

**SIYAPATHA FINANCE PLC  
DEBENTURE ISSUE 2017**

**ERRATA – PROSPECTUS DATED 18TH SEPTEMBER 2017**

With reference to the Prospectus submitted to the Colombo Stock Exchange dated 18<sup>th</sup> September 2017, please be informed that the following amendments on pages v, 9 and 10 and the application form are by this Errata amended, corrected and taken to read as shown herein instead of as printed in the aforementioned Prospectus.

**PAGE V – ISSUE AT A GLANCE**

The following paragraphs which appear under “issue at a glance” on Page v, be amended, corrected and taken to read as follows;

<b>Details of Debentures (Fixed Rate Debentures)</b>	Listed, Rated, Unsecured, Subordinated, Redeemable, Transferable, fully paid Debentures as described below:				
	<i><b>Tenure</b></i>	<i><b>Maturity Date</b></i>	<i><b>Rate of Interest (per Annum)</b></i>	<i><b>Annual Effective Rate (AER) (per annum)</b></i>	<i><b>Interest Payment frequency</b></i>
	60 Months (5 Years)	On completion of 5 years from the date of allotment	12.5%	12.5%	payable annually
<p><b>“RATE OF INTEREST”</b> means the rate of twelve decimal five zero per centum (12.50%) per annum, provided however that in the event of any income tax being payable by way of withholding on the interest on the Debentures and an Interest Rate Gross up Event is applicable, the Company shall gross up the Rate of Interest such that a Debenture Holder receives an interest of twelve decimal five zero per centum (12.50%) per annum after the deduction of such withholding tax provided however that the interest so grossed up shall not exceed thirteen decimal one six per centum (13.16%) per annum. If the interest is grossed up, the grossed up rate shall apply to all the Debenture Holders.</p> <p><b>“INTEREST RATE GROSS UP EVENT”</b> means that withholding tax is payable in terms of law on the debenture interest payment but tax credit is not available to the withholder being a company incorporated in Sri Lanka on such tax withheld under the relevant income tax statute.</p> <p>In case of such grossed up interest rate exceeds thirteen decimal one six per centum (13.16%) p.a. due to the imposition of WHT, such difference will be borne by the investor.</p>					

## **PAGE 9 – 5.5 PAYMENT OF INTEREST**

The following paragraphs which appear under “5.5 Payment of interest” on Page 9, be amended, corrected and taken to read as follows;

### **5.5 PAYMENT OF INTEREST**

Rate of Interest (per annum)	Annual Effective Rate (AER) (per annum)	Interest Payment Frequency
12.5%	12.5%	Payable annually

“**RATE OF INTEREST**” means the rate of twelve decimal five zero per centum (12.50%) per annum, provided however that in the event of any income tax being payable by way of withholding on the interest on the Debentures and an Interest Rate Gross up Event is applicable, the Company shall gross up the Rate of Interest such that a Debenture Holder receives an interest of twelve decimal five zero per centum (12.50%) per annum after the deduction of such withholding tax provided however that the interest so grossed up shall not exceed thirteen decimal one six per centum (13.16%) per annum. If the interest is grossed up, the grossed up rate shall apply to all the Debenture Holders.

“**INTEREST RATE GROSS UP EVENT**” means that withholding tax is payable in terms of law on the debenture interest payment but tax credit is not available to the withholder being a company incorporated in Sri Lanka on such tax withheld under the relevant income tax statute.

In **case** of such grossed up interest rate exceeds thirteen decimal one six per centum (13.16%) p.a. due to the imposition of WHT, such difference will be borne by the investor.

## **PAGE 10 – 5.6 TAX CONCESSION**

The following paragraphs which appear under “5.6 Tax concession” on Page 10, be amended, corrected and taken to read as follows;

### **5.6 TAX CONCESSION**

Interest on the Debentures will be paid after deducting any taxes and charges thereon (if any) as per the applicable laws prevalent at the time of interest payment to the Debenture Holders

“**INTEREST RATE GROSS UP EVENT**” means that withholding tax is payable in terms of law on the **debenture** interest payment but tax credit is not available to the withholder being a company incorporated in Sri Lanka on such tax withheld under the relevant income tax statute.

In **case** of such grossed up interest rate exceeds thirteen decimal one six per centum (13.16%) p.a. due to the imposition of WHT, such difference will be borne by the investor.

**Investors are advised to obtain clarifications in this regard from their tax advisors.**

Please note that all other information remains unchanged.

By order of the Board



**BY ORDER OF THE BOARD  
COMPANY SECRETARY**

Date: 21<sup>st</sup> September 2017