



Bogala Graphite

Bogala Graphite Lanka PLC.

Financial Statements

Quarter ended 30th Sep 2016

BOGALA GRAPHITE LANKA PLC.

Statement of Financial Position

As at	30-09-2016 Rs.	31-12-2015 Rs.
ASSETS		
Non-current Assets		
Property, Plant and Equipment	260,863,558	253,502,895
Other Non Current Financial Assets	16,045,608	18,481,894
	276,909,166	271,984,789
Current Assets		
Inventories	111,581,456	115,368,047
Trade and Other Receivables	121,705,568	83,146,413
Advances and Prepayments	13,254,172	9,063,307
Other Financial Assets	12,951,987	12,252,811
Cash and Cash Equivalents	32,720,815	32,804,003
	292,213,998	252,634,581
Total Assets	569,123,164	524,619,370
EQUITY AND LIABILITIES		
Capital and Reserves		
Stated Capital	102,074,201	80,074,201
Reserves	5,718,298	5,718,298
Retained Earnings	217,892,471	192,514,375
Total Equity	325,684,970	278,306,874
Non-current Liabilities		
Interest Bearing Loans and Borrowings	111,721,074	128,511,023
Deferred Tax Liability	7,414,100	7,414,100
Employee Benefit Liability	47,317,154	43,670,171
	166,452,327	179,595,294
Current Liabilities		
Trade and Other Payables	38,757,862	35,193,003
Income Tax Payables	6,113,816	182,165
Interest Bearing Loans and Borrowings	32,114,189	31,342,034
	76,985,867	66,717,202
Total Equity and Liabilities	569,123,164	524,619,370
Net Assets Per Share (Rs.)	3.44	2.94

These financial statements are in compliance with the requirements of Companies Act 07 of 2007.

Certified by,

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Sugath Amarasinghe
Finance Director

The Board of Directors are responsible for the preparation and presentation of these financial statements, signed for and on behalf of the Board of Directors by.

.....
Vijaya Malalasekera
Chairman

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A.P. Jayasinghe
Chief Executive Officer

BOGALA GRAPHITE LANKA PLC.

Statement of Profit or Loss and Other Comprehensive Income

For the Period ended 30th September 2016	Quarter		Nine Months			
	Unaudited 3rd Quarter Ended 30/09/2016	Unaudited 3rd Quarter Ended 30/09/2015	Unaudited Nine Months Ended 30/09/2016	Unaudited Nine Months Ended 30/09/2015	Variance	
	Rs.	Rs.			Rs.	%
REVENUE	188,898,300	155,889,642	528,822,203	428,184,487	100,637,716	24%
Cost of Sales	(111,314,398)	(105,893,190)	(330,192,314)	(305,991,891)	(24,200,423)	8%
Gross Profit	77,583,902	49,996,451	198,629,889	122,192,596	76,437,293	63%
Other Income and Gains	3,803,926	57,812	11,134,535	328,277	10,806,257	3292%
Selling and Distribution Costs	(24,643,783)	(22,943,518)	(73,278,564)	(65,177,775)	(8,100,789)	12%
Administrative Expenses	(28,951,390)	(26,107,426)	(79,190,915)	(77,242,087)	(1,948,828)	3%
Exchange Gain/(Loss) (Note 8)	1,878,004	(3,240,390)	3,429,121	13,841,590	(10,412,469)	-75%
Operating Profit	29,670,659	(2,237,070)	60,724,065	(6,057,399)	66,781,463	-1102%
Finance Cost	(2,154,325)	(2,428,508)	(6,666,025)	(7,871,188)	1,205,163	-15%
Finance Income	702,638	675,918	1,984,829	2,006,557	(21,728)	-1%
Profit Before Tax	28,218,972	(3,989,661)	56,042,869	(11,922,029)	67,964,898	-570%
Income Tax (Expenses)/Reversals	(4,332,579)	(261,403)	(6,464,773)	(365,193)	(6,099,580)	1670%
Net Profit for the period	23,886,393	(4,251,064)	49,578,096	(12,287,222)	61,865,318	-503%
Other Comprehensive Income	-	-			-	-
Actuarial Loss on Retirement Benefit Obligation						
Income tax effect					-	-
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-	-	-		
Total Comprehensive Income for the period, net of tax	23,886,393	(4,251,064)	49,578,096	(12,287,222)	61,865,318	-503%
Earning/(Loss) Per Share	0.25	(0.04)	0.52	(0.13)		

BOGALA GRAPHITE LANKA PLC.

STATEMENT OF CHANGES IN EQUITY

Nine Months ended 30th Sep 2016

	Stated Capital Rs.	Revaluation Reserve Rs.	Retained Earnings/(Losses) Rs.	Total Equity Rs.
Balance as at 31 December 2014	80,074,201	5,718,298	183,609,710	269,402,209
Re-estimation of fully depreciated assets	-	-	13,142,102	13,142,102
Adjusted balance as at 1st January 2015	80,074,201	5,718,298	196,751,812	282,544,311
Net Profit for the period 30th Sep 2015	-	-	(12,287,222)	(12,287,222)
Other Comprehensive Income			-	-
Dividend - 2014	-	-	(2,838,987)	(2,838,987)
Balance as at 30th Sep 2015	80,074,201	5,718,298	181,625,603	267,418,101
Balance as at 1st January 2016	80,074,201	5,718,298	192,514,375	278,306,874
Net Profit for the period ended 30th Sep 2016	-	-	49,578,096	49,578,096
Other Comprehensive Income			-	-
Bonus Issue (Note 9)	22,000,000		(24,200,000)	(2,200,000)
Balance as at 30 Sep 2016	102,074,201	5,718,298	217,892,471	325,684,970

BOGALA GRAPHITE LANKA PLC.

STATEMENTS OF CASH FLOWS

Nine Months ended 30 Sep 2016	30/09/2016 Rs.	30/09/2015 Rs.
Cash Flows From / (Used in) Operating Activities		
Profit Before Taxation	56,042,869	(11,922,029)
Adjustments for		
Depreciation on Property Plant & Equipments	34,252,075	35,347,733
Amortization and Impairment of Intangible Assets	-	855,957
Foreign Currency Gains	(3,429,121)	(13,841,590)
Profit on disposal of Property Plant & Equipments	(10,296,739)	(328,277)
Finance Income	(1,984,829)	(2,006,557)
Finance Costs	6,666,025	7,871,188
Provision for Employee Benefits	7,750,000	7,450,000
Operating Profit before Working Capital Changes	89,000,280	23,426,424
Decrease in Inventories	3,786,591	(30,107,144)
Increase in Trade and Other Receivables	(42,750,019)	(4,460,849)
Decrease in Other Financial Assets	1,737,110	1,002,822
Increase in Trade and Other Payables	3,564,859	33,241,179
Cash Generated from Operations	55,338,821	23,102,433
Interest Received	1,984,829	2,006,557
Income Tax Paid	(2,732,972)	(2,816,102)
Gratuity Paid	(4,103,018)	(786,360)
Net Cash Flows From Operating Activities	50,487,660	21,506,528
Cash Flows Used in Investing Activities		
Acquisition of Property, Plant and Equipment	(33,112,891)	(10,740,303)
Proceeds from sale of Property Plant & Equipments	10,296,739	339,659
Net Cash Flows Used in Investing Activities	(22,816,152)	(10,400,644)
Cash Flows Used in Financing Activities		
Repayment of Interest Bearing Loans and Borrowings	(27,780,716)	(19,419,394)
Principal Payment under Finance Lease Liabilities	(3,704,205)	(4,955,226)
Finance Cost Paid	(6,666,025)	(7,871,188)
Net Cash Flows used in Financing Activities	(38,150,946)	(32,245,808)
Net Decrease in Cash and Cash Equivalents	(10,479,438)	(21,139,924)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	10,396,250	7,561,504
Net Increase in Cash and Cash Equivalents	(83,188)	(13,578,420)
Cash and Cash Equivalents at the beginning of the Year	32,804,003	44,257,005
Cash and Cash Equivalents at the end of the Period	32,720,815	30,678,585

BOGALA GRAPHITE LANKA PLC.

NOTES TO THE ACCOUNTS

(1) Corporate Information - Bogala Graphite Lanka PLC is a public limited company incorporated and domiciled in Sri Lanka and listed on Colombo Stock Exchange. The address of the company's principle place of business is Bogala Mines, 71041 Aruggammana.

(2) Interim Financial Statements - the financial statements for the period ended 30th Sep 2016, refers to the Companies accounts which have not been audited.

(3) Approval of Financial Statements - The interim financial statements of the Company for the Period ended 30th Sep 2016 were authorized for issue by the Board of Directors on 10th November 2016

(4) Basis of Preparation - The interim financial statements of the Company have been prepared in compliance with Sri Lanka Accounting Standard (SLAS) LKAS 34 - Interim Financial Reporting. Financial Statements are in compliance with the Companies Act No.07 of 2007, the Sri Lanka Accounting and Auditing Standards Act No.15 of 1995 and CSE Guidelines.

The accounting policies have been consistently applied in preparation of the Interim Financial Statements by the Company and, are consistent with those used in the previous year. Previous year figures and phrases have been re-arranged whenever necessary to conform to current presentation. All known expenses have been provided for in financial statements.

(5) Contingencies, Capital and Other Commitments - There has been no significant change in the nature of the contingencies and other commitments, which were disclosed in the annual report for the year ended 31st December 2015.

(6) Material events subsequent to the interim period - No circumstances have arisen since the reporting date, which would require adjustments to or disclosure in the financial statements

(7) Functional Currency - The financial statements are presented in Sri Lankan rupees, which is the Company's functional currency.

(8) Foreign currency transactions - Transactions in foreign currency are translated to the functional currency at exchange rates at the date of the transactions. All monetary assets and liabilities denominated in foreign currency at the reporting date are translated at the rate prevailing on the reporting date.

Net Exchange gain shown separately in the Statement of Profit or Loss and Other Comprehensive Income amounting to Rs.3.4 Mn for the period ended 30th Sep 2016 comprises an unrealized exchange loss of Rs.6.9Mn on the revaluation of the Euro Loan amounting to 828,709. Exchange Gain for the comparative period was Rs.13.8Mn.

(9) Capitalisation of Retained Earnings - The Company has completed the capitalisation of retained earnings amounted to Rs.22.0 million as fully paid shares to increase the stated capital in the proportion of 1:1 during the period under review. Accordingly the number of ordinary shares have increased to 94,632,904 and the new number of shares were used in calculating the Earnings per share and Net assets per share. Further comparative Earnings per Share and Net Assets per Share (EPS/NAPS) were also recalculated based on new number of shares and adjusted retrospectively.

(10) Events After Reporting date - There are no material events occurring after the reporting date that require adjustments to or a disclosure in the financial statements.

(11) Market Value details for the Quarter is indicated below.

	The Market Price/Ratios	2016-09-30	2015-09-30
		Rs.	Rs.
	Highest price per share	18.00 (25/07/ 2016)	34.90 (07/08/ 2015)
	Lowest price per share	13.50 (07/07/ 2016)	30.00 (30/09/ 2015)
	Last Traded Price (Closing Price)	16.00	30.00
	Net Assets Value per share	3.44	2.83
	Quick Asset Ratio	2.35:1	1.58:1

BOGALA GRAPHITE LANKA PLC.

TOP 20 SHAREHOLDER LIST AS AT 30TH SEPTEMBER 2016

	Shareholder Name	No of Shares	%
1	GRAPHIT KROPFMUHL GMBH	75,310,068	79.58
2	ALTERNA GK LLC	9,775,580	10.33
3	SECRETARY TO THE TREASURY	509,000	0.54
4	MRS. N.TIRIMANNE	374,200	0.40
5	PEOPLES LEASING & FINANCE PLC/L.P.HAPANGAMA	181,945	0.19
6	MR. W.A.DE SILVA (DECEASED)	181,800	0.19
7	MR. D.M.KODIKARA	121,386	0.13
8	MR. A.J.M.JINADASA	103,000	0.11
9	UNIVOGUE GARMENTS (PVT) LIMITED.	99,000	0.10
10	MR. M.H.HANIFFA	95,100	0.10
11	MRS. N.MULJIE	69,902	0.07
12	ASHA FINANCIAL SERVICES LIMITED/MR.C.N.PAKIANATHAN	68,258	0.07
13	MR. K.S.M.RODRIGO	61,300	0.06
14	MR. N.A.WITHANA	54,604	0.06
15	MR. M.S.HIRIPITIYA	53,026	0.06
16	MR. A.R.IBRAHIM	52,700	0.06
17	FIRST CAPITAL MARKETS LIMITED/MR.P.D.SAMARASINGHA	42,000	0.04
18	MR. R.P.SUGATHADASA	41,700	0.04
19	DR. K.SRIRANJAN	40,000	0.04
20	MR. W.A.D.G.KARUNANAYAKE	37,040	0.04
21	MR. H.W.M.WOODWARD	35,600	0.04
22	MR. J.P.KARUNARATNE	33,000	0.03
23	WALDOCK MACKENZIE LTD/MRS. G. SOYSA	30,170	0.03

BOGALA GRAPHITE LANKA PLC

Shares not taken into Account to compute Public Holding

Name	No of Shares	%
GRAPHIT KROPFMUHL GmbH	75,310,068	79.58
ALTERNA GK LLC	9,775,580	10.33
Total	85,085,648	89.91

Percentage of public holding as at 30.09.2016 was 10.09%

Number of Shares held by Public

9,547,256

Percentage

10.09%

Total No of Shareholders

9,575

Total No. of shareholders who hold the Public Holding

9,573

No. of Shares Representing Stated Capital

94,632,904