



AMANA TAKAFUL PLC

Company Registration Number PQ 23

660 - 1/1, Galle Road, 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 FIFTY-TWO MILLION EIGHT HUNDRED AND FIFTY-FOUR THOUSAND EIGHT HUNDRED AND FIFTY-SEVEN (52,854,857) ORDINARY VOTING SHARES AT RUPEES NINETEEN (RS. 19.00) PER SHARE BY WAY OF RIGHTS

1. BACKGROUND

We wish to inform you that on 05 February 2026, the Board of Directors of Amana Takaful PLC (“the Company” or “ATL”) has duly resolved to convene an Extraordinary General Meeting (EGM) of the Company on 16 April 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.1 billion, aimed at strengthening the Company’s equity base and thereby improve its Capital Adequacy Ratio (CAR) under the Risk-Based Capital (RBC) framework introduced by the Insurance Regulatory Commission of Sri Lanka (IRCSL), in light of the potential financial impacts from the implementation of Sri Lanka Financial Reporting Standards (SLFRS)17 and SLFRS 9. In the aforesaid context, the Board of Directors of the Company has decided to issue up to 52,854,857 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

On 05 February 2026 the Board of the Company resolved subject to the approval of the Shareholders, to offer up to **Fifty-Two Million Eight Hundred and Fifty-Four Thousand Eight Hundred and Fifty-Seven (52,854,857) Ordinary Voting Shares at Rupees Nineteen (Rs 19.00) per share** in proportions of **Three (03) new Ordinary Voting Shares for every Fourteen (14) 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 favour of the Central Depository Systems (Pvt) Limited (CDS) to the registered Ordinary Voting Shareholders of the Company as at the end of trading on 20 April 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 One Billion Four Million Two Hundred and Forty-Two Thousand Two Hundred and Eighty-Three (Rs.1,004,242,283)** through the Rights Issue of the Ordinary Voting Shares.

Rights Issue	Number of New Shares by way of Rights	Issue Price (Rs.)	Closing Share Price (Rs.) *	3M VWAP Price (Rs.) **	Ratio/Proportion
Ordinary Voting Shares	52,854,857	19.00	25.50	25.88	03 for 14

*As of 03rd February 2026, Last Market Day before the Board Resolution

**VWAP for the 3-months period from 03rd November 2025 – 03rd February 2026

The Board further resolved that in its opinion, the considerations of Rs. 19.00 per Ordinary Voting Share for which the Shares are to be issued is fair and reasonable to the Company and the existing Shareholders as required by the Companies Act No. 07 of 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 03 November 2025 to 03 February 2026 and the closing share prices as of 03rd February 2026 (Last Market Day before the Board Resolution) as shown in the table above.

Subject to compliance with all applicable regulatory and legal requirements of the Colombo Stock Exchange (CSE), Securities and Exchange Commission of Sri Lanka (SEC), and other relevant authorities.

Further, the CSE by the letter dated 06 March 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 20 April 2026 (being the Record Date/Date of Entitlement, which is the 2nd market day from and excluding the EGM date i.e. 16 April 2026) at the issue prices 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 are to be pooled together and be allotted to the respective holders of shares who applied for additional 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:

*Number of Ordinary Voting Shares held by a Shareholder as at end of trading on the Record Date * 3*

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Each Shareholder will be entitled, under the Rights Issue, based on the ratio shown in the table above, Three (03) new Ordinary Voting Shares for every Fourteen (14) 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:

	Latest Reported 31 December 2025 (Pre-rights issue)	Proposed Rights Issue	Post Proposed Rights Issue
Number of Ordinary Voting Shares	246,655,997	52,854,857	299,510,854
Stated Capital (Rs.)	2,159,952,741	1,004,242,283	3,164,195,024

The new Ordinary Voting 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 to support the Capital Adequacy Ratio, 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 an attractive discount, compared to the market price of shares as of 03 February 2026 which amounted to Rights price of Rs.19.00 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 Existing Largest Shareholders, namely, Aberdeen Holdings (Private) Limited, Mr. Sattar Kassim, Mr. Shafik Kassim, and Mr. Osman Kassim, have expressed their interest to fully subscribe to their respective entitlements under the Rights Issue. In addition, the Company has been informed that these shareholders have indicated their interest to take up partially or in full, any unsubscribed rights remaining after the allotment of Additional Rights.

Further, the allotment of shares will be carried out as outlined in Section 8. 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

The primary objective of the proposed rights issue is to strengthen the Company's equity base and thereby improve its Capital Adequacy Ratio (CAR) under the Risk-Based Capital (RBC) framework introduced by the Insurance Regulatory Commission of Sri Lanka (IRCSL).

The primary goal of this capital infusion is to ensure the Company maintains robust financial health under the Solvency Margin (Risk-Based Capital) Rules, 2015. These regulations require insurers to uphold:

- 1) A minimum Capital Adequacy Ratio of 120%
- 2) Total Available Capital (TAC) of at least Rs. 500 million
- 3) In determining TAC, Tier 2 capital shall not exceed 50% of Tier 1 capital

As of 30th September 2025, ATL's Capital Adequacy Ratio was 163%, which remained above the minimum regulatory threshold, and there is currently no regulatory deadline imposed on the Company to achieve any additional capital ratios. Nevertheless, the Board considers it prudent to proactively strengthen the equity base ahead of the mandatory implementation of SLFRS 17 and SLFRS 9, to preserve balance sheet strength, financial stability, and stakeholder confidence.

Regulatory Requirement	Capital Requirement	Regulatory Requirement by Solvency Margin (Risk Based Capital) Rules 2015	Level of Compliance as of 31 st December 2025 (Unaudited)	The expected level of Compliance by the Company subsequent to the Rights Issue *
Capital Adequacy Ratio		≥ 120 % (minimum)	163.69%	337.21%
Tier 2 capital / Tier 1 capital		≤ 50 % (not exceeding)	11.04%	9.10%
Total Available Capital (TAC)		Rs. 500 million	Rs. 947.4 million	Rs. 1,951.6million

* Assuming Rights Issue is fully subscribed.

ATL's Capital Adequacy Ratios are above the minimum regulatory requirement, therefore there is no deadline set to achieve these ratios. However, the Rights Issue is being undertaken at

this stage to prudently absorb the potential financial impacts arising from the implementation of SLFRS 17 and SLFRS 9. Although the potential financial impacts arising from the implementation of SLFRS 17 and SLFRS 9 cannot be reasonably estimated at this point of time, a consultant firm has been engaged to assess the potential financial impacts. As per the reporting requirement, the company's financial statements will reflect the impacts of the implementation from Q3 2026 onwards.

In order to adequately absorb the transitional and ongoing financial impacts arising from the implementation of Sri Lanka Financial Reporting Standard SLFRS 17 (Insurance Contracts) and SLFRS 9 (Financial Instruments), which are required to be reflected in the Company's financial statements from the third quarter of 2026 onwards in accordance with guidance issued by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka), the proposed Rights Issue is being undertaken as a proactive capital management measure. The Rights Issue is intended to be completed prior to the recognition of these impacts in the Company's books, thereby strengthening the Company's equity base and supporting long-term financial resilience.

The implementation of SLFRS 17 represents a fundamental change in the measurement and presentation of insurance contracts, including the deferral of certain income components (i.e. Management Fee), the amortisation of acquisition-related costs (i.e. Commission expense, and Expenses pertaining to the acquisition of policies) over policy periods, and the requirement to recognise any anticipated losses on onerous contracts at inception. In parallel, SLFRS 9 introduces an expected credit loss framework and revised classification and measurement requirements for financial assets, which may result in additional impairment provisions on receivables (i.e. debtors below 60 days aging), investments, and reinsurance assets. Collectively, these changes are expected to give rise to one-off transitional adjustments to retained earnings, as well as ongoing balance sheet and profit or loss impacts, without affecting the Company's underlying cash flows or operational viability.

The proposed Rights Issue is intended to be completed prior to the effective recognition of these impacts, ensuring that the Company continues to meet applicable regulatory capital requirements during and after the transition to the new financial reporting standards.

As a result of strengthening the equity base via the proposed rights issue to absorb the accounting standards impacts, ATL will also be able to support and sustain the Company's continued growth in Gross Written Premium (GWP), which has been underpinned by strategic initiatives, such as product diversification, network expansion, and increased market penetration. As business volumes expand, the associated rise in risk-weighted assets and policy liabilities necessitates a stronger capital foundation. The infusion of equity will enhance underwriting capacity, ensure adequate liquidity to meet future claims and reserve obligations, and reinforce the Company's ability to maintain its growth trajectory while upholding sound solvency and financial discipline.

The infusion of additional equity capital is expected to deliver the following strategic benefits:

- **Regulatory Compliance:** Strengthen the Company's solvency position and ensure sustained compliance with IRCSL's capital adequacy thresholds.
- **Risk Absorption Capacity:** Establish a more robust buffer to absorb potential market and underwriting risks.
- **Financial Flexibility:** Enhance the Company's ability to respond to emerging opportunities and challenges, thereby improving investor confidence.
- **Balance Sheet Stability:** Support long-term financial stability and facilitate sustainable business growth.

The proposed rights issue reflects the Company's commitment to prudent capital management and regulatory compliance. By fortifying its equity base, the Company will remain well-capitalized to meet future business and regulatory requirements, while continuing to deliver value to its shareholders.

The proceeds of the Rights Issue will be invested in approved investment instruments in accordance with the Company's internal investment policy, as approved by the Board of Directors. Such investments will be made within a period of three (03) months from the receipt of funds and will be limited to instruments that preserve capital, maintain liquidity, and comply with applicable regulatory requirements. In the interim period before the funds are deployed for the purposes outlined above, such proceeds will be held in short-term Government securities and Government-backed repurchase agreements, to ensure capital preservation. The funds will be utilized in a manner consistent with the objectives of the Rights Issue and the Company's capital management framework.

The Company confirms that the funds raised through the Rights Issue will be utilized solely for the purposes stated in this Circular. None of the proceeds raised through the Rights Issue will be provided to, or utilized for the benefit of, any related parties of the Company in any manner, directly or indirectly.

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, ATL 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.

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.)

- (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.
- (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.

6. ADDITIONAL INFORMATION

6.1. Shareholding

The Top 20 Ordinary Shareholders as of 31st December 2025

	Name	Shares	% of Holding
1	AMANA BANK PLC/MR.OSMAN KASSIM	44,500,000	18.04%
2	ABERDEEN HOLDINGS (PRIVATE) LIMITED	37,132,522	15.05%
3	AMANA BANK PLC	36,998,380	15.00%
4	MR. SATTAR KASSIM	30,861,752	12.51%
5	AMANA BANK PLC/MR. SHAFIK KASSIM	15,972,442	6.48%
6	MR. SHAFIK KASSIM	14,496,125	5.88%
7	SEYLAN BANK PLC/PHANTOM INVESTMENTS (PVT) LTD	10,200,000	4.14%
8	SEYLAN BANK PLC/ARRC CAPITAL (PVT) LTD	6,892,158	2.79%
9	EMFI CAPITAL LIMITED	4,779,572	1.94%
10	HATTON NATIONAL BANK PLC/ALMAS HOLDINGS (PRIVATE) LIMITED	4,668,237	1.89%
11	SEYLAN BANK PLC/JN LANKA HOLDINGS COMPANY (PVT) LTD	3,000,000	1.22%
12	SAMPATH BANK PLC/SENTHILVERL HOLDINGS (PVT) LTD	2,111,284	0.86%
13	PEOPLE S LEASING AND FINANCE PLC/NAGOYA CEYLON TRADING (PVT) LTD	1,295,810	0.53%
14	MR. SRIYAN GURUSINGHE	1,231,863	0.50%
15	SEYLAN BANK PLC/ PINNADUWAGE ARAVINDA DE SILVA	1,134,345	0.46%
16	SEYLAN BANK PLC/HOTEL INTERNATIONAL (PVT) LTD	1,100,000	0.45%
17	HATTON NATIONAL BANK PLC-ARPICO ATARAXIA EQUITY INCOME FUND	1,099,499	0.45%
18	FALCON TRADING PVT LTD	1,059,740	0.43%
19	PMF FINANCE PLC/M.S.HAMZADEEN	1,000,000	0.41%
20	MR. OSMAN KASSIM	901,823	0.37%
	Total of top 20 shareholders	220,435,552	89.37%
	Others	26,220,445	10.63%
	Total of all shareholders	246,655,997	100.00%

Public Holding as of 31 st December 2025	Percentage
Ordinary Voting Shares	66.90%

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
February 2026	27.00	22.00	23.90	24.00	11,050,313	2,270
January 2026	28.00	24.00	25.60	25.90	7,873,037	1,590
December 2025	27.00	22.00	24.90	24.90	10,633.933	1,906

6.3. Dividend History

There were no dividends declared to the Ordinary shareholders of ATL during the last 05 financial years.

6.4. Financial Statements

Shareholders' attention is drawn to the Audited Financial Statements of the Company for the year ended 31st December 2024, and Interim (Unaudited) Financial Statements as of 30th September 2025, which are hosted on www.cse.lk.

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

6.5. Composition of the Related Party Transaction Review Committee (RPTRC)

Name	Category
P. S. Weerasekera	Independent Non-Executive Director
M. Zulficar Ghouse	Independent Non-Executive Director
E. D. Wickramasuriya	Independent Non-Executive Director
Abdullah Kassim	Independent Non-Executive Director

6.6. Contingent Liabilities & Litigations

There are no material changes to the contingent liabilities and litigations from the position disclosed in the Interim (Unaudited) Financial Statements as of 30th September 2025.

7. BENEFITS OF INVESTING IN RIGHTS ISSUE

The proposed Rights Issue represents a pivotal initiative to reinforce the Company's capital structure, thereby enhancing its Capital Adequacy Ratio in accordance with regulatory requirements under the Risk-Based Capital (RBC) framework. This strengthened equity base will fortify the Company's solvency position and operational resilience, while enabling the continued expansion of its Gross Written Premium through increased underwriting capacity and financial flexibility.

For shareholders, this capital raise offers a compelling opportunity to participate in the Company's long-term growth strategy. By investing in the Rights Issue, shareholders contribute to the Company's ability to absorb future market and underwriting risks, maintain regulatory compliance, and pursue sustainable business growth. In turn, this positions shareholders to benefit from improved profitability and enhanced value creation over time.

8. APPLICATION FOR RIGHTS AND PROVISIONAL ALLOTMENT

- (i) Up to 52,854,857 Rights Shares will be provisionally allotted to the Shareholders in the proportions of Three (03) new Ordinary Voting Shares for every Fourteen (14) existing Ordinary Voting Shares held by such Shareholders as at the end of the Trading on 20 April 2026 (being the Record Date/ Date of Provisional Allotment, which is the 2nd market day from and excluding the EGM date, i.e. 16 April 2026).
- (ii) In the allotment of the Rights 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 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 favour of the CDS, will be made available to the Shareholders on 27 April 2026, by publishing on the Company's Official Website www.takaful.lk and the CSE Website www.cse.lk, and Rights Shares provisionally allotted to them will be directly deposited to their accounts with the CDS, within three (03) Market Days from and excluding the Record Date. (i.e. 23 April 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 shares.
- (v) Applications for additional Rights Shares, respectively, will also be permitted. However, such additional 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 in addition to fractional shares 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 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 Rights 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 shares under the Rights Issue, to either the largest Existing Shareholders or to any other Existing Shareholders, at the same rights issue price (This can have an impact on the public holding percentage of ATL [as per Section 7.13 of the CSE Listing Rules]. In such an event, the existing largest shareholder intends to take the necessary action to rectify the holding to comply with the public holding requirement.) after fully allotting to all the applicants for additional Rights, on a preferential basis, so that it is fully subscribed.
- (viii) Further, subject to the allotment process set out in Clause (vii) above, any Rights Shares that remain unsubscribed, after the last date of acceptance and payment for Rights Shares shall be allotted, at the discretion of the Board of Directors, to any individual/s or entity/ies, including third-party strategic investors who were not Shareholders of the Company as at the Record Date, at the same Rights Issue price of Rs. 19.00 per share.
- (ix) The new Ordinary Voting Shares provisionally allotted 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.
- (x) 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 favour.

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 lodgement of Rights to your CDS Account.

- (xi) In accordance with the CSE Listing Rules, the Company will ensure that cheques received in respect of the Rights are banked upon receipt, while cheques received in respect of applications for Additional Rights shall be banked only after the last date of acceptance and payment.
- (xii) 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 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 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, Managers and Secretaries (Private) Limited, No 10, Gothami Road, Colombo 8, via Telephone 011 2015913 (direct) and 0112015900 (general).

9. DATES FOR THE RIGHTS ISSUE

1	Extraordinary General Meeting Date (Providing Ten (10) Market Days' Notice after obtaining approval, in principle, from the CSE)	16 April 2026
2	Ex-Rights (XR) Date (The Market Day immediately following the EGM date)	17 April 2026
3	Date of Entitlement i.e. Record Date and the Date of Provisional Allotment (The Second (2nd) Market Day from and excluding the date of the EGM)	20 April 2026
4	Date for Direct Deposit of Rights into Shareholders' CDS Accounts (Within Three (3) Market Days from and excluding the Record Date)	23 April 2026
5	Date of dispatching/making available the Provisional Letter of Allotment (Within Five (5) Market Days from and excluding the Record Date)	27 April 2026
6	Rights Trading Commencement (Shall commence on the Fourth (4th) Market Day from and excluding the date of dispatching/making available the Provisional Letter of Allotment. Such trading shall continue throughout the period of renunciation to the CDS.)	04 May 2026
7	Last Date of Renunciation (Shall not exceed Nine (9) Market Days from and excluding the date of dispatching/making available the Provisional Letter of Allotment)	11 May 2026
8	The Last Date of Acceptance and Payment for Rights (Shall be the Twelfth (12th) Market Day from and excluding the date of dispatching/making available the Provisional Letter of Allotment)	14 May 2026

- (i) Along with the Provisional Letters of Allotment, the Acceptance and Registration Form and Form of Application for Additional Shares, will be made available to Shareholders by uploading the said documents together with clear instructions for returning the completed applications together with the payment therefore, on the Company's Official Website www.takaful.lk and on the CSE Website www.cse.lk.
- (ii) All incomplete application/s with incorrect details will be rejected.
- (iii) 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 (i.e. 29 May 2026). 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

- (i) The CSE by the letter dated 06 March 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.
- (ii) The Company confirms that the Rights Issue is being executed to strengthen its equity base and overall capital position in alignment with the regulatory framework. In this regard the Company has formally notified the Insurance Regulatory Commission of Sri Lanka (IRC SL) of the proposed Rights Issue of Ordinary Voting Shares
- (iii) Further, the Company confirms that no other regulatory approval is required for the proposed Rights Issue, other than the approval of its Shareholders.
- (iv) 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 of omitted statements, undisclosed information and reports.
- (v) The Directors of the Company collectively and individually accept full responsibility for the accuracy and completeness of the information given and confirm having made all reasonable enquiries, that to the best of their knowledge and belief that there are no other facts the omission of which would render any statement in the Circular misleading.
- (vi) The Board, having considered all the factors relating to the Rights Issue, the interests of the Shareholders as well as the Company, has resolved that, in its opinion, the consideration of the Rights Issue is fair and reasonable to the Company and for all existing Shareholders, as required by the Companies Act No. 07 of 2007. The Board, therefore, recommends that the Shareholders of the Company vote in favour of the ordinary resolution for the Rights Issue.
- (vii) In the event there are any changes to the above-mentioned Purpose of the Issue due to a change in circumstances, Shareholder approval would be sought prior to effecting such changes subsequent to making the required announcements to the CSE.

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 made available to the Shareholders via the Company's Official Website www.takaful.lk and the CSE Website www.cse.lk , 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 16 April 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 16 April 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 of Amana Takaful PLC
Managers & Secretaries (Private) Limited**



**Company Secretaries
27th March 2026**

Manager & Financial Advisor to the Rights Issue
Asia Securities Advisors (Private) Limited
4th Floor, Lee Hedges Tower,
349 Galle Road Colombo 03.