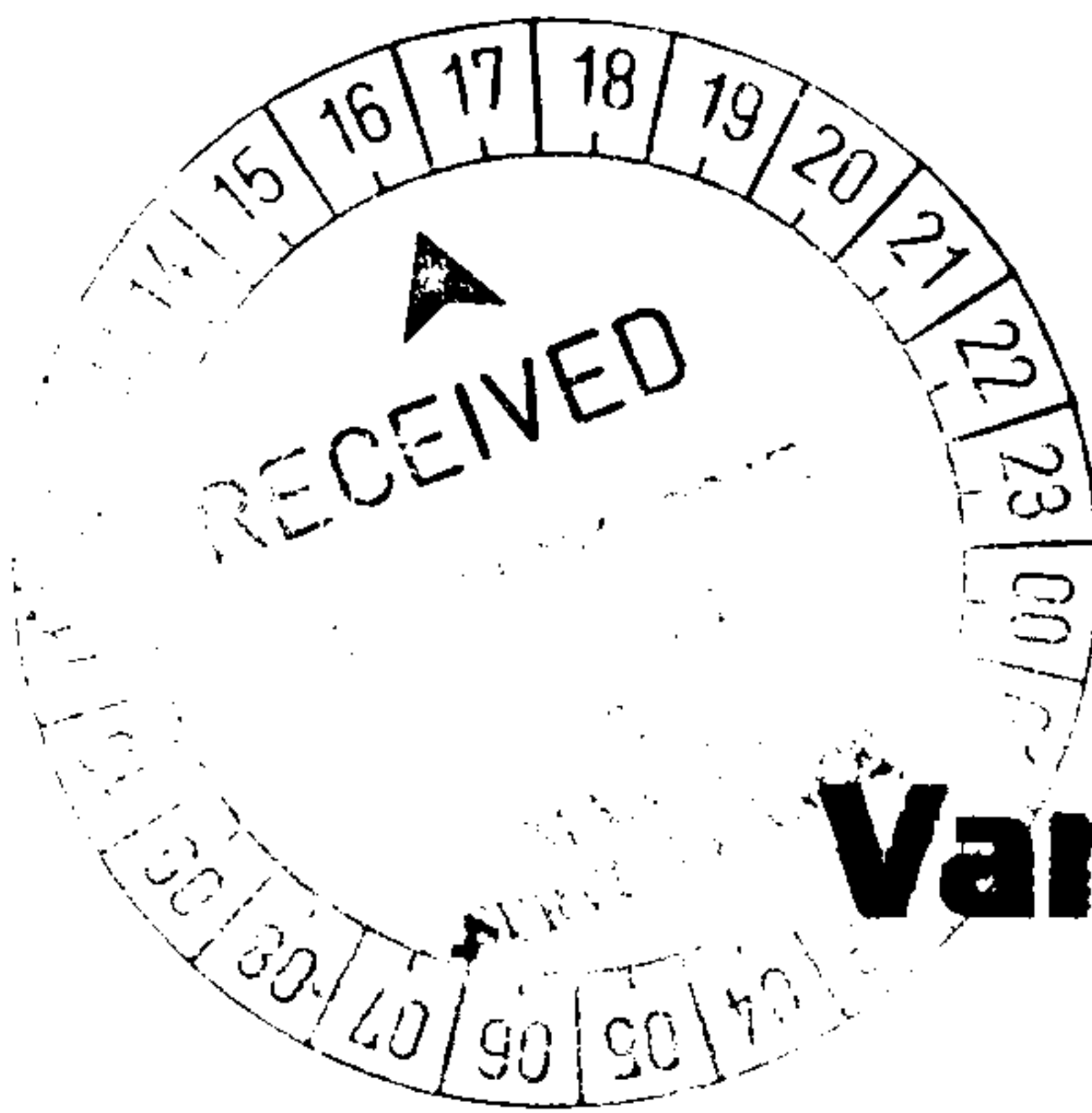




Vardhāna Bank

15 May 2015

Mr Renuke Wijayawardhane
Chief Operations Officer
Colombo Stock Exchange
Level 04 – 01 West Block
World Trade Centre, Echelon Square
Colombo 1

Post-it® Fax Note	7671	Date	15/5/15	# of pages	01
To	Mr. R. Wijayawardhane	From	A. Withana		
Co./Dept.	COO / CSE	Co.	DFCC Bank		
Phone #	2356540	Phone #	2442219		
Fax #	2448925	Fax #	2440376		

Dear Sir

112/Tk
Pls circulate
AS
15/5

Disclosure under Section 8 of the CSE Listing Rules

Proposed Merger of DFCC Bank PLC (DFCC) and DFCC Vardhana Bank PLC (DVB)

The Boards of Directors of DFCC and DVB have decided after due consideration that it would be in the best interests of both banks, its shareholders and other stakeholders to amalgamate DFCC and its 99.2% owned subsidiary, DVB, and continue their activities as a single legal entity which is a licensed commercial bank. Accordingly the banks have made an application to the Central Bank seeking provisional approval for a merger.

Upon receiving the approval of the Central Bank in principal, the banks will embark on the steps that have to be taken to complete this amalgamation and submit the amalgamation proposal for the approval of the shareholders of the two banks as required by the Companies Act. The amalgamation will only be effective after all required regulatory and shareholder approvals are received.

Yours Faithfully,

Apth A

Anomie Withana
Company Secretary
DFCC Bank PLC

Asoka Mendis

Asoka Mendis
Company Secretary
DFCC Vardhana Bank PLC