Bogala Graphite Lanka PLC

Interim Financial Statements

For the Period ended 30th September 2025

BOGALA GRAPHITE LANKA PLC

Statement of Profit or Loss and Other Comprehensive Income

For the	Quarter ended 30th September		Period ended 30th September		Variance	
	2025 LKR '000	2024 LKR '000	2025 LKR '000	2024 LKR '000	LKR '000	%
Revenue	**372,439**	**423,943**	**1,217,229**	**1,332,277**	**(115,048)**	**(9)**
Cost of Sales	(202,873)	**(267,209)**	(704,723)	(780,934)	76,211	**10**
Gross Profit	**169,566**	**156,734**	**512,506**	**551,343**	**(38,837)**	**(7)**
Other Income	968	**1,033**	3,777	2,065	1,712	**83**
Net Exchange Gain/(Loss)	(3,616)	**(5,842)**	49,147	(73,251)	122,398	**> 100%**
Administrative Expenses	(49,607)	**(44,538)**	(144,357)	(127,619)	(16,738)	**(13)**
Selling and Distribution Expenses	(53,556)	**(66,725)**	(169,118)	(197,618)	28,500	**14**
Profit from Operation	**63,755**	**40,662**	**251,955**	**154,920**	**97,035**	**63**
Finance Income	6,359	**8,388**	21,865	15,455	6,410	**41**
Finance Expenses	(64)	**(75)**	(188)	(281)	93	**33**
Profit Before Tax	**70,050**	**48,975**	**273,632**	**170,094**	**103,538**	**61**
Income Tax Expenses	(36,914)	**(15,338)**	(99,129)	(53,393)	(45,736)	**(86)**
Profit for the year	**33,136**	**33,637**	**174,503**	**116,701**	**57,802**	**50**
Other Comprehensive Income						
Re-measurement of defined benefit liability	-	(719)	657	(2,156)	2,813	**-**
Related tax	-	216	(197)	647	(844)	**-**
Other comprehensive income net of tax	**-**	**(503)**	**460**	(1,509)	1,969	**-**
Total Comprehensive Income for the year	**33,136**	**33,134**	**174,963**	**115,192**	**59,771**	**52**
Basic earnings per share (LKR)	**0.35**	**0.36**	**1.84**	**1.23**	**0.61**	**50**

The above figures are subject to audit.

BOGALA GRAPHITE LANKA PLC

Statement of Financial Position

As at	30th September 2025 LKR.'000	31st December 2024 LKR'.000
ASSETS		
Property, plant and equipment	688,290	613,820
Intangible assets	7,923	6,771
Consumable biological assets	6,639	6,639
Other financial assets	22,948	14,266
Deferred Tax Assetes	-	14,648
Non-Current Assets	**725,800**	**656,144**
Inventories	330,793	268,150
Trade and Other Receivables	167,396	266,672
Advances and Prepayments	26,109	21,074
Other Financial Assets	12,702	6,749
Cash and Cash Equivalents	280,360	918,230
Current Assets	**817,360**	**1,480,875**
Total Assets	**1,543,160**	**2,137,019**
EQUITY		
Stated Capital	102,074	102,074
Reserves	11,889	11,889
Retained Earnings	1,146,525	1,728,625
Total Equity	**1,260,488**	**1,842,588**
Liabilities		
Provision for restoration	2,612	2,423
Employee Benefits	122,811	121,868
Deferred Tax Liabilities	3,950	-
Non-Current Liabilities	**129,373**	**124,291**
Trade and Other Payables	99,398	107,288
Current Taxation	53,901	62,852
Current Liabilities	**153,299**	**170,140**
Total Liabilities	**282,672**	**294,431**
Total Equity and Liabilities	**1,543,160**	**2,137,019**
Net Assets Per Share (LKR)	**13.32**	**19.47**

These financial statements have been prepared in compliance with the requirements of the Companies Act No 07 of 2007.

Signed
Sugath Amarasinghe
Finance Director

The Board of Directors is responsible for the preparation and presentation of these financial statements. Approved for and on behalf of the Board of Directors.

Signed
Amila Jayasinghe
Director
12th November 2025

Signed
Coralie Pietersz
Director

The above figures are subject to audit.

BOGALA GRAPHITE LANKA PLC

STATEMENT OF CHANGES IN EQUITY

For the period ended 30th September 2025	Stated Capital LKR.'000	Revaluation Reserve LKR.'000	Retained Earnings LKR.'000	Total Equity LKR.'000
Balance as at 1st January 2024	**102,074**	**11,889**	**1,570,100**	**1,684,063**
Profit for the period	-	-	116,701	116,701
Other comprehensive income, net of income tax				
- Actuarial loss on defined benefit plan, net of tax	-	-	(1,509)	(1,509)
Total comprehensive income for the period	**-**	**-**	**115,192**	**115,192**
Balance as at 30th September 2024	**102,074**	**11,889**	**1,685,292**	**1,799,255**
Balance as at 1st January 2025	**102,074**	**11,889**	**1,728,625**	**1,842,588**
Profit for the period	-	-	174,503	174,503
Other comprehensive income, net of income tax	-	-	-	-
- Actuarial gain on defined benefit plan, net of Deferred tax	-	-	460	460
- Dividend Paid	-	-	(757,063)	(757,063)
Total comprehensive income for the period	**-**	**-**	**(582,100)**	**(582,100)**
Balance as at 30th September 2025	**102,074**	**11,889**	**1,146,525**	**1,260,488**

The above figures are subject to audit.

BOGALA GRAPHITE LANKA PLC

STATEMENT OF CASH FLOW

Period Ended 30th September	2025 LKR.'000	2024 LKR.'000
Cash Flows Operating Activities		
Profit Before Taxation	**273,632**	**170,094**
Adjustments for		
Depreciation of property, plant and equipment	37,158	33,548
Amortization of intangible assets	1,151	1,294
Gain on Sales of Property Plant & Equipment		(48)
Interest Income	(21,865)	(15,455)
Interest expense	188	281
Prperty ,Plant and Equipment Written Off	309	-
Provision for Employee Benefits	14,267	13,834
Provision for slow moving inventories	507	2,327
Operating Profit before Working Capital Changes	**305,347**	**205,875**
Change in Working Capital		
Inventories	(63,150)	73,460
Trade and Other Receivables	92,414	(45,999)
Advance and prepayments	(5,035)	5,846
Other Financial Assets	(14,636)	(12,497)
Trade and Other Payables	(7,890)	(4,869)
Cash Generated from Operating Activities	**307,050**	**221,816**
Current Tax Paid	(81,223)	(77,636)
Gratuity Paid	(12,667)	(159)
Net Cash Generated From Operating Activities	**213,160**	**144,021**
Cash Flows From Investing Activities		
Interest Received	20,272	15,056
Proceeds from sale of Property Plant & Equipments	-	48
Acquisition of Property, Plant and Equipment	(111,936)	(81,376)
Acquisition of Intangible Assets	(2,303)	(3,980)
Net Cash Used In Investing Activities	**(93,967)**	**(70,252)**
Cash Flows From Financing Activities		
Repayment of Lease Liabilities		(2,020)
Dividends Paid	(757,063)	-
Net Cash Used in Financing Activities	**(757,063)**	**(2,020)**
Net Increase in Cash and Cash Equivalents	**(637,870)**	**71,749**
Cash and Cash Equivalents at 1st January	**918,230**	**828,346**
Cash and Cash Equivalents at 30th September	**280,360**	**900,095**

The above figures are subject to audit.

Notes to the Financial Statements

1. Reporting Entity

Bogala Graphite Lanka PLC is a limited liability Company incorporated and domiciled in Sri Lanka and listed on the Colombo Stock Exchange. The registered office and the principal place of business are located at Bogala Mines, 71041 Aruggammana.

2. Basis of Preparation

The Interim Financial Statements of the company for the period ended 30th September 2025 have been prepared on the same basis as the most recent audited financial statements and are in compliance with Sri Lanka Accounting Standards – LKAS 34 Interim Financial Reporting and on, going concern basis and are provisional and unaudited.

The accounting policies have been consistently applied by the Company and, are consistent with those used in the annual report for the year ended 31st December 2024. The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with the current period.

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.

3. Approval of Financial Statements

The interim financial statements of the Company for the period ended 30th September 2025 were authorized by the Board of Directors on 12th November 2025.

4. Fair value measurement and related fair value disclosure

The fair value and carrying value of all the financial assets and financial liabilities, recognised during the quarter were not materially different from that disclosed in the annual report for the year ended 31st December 2024.

There were no transfers between different levels of fair value hierarchy or changes to assets classes classified on recurring and non-recurring basis. Valuation techniques or significant unobservable inputs used for measuring level 2 and level 3 fair values remains unchanged from 31st December 2024.

During the period under review there were no transfers in and out of level 3 financial instrument measurement and any change in fair values are captured in the statement of other comprehensive income. Fair value of the Land has been determined under the Level 3 valuation.

5. Intangible Assets

Intangible assets include exploration and evaluation expenditure and software licenses. There has not been a change to recognition and measurement, and their amortization basis compared to that used in the last audited financials.

6. Inventories

No significant negative impact is expected on the selling price of processed materials or cost to complete deliveries. Further no significant impact on the net realizable value of inventory is expected.

7. Foreign Currency Transactions

The Company recognizes the foreign currency transactions in line with the LKAS 21 The Effects of Changes in Foreign Exchange Rates. Transactions in foreign currency are translated to the functional currency at exchange rates prevailing at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the spot rate prevailing at the reporting date. Foreign exchange differences arising on foreign exchange transactions are recognized in the Statement of Profit or Loss and Other Comprehensive Income. Company uses the Central Bank of Sri Lanka published exchange rates for the above purposes.

Net Exchange gain shown separately in the Statement of Profit or Loss and Other Comprehensive Income amounts to LKR 49.1Mn for the period ended 30th September 2025. Net Exchange loss for the comparative period was LKR 73.2Mn.

8. Related Party Transactions

For the period ended 30th September	Name of the Company and its Relationship					
	Parent		Affiliate		Total	
	Graphite Kropfmuhl GmbH		Qingdao Kropfmuehl Graphite (Co.)			
LKR'000	2025	2024	2025	2024	2025	2024
Nature of the Recurrent Transactions						
Balance receivable/(payable) as at 01st January	26,611	(8,471)		-	26,611	(8,471)
Sale of goods/services	159,256	146,915	4,131	19,466	163,387	166,381
Purchase of goods/services	(164,635)	(133,785)	(726)	(488)	(165,361)	(134,273)
Technical service fee payments	(60,861)	(66,614)		-	(60,861)	(66,614)
Expenses reimbursable from related companies	2,091	-		-	2,091	-
Net settlements	40,313	39,587	(4,131)	(18,978)	36,182	20,609
Balance Receivable (Payable) for Recurrent Transactions as at 30th September	**2,775**	**(22,368)**	**(726)**	**-**	**2,049**	**(22,368)**
Nature of the Non-Recurrent Transactions						
There are no Non-Recurrent Transactions						
Balance Receivable (Payable) for Non Recurrent Transactions as at 30th September	-	-	-	-	-	-
Balance Receivable (Payable) for Recurrent & Non Recurrent Transactions as at 30th September	**2,775**	**(22,368)**	**(726)**	**-**	**2,049**	**(22,368)**
Above balance included in						
Trade receivables	13,434	-		-	13,434	-
Trade payables	(5,674)	(14,378)	(726)	-	(6,400)	(14,378)
Other payables	(4,985)	(7,990)	-	-	(4,985)	(7,990)
Total	**2,775**	**(22,368)**	**(726)**	**-**	**2,049**	**(22,368)**

All related party transactions have been conducted on agreed commercial terms with the respective parties. The Company has not had any special transactions with Parent or Affiliate company which required specific agreement or arrangement to made, prior to such transactions, other than what is listed above.

Total aggregated value of the sales made to Parent Company and Affiliates are 13.1%, and 0.3% respectively.

9. Contingencies, capital, and other commitments

There has been no significant change in the nature of the contingencies and other commitments, as disclosed in the annual report for the year ended 31st December 2024.

10. Provision for restoration cost

The provision reflects the present value of the future estimated cost of restoration of the land once the Company extracts graphite through its activities over 51 years. The number of years is estimated based on the period over which the estimated resources are expected to be extracted. The cost is estimated periodically to reflect the best estimate at each reporting date.

There were no significant differences in the basic assumptions used in estimating the provision for the period under review in comparison to those used in the last audited accounts of 31st December 2024.

11. Events after the reporting period

There were no material events that have taken place after the reporting date that require disclosure in these Financial Statements except what is stated below.

On 10th October, 2025 AMG Critical Materials N.V. and Asbury Carbons Inc. announced the signing of a definitive agreement to sell Graphit Kropfmühl GmbH to Asbury Carbons, a portfolio company of Mill Rock Capital.

Graphit Kropfmühl GmbH holds 86.46% of the Bogala shares (81,820,805 – refer note 13.5)

12. Non-Financial Information

12.1. Public Share Holding

Percentage of shares held by the public and the number of public shareholders is as given below:

Number of Shares represented by the Stated Capital (30-09-2025)	94,632,904
Total No of Shareholders	11,114
Number of Shares held by Public	12,812,099
Number of Public shareholders	11,113
Percentage of shares held by the Public	13.54%
Market capitalisation of LKR	7,599,022,191
Float adjusted market capitalisation of LKR	1,028,907,605
In terms of the rule 7.14.1(b) of the Listing Rules if the Colombo Stock Exchange, the Company Qualifies under option Two of the minimum public holding requirment.	

12.2. Net assets per share

For the Quarter ended 30th September	2025	2024
Net Assets Value per share (LKR)	13.32	19.01
Quick Asset Ratio	3.17:1	7.06:1

12.3. Market price per share

The Company's highest, lowest, and last traded market price is as given below.

For the Quarter ended 30th September	2025	2024
Highest price per share (LKR)	114.50 (15/08/2025)	56.90 (01/08/2024)
Lowest price per share (LKR)	52.80 (07/07/2025)	48.00 (05/09/2024)
Last Traded Price (Closing Price) (LKR)	80.30	53.00

12.4. Shareholding of Directors

Name	30-09-2025	30-09-2024
Ms. M. C. Pietersz - Chairperson	Nil	Nil
Mr. T. A. Junker - Deputy Chairperson	Nil	Nil
Mr. A. P. Jayasinghe - CEO/Managing Director	Nil	Nil
Ms. U. Neunzert - Director	Nil	Nil
Mr. A. S. R. Amarasinghe - CFO/Finance Director	Nil	Nil
Ms. A. A. Ludowyke	Nil	NA
Mr. M. S. J. D. Coorey	Nil	NA

12.5. Top 20 shareholders

Twenty largest shareholdings as at 30th September is as follows.

No	Name of Shareholders	No of Shares	%
01	GRAPHIT KROPFMUHL GMBH	81,820,805	86.46
02	SECRETARY TO THE TREASURY	509,000	0.54
03	MR. RAVINDRA AMARASINGHE	325,000	0.34
04	HATTON NATIONAL BANK PLC/RAMARAJ KUHAN	200,121	0.21
05	MR. TOSHIYA UEDA	120,000	0.13
06	DR. ABEYSINGHE MUDIYANSELAGE ARUNA DHARMA SRI ABEYSINGHE	107,814	0.11
07	MR. ALLAN JAGATH MONESH JINADASA	106,000	0.11
08	MR. SOMADASA PALIHAWADANA	105,000	0.11
09	DIALOG FINANCE PLC/S.A.DE SILVA AND D.R.DE SILVA	103,261	0.11
10	MR. INTHIKAHB MOHAMMED WAZEER	95,000	0.10
11	MRS. RAHEL JASMIN DE SILVA	90,900	0.10
12	HATTON NATIONAL BANK PLC/SENDANAYAKE ARACHCHIGE SURANGA PRASATH PERERA	87,750	0.09
13	SENKADAGALA FINANCE PLC/R.M.S.P.R.BANDARA	77,710	0.08
14	SENKADAGALA FINANCE PLC/A.V.R.DE SILVA JAYATILLEKE	73,967	0.08
15	MRS. NANDINI MULJIE	69,902	0.07
16	MR. ARVINDRA DILSHAD WIJAYARATNA	66,010	0.07
17	MR. RAVINDRA RAJAKARIAR	65,000	0.07
18	DFCC BANK PLC/P.GAGENDRA	60,000	0.06
19	MR. LALITH JAYALAL LIYANAGE	56,279	0.06
20	MR. CHRYSANTHUS JOHN EMMANUEL COREA	56,000	0.06

13. Corporate Information

Name of the Company	**Bankers**
Bogala Graphite Lanka PLC	Peoples Bank
Legal Form	The Hongkong and Shanghai Banking Corporation
A Public Quoted Company with Limited Liability Incorporated in Sri Lanka 1991	**Auditors**
Company Registration Number	Messrs KPMG, Chartered Accountants
PQ 218	32A, Sir Mohammed Macan Markar Mw.Colombo 03
Board of Directors	**Internal Auditors**
Ms. M.C. Pietersz (Chairperson) - NED	B. R. De Silva & Company Chartered Accountants
Mr. T.A. Junker (Deputy Chairperson) - NED	22/4, Vijaya Kumaranathunga Mawatha, Colombo 5
Mr. A.P.Jayasinghe (CEO/MD) - ED	**Secretaries**
Mr. A. S. R. Amarasinghe (CFO/FD) - ED	Corporate Services (Private) Limited
Ms. U. Neunzert - NED	216, De Saram Place, Colombo 10
Ms. A. A. Ludowyke - INED	Sri Lanka
Mr. M.S. J.D. Coorey - INED	Tel: +94112669771
Board Audit and Risk Committee	Fax: +94114718220
Ms. A. A. Ludowyke (Chairperson) - INED	Email: csl@fjgdesaram.com
Mr. M.S. J. D. Coorey - INED	**Lawyers**
Mr. T.A. Junker - NED	F J & G De Saram
Related Party Transaction Review Committee	216 De Saram Place, Colombo 10
Mr. M. S. J. D. Coorey (Chairperson) - INED	Sri Lanka
Ms. A. A. Ludowyke - INED	Tel: +94114605100
Mr. T. A. Junker - NED	Fax: +94112669769
Mr. A. P. Jayasinghe - ED	Email: fjgdesaram@fjgdesaram.com
Remuneration Committee	**Registered Office**
Mr. M. S. J. D. Coorey (Chairperson) - INED	Bogala Mines, 71041
Ms. A. A. Ludowyke - INED	Aruggammana, Sri Lanka
Mr. T. A. Junker - NED	Email: info@gk-graphite.lk
Ms. M. C. Pietersz - NED	**Corporate Website**
Nomination & Governance Committee	www.gk-graphite.lk
Ms. A. A. Ludowyke (Chairperson) - INED	**Parent Company**
Mr. M. S. J. D. Coorey - INED	Graphit Kropfmuhl GmbH
Mr. T. A. Junker - NED	
Ms. M. C. Pietersz - NED	NED - Non-Executive Director
	INED - Independent NED
	ED - Executive Director