2026, has granted the approval in principle, in terms of Section 5.2 of the CSE Listing Rules, subject to other conditions as set out in the said letter, to issue and list the new securities.

Rights will be issued to the existing shareholders, as at the end of trading on 19th October 2026 (being the Record Date/Date of Entitlement, which is the 2nd market day from and excluding the EGM date i.e. 15th October 2026) at the issue price stated in the table above, provided that no Shareholder shall upon or in consequence of such provisional allotment be entitled to a fraction of a share, such fractional shares to be pooled together and be allotted to the respective holders of shares who applied for additional rights shares. The fractional entitlement referred to herein shall mean the fractions arising after applying the following formula.

The basis of allotment of new Ordinary Voting Shares shall be as follows:

$$\frac{Number\ of\ Ordinary\ Voting\ Shares\ held\ by\ a\ Shareholder\ as\ at\ end\ of\ trading\ on\ the\ Record\ Date * 8}{29}$$

Each Shareholder will be entitled, under the Rights Issue, based on the ratio shown in Table 2.1 above, Eight (08) new Ordinary Voting Shares for every Twenty (29) existing Ordinary Voting Shares held (as per the above formula).

Subsequent to the Rights Issue, assuming it's full subscription, the Stated Capital of the Company would be as follows:

	Pre Rights Issue	**Proposed Rights Issue**	**Post Proposed Rights Issue**
Number of Ordinary Voting Shares	277,851,853	76,648,787	354,500,640
Stated Capital (Rs.)	4,004,555,574	3,004,632,450	7,009,188,024

The new Ordinary Voting Shares resulting from the Rights Shares upon due acceptance and payment shall rank *pari passu* in all respects with the existing Ordinary Voting Shares including the right to participate in any dividend declared only after the final allotment which shall be after the last date of acceptance and payment.

3. MINIMUM SUBSCRIPTION / UNDERWRITING ARRANGEMENTS

The Company has not entered into any formal underwriting agreement in connection with the proposed Rights Issue. The Company requires full subscription to meet its growth projections and if the Rights Issue is not fully subscribed, it will still proceed, strengthening the Tier I Capital, while profits from regular business operations will continue to enhance Tier I Capital, and growth projections will be adjusted accordingly. Since the Rights are being offered at a substantial discount, compared to the market price of share as at 30th July 2026, which amounted to Rights price of Rs.39.20 for Ordinary Voting Shares, the Board of Directors of the Company is of the view that the proposed Rights Issue will be considered positively by the Shareholders as an attractive investment opportunity. Accordingly, the Company expects full subscription of the Issue.

The major shareholder M/s Singer (Sri Lanka) PLC have expressed their interest in fully subscribing to their entitlement for the Rights Issue, subject to SFIN receiving all regulatory approvals required for the Right Issue.

The Board of Directors have the discretion to allot any remaining Rights shares under the Rights Issue, after fully allotting to all the applicants for additional Rights on a preferential basis to the major shareholder (This can have an impact on the public holding percentage of SFIN (as per Section 7.13 of the CSE Listing Rules). In such an event the major shareholder intends to take the necessary action to rectify the holding to comply with the public holding requirement.) or to any other existing shareholder/s. The objective of the Rights Issue does not amount to a major transaction as per the Companies Act No. 07 of 2007.

4. OBJECTIVES OF THE ISSUE

Pursuant to the Finance Business Act Direction No. 03 of 2018 on Capital Adequacy Requirements, the Company, being a finance company with total assets exceeding Rs. 100 billion as of 30th June 2026 will be required to maintain the following minimum Capital Adequacy Ratios relative to its Total Risk-Weighted Assets, based on the audited financial statements as at 31st March 2027:

- Tier I Capital Ratio: 10.0%
- Total Capital Ratio: 14.0%

As of 30th June 2026, SFIN's Tier I Capital Ratio was 9.69 %, and its Total Capital Ratio was 13.48%. The funds raised through the Rights Issue will enhance the Company's Capital Adequacy by increasing its Tier I Capital, thereby strengthening its Total Capital, as outlined below.

Capital Adequacy Ratio	**Regulatory Minimum*** (Thresholds applicable for finance companies with total assets less than Rs. 100 Bn)	**Level of Compliance as at 30th June 2026 (Unaudited)**	**The expected level of Compliance by the Company subsequent to the Rights Issue ****
Tier I Ratio	8.5%	9.69.%	12.97%
Total Capital Ratio	12.5%	13.48%	16.75%

*The regulatory minimum is based on the latest audited financial statements. As at SFIN's latest audited financial statements dated 31st March 2026, the total assets were below Rs. 100 Bn. Therefore, the Tier I and Total Capital ratio indicated in the table above applies.

** Ratios as at 30th June 2026 (Unaudited) after including the proceeds of the Rights Issue assuming full subscription.

Note: SFIN's Capital Adequacy Ratios are above the minimum regulatory requirement applicable for total assets less than Rs. 100 Bn, therefore there is no deadline set to achieve these ratios.

The Company expects to use the entire proceeds to expand the finance lease, vehicle loan and gold loan portfolio of the Company by building a high-quality loan portfolio. However, the allocation of funds among the lending products will be decided at the discretion of the Management after considering the diversification of the lending portfolio, regulatory requirements, market conditions and other risk factors. The approximate monthly average disbursements over the last 3 months were Rs 26 Bn.

Month	Average Monthly Disbursement (Rs. Bn)
April 2026	8.5
May 2026	10.5
June 2026	7

Considering the cashflow forecasts, the Company intends to make use of the proceeds during the first three months from the date of the allotment of Shares. However, the funds raised from the Rights Issue, if not utilized in the first three months will be invested in other financial instruments such as investing in Money Market Accounts, Government Securities (including Re-Purchase Agreements) of licensed Commercial Banks and Primary Dealers and placements with Licensed Commercial Banks until being utilized for the lending purpose. The Company expects to maintain a Weighted Average Lending rate of 20% p.a. and investment in other financial instruments is expected to generate an approximate return of 11% p.a., depending upon the prevailing interest rates, at the time of investment.

The Board of Directors does not foresee any internal or external factors that will prevent the Company from achieving the aforesaid objectives, provided there are no significant changes in economic or tax policies during the period.

The funds raised through the Rights Issue will not be given to related parties, except in the course of normal business. Any such related party transaction will be carried out in line with the rules set out in the CSE Listing Rules and in conformity with prudential directions issued by the Central Bank of Sri Lanka.

The Board Related Party Transaction Review Committee comprises three Non- Executive Directors as follows:

Name	**Category**
Ms. Hiranthi De Silva – *(Chairperson of the Committee)*	Independent Non-Executive Director
Mr. Ranil De Silva	Independent Non-Executive Director
Mr. Dhammika Siriwardene	Independent Non-Executive Director

4.1. Specific Risks associated with the Objectives

Given the nature of the business, the Company does not foresee any deviations from its objectives or delays in deploying the funds raised via the Rights Issue as mentioned above during the stipulated time frames. However, if the funds raised via the Rights Issue are utilized for any purpose, other than the purposes mentioned above, or if the time frames vary from those mentioned above, SFIN will make necessary disclosures to the Shareholders via the CSE and take necessary steps to obtain prior approvals of the relevant parties including the Shareholders as appropriate at that point in time, while ensuring to follow due procedures set out in the CSE Listing Rules.

5. DISCLOSURES IN THE INTERIM FINANCIAL STATEMENTS AND THE ANNUAL REPORT

Information as per the template below will be disclosed in the Interim Financial Statements and the Annual Report/s from the date of raising funds until objectives are achieved, and funds are fully utilized by the Company.

Continuous Disclosures regarding status of utilization of funds raised via Rights Issue
Rights Issue proceeds utilization as at (dd-mm-yyyy)

Objective number	Objective as per circular	Amount allocated as per Circular in Rs.	Proposed date of utilization as per Circular	Amount allocated upon the receipt of proceeds in Rs. (A)	As a % of total proceeds	Amount utilized in the objective Rs. (B)	% of utilize against allocation (B)/(A)	Clarification if not fully utilized including where the funds are invested (e.g., whether lent to related party/s etc.)	Objective deviation from Circular (Yes/No)	Objective deviation informed to the Market as per Appendix 8A	Details of Deviation	Board Approval date for the deviation in Objective / confirmation of full utilization of Funds by board (Board resolution extract to be submitted)

1	Enhance the Company's Capital Adequacy by increasing its Tier 1 Capital	Rs.3,004. 63 Mn	Immediately upon the final allotment									
2	To expand the Finance Lease ,Vehicle Loan and Gold Loan Portfolio		Within 03 months from the date of final allotment									

(i) The Company would disclose in the Annual Report or in the Interim Financial Statements, whichever is published first, the manner in which the funds have been utilized in the above format.

(ii) The number, class and consideration received for Shares issued through this Rights Issue and the reason for the issue

(iii) The Company would disclose any material change to the use of funds raised in terms of this Rights Issue and comply with due procedures set out in the CSE Listing Rules.

(iv) If the funds raised through this Rights Issue is fully utilized by the entity as disclosed in the Circular to Shareholders between two financial periods, the Company would disclose in the immediate succeeding Annual Report or the Interim Financial Statements, whichever is published first.

(v) If unutilized funds are given to Related Parties and relating to Investments made using unutilized funds, the Company would ensure necessary disclosures are made in compliance with the provisions set out in the CSE Circular No. 06/2026 dated 21st August 2026.

(vi) In terms of the CSE Circular No. 06/2026 dated 21st August 2026, after full utilization of rights proceeds, the Company will submit a duly certified extract of a Board Resolution, explicitly authorizing the statement that the funds raised through public fund generation has been fully utilized in accordance with the objectives stated in the Circular, at the point of submission of the interim and/or audited financial statements and/or the Annual Report.

6. ADDITIONAL INFORMATION

6.1. Shareholding

The Top 20 Ordinary Shareholders as of 30th June 2026

	Name	Shares	%
1	Singer (Sri Lanka) PLC	222,080,423	79.93
2	Seylan Bank Plc/A.C.Senanka	4,185,041	1.51
3	Mr. Amarakoon Mudiyanselage Weerasinghe	3,508,074	1.26
4	People's Leasing and Finance PLC/M.E.Amarasinghe	3,436,327	1.24
5	People's Leasing and Finance PLC/L.P.Hapangama	2,146,169	0.77
6	Assetline Finance Plc / S. K. Wijekoon	1,731,753	0.62
7	DFCC Bank Plc A/C No.02	1,580,794	0.57
8	Seylan Bank PLC./Sarath Kumara Wijekoon	1,365,453	0.49
9	Mr. Bentara Wadumestrige Risijaya Srikantha	1,041,711	0.37

10	Mr. Mark Lawrence Ajit Benedict	1,017,938	0.37
11	Mrs. Sarasvathi Vasudevan & Mr. S. Vasudevan	1,007,500	0.36
12	Assetline Finance Limited/M.E.Amarasinghe	860,991	0.31
13	People's Leasing & Finance PLC/Mr. Iresh Sridas Gurusinghe	851,845	0.31
14	Mr. Ram Pritamdas, Mr. D.P. Hathiramani & Miss. L.P. Hathiramani	800,000	0.29
15	Citizens Development Business PLC/H. M. Indika Jayasinghe	670,000	0.24
16	Hatton National Bank PLC/Arunasalam Sithampalam	666,662	0.24
17	Mr. Dadimuni Chatura Pavitra De Silva Siriwardane	640,836	0.23
18	People's Leasing & Finance PLC/Mr. K.A.D.R.M.K. Kariyapperuma	607,577	0.22
19	Assetline Finance Limited/M.S.Kandanage	565,500	0.20
20	People's Leasing And Finance PLC/Nagoya Ceylon Trading (Pvt) Ltd	503,298	0.18
	Total of top 20 shareholders	**249,267,892**	**89.71**
	Others	**28,583,961**	**10.29**
	Total of all shareholders	**277,851,853**	**100.00**

Public Holding as of 30th June 2026	**Percentage**
Ordinary Voting Shares	20.06%

6.2. Ordinary Share Prices for the Preceding 3 months

Month	**High (Rs.)**	**Low (Rs.)**	**Closing price (Rs.)**	**Last Traded Price (Rs.)**	**Volume of Shares Traded**	**No. of Trades**
June 2026	55.00	47.00	51.70	51.70	1,974,682	1780
July 2026	54.90	47.00	47.90	47.90	446,190	950
August 2026	51.00	46.00	47.00	47.00	776,004	1134

6.3. Dividend History

The dividends declared and paid to the Ordinary Shareholders during the last 05 financial years is as follows.

FYE Mar - in Rs.	**2026**	**2025**	**2024**	**2023**	**2022**
Interim Dividend	-	-	161,659,260	161,659,260	161,659,260
Dividend Per Share	-	-	0.8	0.8	0.8

6.4. Financial Statements

Shareholders' attention is drawn to the Annual Report of the Company for the FY 2025/26 which consists of the audited financial statements and unaudited interim financials for the quarter ended 30th June 2026. The Annual Report and the interim financials are hosted on company's website (www.singerfinance.com) as well as on CSE (www.cse.lk).

There were no subsequent adjustments made to the aforesaid financial statements.

6.5. Contingent Liabilities & Litigations

There were no material changes to the contingent liabilities and litigations from the position disclosed in the Unaudited Interim Financial Statements as of 30th June 2026.

7. BENEFITS OF INVESTING IN RIGHTS ISSUE

The Rights Issue is anticipated to strengthen the Company's capital adequacy and enhance its operational stability. It will also enable the expansion of its loans and advances portfolio. This initiative not only strengthens the Company's financial foundation but also offers Shareholders the opportunity to participate in the Company's growth and benefit from increased profitability in the future. By boosting Capital Adequacy, the Company's stability is further reinforced, supporting business expansion and providing Shareholders with a chance to share in the returns generated by this growth.

8. APPLICATION FOR RIGHTS AND PROVISIONAL ALLOTMENT

Upon the Shareholders approving the requisite Resolution giving effect to the Rights Issue set out in the "Notice of Meeting".

i. Up to 76,648,787 Rights Shares will be provisionally allotted to the shareholders in the proportions of Eight (08) new Ordinary Voting Shares for every Twenty-Nine (29) existing Ordinary Voting Shares held by such Shareholders as at the end of the Trading on 19th October 2026 (being the Record Date/ Date of Provisional Allotment, which is the 2nd market day from and excluding the EGM date, i.e. 15th October 2026).

ii. In the allotment of the Ordinary Voting Shares, the shareholding of each Shareholder, as appearing in the CDS and the Share Ledger maintained by the Company's Registrar, will be processed separately and for identification purposes the CDS number and ledger number will be used.

iii. Based on the proportion of the Rights Issue, no Shareholder shall upon or in consequence of such provisional allotment be entitled to a fraction of a Rights Share.

iv. The Letters of Provisional Allotment, in respect of the new Rights provisionally allotted to Shareholders under the Rights Issue with provision for renouncing in favor of the CDS, will be dispatched to the Shareholders on 26th October 2026 by post, and Rights Shares provisionally allotted to them directly deposit to their accounts with the CDS, within three (03) Market Days from and excluding the Record Date. (i.e. 22nd October 2026).
   The manner in which the Letter of Provisional Allotment should be dealt with will be fully set out therein. The Shareholders must strictly adhere to the instructions therein in respect of acceptance, renunciation and when applying for additional rights shares.

v. Applications for additional Rights Shares, respectively, will also be permitted. However, such additional Rights shares will be available for due allotment only in the event of any Existing Shareholder/s not taking up their Rights Entitlement either in part or in full and if the Forms of Acceptance and Registration of the Rights are rejected by the Company as being invalid.

vi. In the event of an over-subscription, the Board of Directors of the Company reserves the absolute right to accept or reject any application for additional Rights Shares in whole or in part.

vii. Further, Rights Shares that are not subscribed as at the last date of acceptance, new Rights Shares for which payments have not been duly and validly received by the Company and Ordinary Voting Shares representing fractional entitlements would be treated as declined shares and they will be pooled together and will be allotted at the same price, and the Board of Directors have the discretion to allot any remaining unsubscribed Rights shares under the Rights Issue, to the major shareholder (This can have an impact on the public holding percentage of SFIN (as per Section 7.13 of the CSE Listing Rules). In such an event the major shareholder intends to take the necessary action to rectify the holding to comply with the public holding requirement.) or to any other existing shareholder/s after fully allotting to all the applicants for additional Rights, on a preferential basis, so that it is fully subscribed.

viii. The new Ordinary Voting Shares resulting from Rights Shares will, upon due acceptance and payment, rank pari passu in all respects, with the Company's existing issued Ordinary Voting Shares respectively and will qualify for all dividends declared only after the final allotment, which shall be after the last date of acceptance and payment.

ix. Pursuant to a Direction issued by the SEC pertaining to the de-materialization of listed securities, the Shareholders who hold Shares in Scrip Form (i.e., Share Certificates) as per the Register maintained by the Registrars to the Company, will not be issued Share Certificates in their favor.

Shareholders who do not have CDS Accounts are advised to open a CDS Account. Shareholders who have CDS Accounts but whose existing Ordinary Voting Shares are not lodged in the said CDS Accounts, are advised to lodge the Company shares in CDS Accounts prior to the date of EGM, to facilitate the direct lodgment of Rights to your CDS Account.

x. All Ordinary Voting Shares allotted shall be directly deposited to the respective Shareholders' CDS Accounts within Ten (10) market days from the last date of acceptance and payment as per the CSE Listing Rules and the relevant Shareholders will be notified of such direct deposits within two (2) Market Days of the direct deposit.

As such all Shareholders having CDS Accounts who accept Rights, should indicate their CDS Account Number in "Form 'A' - Letter of Acceptance and Registration and Form 'C' – Form of Application for Additional Shares".

Form 'A' and Form 'C' which does not carry a valid CDS Account Number, or which indicates an incorrect/inaccurate CDS Account Number, the respective rights shares, will not be uploaded on the date specified for uploading in the Listing Rules of CSE. They will only be registered in the Share Ledger maintained by the Registrar and will not be issued a Share Certificate but will be issued an acknowledgment that the New Ordinary Voting Shares Resulting from Rights Shares are registered in the Share Ledger. Such shareholders would not be able to trade in the new Ordinary Voting Shares until such time the same has been deposited with the CDS. Subsequent to opening a CDS account, the Shareholders should inform the Registrars of the Company their CDS account numbers in writing to which accounts the shares will then be uploaded and such requests will be processed on a weekly basis. Therefore, please ensure strict adherence to the Directive issued by the SEC.

Shareholders have the option of having their Ordinary Voting Shares "Locked" in the CDS. Ordinary Voting Shares that are locked would not be available for trading purposes and would not be visible to the participants. Shareholders who wish to lock their Ordinary Voting Shares allotted in this Issue should indicate such preference in the section provided in the Provisional Letter of Allotment (Form 'A' and Form 'C'). Ordinary Voting Shares of Shareholders, who do not request to lock their Ordinary Voting Shares, would be deposited to their "trading balance" in the CDS Account. However, at the option and request of the accountholder, the CDS would transfer a named quantity of Ordinary Voting Shares from the locked balance to the trading balance of the CDS Account and/or from the trading balance to the locked balance of the CDS Account.

For further clarification, you may contact the Registrars to the Issue M/s. S S P Corporate Services (Private) Ltd, 101, Inner Flower Road, Colombo 03 on Telephone +94 112 573 894

9. DATES FOR THE RIGHTS ISSUE

i. Subject to Shareholder approval being obtained as aforementioned, the date of provisional allotment shall be the same date as the Record Date, i.e. 19th October 2026 (which is 2nd market date from and excluding the said EGM date). In allotting the shares provisionally, the shareholding as appearing in the CDS and the share ledger maintained by the Company Registrar, as at end of trading on the Record Date will be processed separately.

ii. The Company's Ordinary Voting Shares shall trade ex-rights (XR) from the Market Day immediately following the date on which the related resolution is passed by the Shareholders at the EGM, i.e. 15th October 2026.

iii. The Rights entitlement of the shareholders whose shares are held in CDS will be directly deposited to their CDS accounts within three (03) Market Days from and excluding the Record Date i.e. 22nd October 2026.

iv. The Provisional Letters of Allotment, together with the Acceptance and Registration Form and Form of Application for Additional Rights Shares, will be dispatched to Shareholders on 26th October 2026 (within 05 Market Days from and excluding the Record Date) by post, together with clear instructions for returning the completed applications together with the payment therefore.

v. Rights trading period shall commence on the fourth (4th) market day from and excluding the date of making available the Provisional Letter of Allotment and shall continue throughout the period of renunciation.

vi. The Rights Shares may be renounced to the CDS only. The period of renunciation shall not exceed Nine (09) Market Days and excluding the date of making available the Provisional Letters of Allotment.

vii. The last date for acceptance and payment for Rights shall be 11th November 2026 being the twelfth (12th) Market Day from and excluding the date of making available the Letters of Provisional Allotment, i.e. 26th October 2026.

viii. All incomplete application/s with incorrect details will be rejected.

ix. In the event payments are received in the form of cheques, the cheques received in respect of the rights may be banked on receipt and the cheques received in respect of applications for additional rights will be banked only after the last date of acceptance and payment.

x. Refunds in respect of rejected/partly rejected applications for Rights shall be paid as expeditiously as possible but not exceeding ten (10) Market Days from the last date of acceptance and payment. Applicants will be entitled to Interest (the last quoted Average Weighted Prime Lending Rate (AWPLR) published by the Central Bank of Sri Lanka plus 5%.) on refunds not made within this period. Refunds will be made by way of cheque, unless the applicant has provided accurate and complete details of his/her bank account in the application, in which event the Company shall make such payment thereto, SLIPS and a payment advice shall be issued to the applicant. Cheque payments will be dispatched to Shareholders by ordinary mail.

10. DECLARATIONS IN RESPECT OF THE PROPOSED RIGHTS ISSUE

1. By the letter dated 19th August 2026, the Director of Department of Supervision of Non-Bank Financial Institution of the Central Bank of Sri Lanka has granted the approval to the aforesaid Rights Issue, subject to compliance with all applicable regulations and directions relating to the Rights Issue.
2. The CSE by the letter dated 23rd September 2026, has granted the approval in principle, in terms of Section 5.2 of the Listing Rules of the CSE, subject to other conditions as set out in the said letter, to issue and list the new securities.
3. Further, the Company confirms that no other regulatory approval is required for the proposed Rights Issue and its objectives, other than the approval of its Shareholders.
4. The listing of the new securities by the CSE will in no way be reflective of the merits of the issue. The CSE assumes no responsibility for the correctness of any of the statements made, opinions expressed or reports included and nor any responsibility for undisclosed information, omitted statements and reports.
5. The Board of Directors of the Company collectively and individually accept full responsibility for the accuracy and completeness of the information given herein and confirm, having made all reasonable inquiries, that to the best of their knowledge and belief that there are no other facts, and/or omission, which would render any statement in the Circular misleading.

11. NON -RESIDENT SHAREHOLDERS

Non-Resident Shareholders are required to make payments for Rights through their Inward Investment Account (IIA). More details will be set out in the Provisional Letter of Allotment which will be printed and dispatched to the Shareholders by the Registrar to the Issue upon the approval of the Rights Issue by the Shareholders at the EGM.

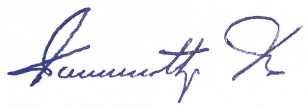
12. DIRECTORS' RECOMMENDATION

The Board of Directors of the Company recommends the Rights Issue in the manner aforesaid, for approval by the Shareholders at an EGM convened on 15th October 2026.

13. THE EGM

The EGM, in order to obtain approval of the Shareholders in respect of the proposed Rights Issue of Shares will be held as a Fully Virtual Meeting on 15th October 2026 at 10.00 AM. The Notice convening the EGM will set out the requisite Resolution to be passed by the Shareholders in order to give effect to the Rights Issue.

BY ORDER OF THE BOARD
SINGER FINANCE (LANKA) PLC



....

Lasitha Dias
Company Secretary

24th September 2026

Manager & Financial Advisor to the Rights Issue
HNB Investment Bank (Pvt) Ltd
53, Dharmapala Mawatha,
Colombo 03