

Regulatory Actions on Sinhaputhra Finance PLC

The Monetary Board of the Central Bank of Sri Lanka (Monetary Board), having considered the critical financial condition and the continuous non-compliances with the regulatory requirements imposed by the Central Bank of Sri Lanka (CBSL), in terms of Section 37(1) of the Finance Business Act, No. 42 of 2011 (FBA), issued a notice of cancellation of the licence granted to Sinhaputhra Finance PLC (SINF) to carry on finance business under the FBA.

However, CBSL wishes to emphasize that this is only a notice of cancellation of the licence issued to carry on finance business activities. SINF has the opportunity to tender its objections, in writing, for the notice of cancellation of the licence, within the time period stipulated in the FBA, giving reasons as to why the licence issued to SINF should not be so cancelled. Accordingly, SINF has submitted its objections to the Monetary Board. As per the provisions in the FBA, the Monetary Board will have to consider the objections tendered by SINF and determine whether to withdraw the notice of cancellation or cancel the licence. Along with the objections, SINF has submitted a capital augmentation proposal, which is also under consideration by CBSL.

The depositors may contact the Department of Supervision of Non-Bank Financial Institutions through **0112398806** and **0112398774** or **snbf_queriesinf@cbsl.lk** for further clarifications.

Director - Supervision of Non Bank Financial Institutions

Central Bank of Sri Lanka, No. 30, Janadhipathi Mawatha, Colombo 01