Bogala Graphite Lanka PLC

Interim Financial Statements

For the Period ended 31st December 2025

BOGALA GRAPHITE LANKA PLC

Statement of Profit or Loss and Other Comprehensive Income

For the	Quarter ended 31st December		Year ended 31st December		Variance	
	2025 LKR '000	2024 LKR '000	2025 LKR '000	2024 LKR '000	LKR '000	%
Revenue	**431,908**	**433,424**	**1,649,136**	**1,765,701**	**(116,565)**	**(6.6)**
Cost of Sales	(215,642)	**(237,902)**	(920,235)	(1,018,836)	98,602	**9.7**
Gross Profit	**216,266**	**195,522**	**728,901**	**746,865**	**(17,963)**	**(2.4)**
Other Income	21,668	**574**	25,445	2,640	22,806	**> 100%**
Net Exchange Gain/(Loss)	8,011	**(40,219)**	57,158	(113,470)	170,628	**> 100%**
Administrative Expenses	(49,704)	**(40,136)**	(194,190)	(167,756)	(26,435)	**(15.8)**
Selling and Distribution Expenses	(52,068)	**(61,191)**	(221,187)	(258,809)	37,622	**14.5**
Profit from Operation	**144,173**	**54,550**	**396,127**	**209,470**	**186,659**	**89.1**
Finance Income	1,870	**7,754**	23,735	23,209	526	**2.3**
Finance Expenses	(66)	**(61)**	(254)	(342)	88	**25.8**
Profit Before Tax	**145,977**	**62,243**	**419,608**	**232,337**	**187,273**	**80.6**
Income Tax Expenses	(44,439)	**(17,823)**	(143,568)	(71,216)	(72,351)	**> -100%**
Profit for the year	**101,538**	**44,420**	**276,040**	**161,121**	**114,921**	**71.3**
Other Comprehensive Income						
Re-measurement of defined benefit liability	859	(1,553)	1,515	(3,709)	5,225	-
Related tax	(258)	466	(455)	1,113	(1,567)	-
Other comprehensive income net of tax	601	**(1,087)**	**1,060**	(2,596)	3,656	-
Total Comprehensive Income for the year	102,139	**43,333**	**277,100**	**158,525**	**118,577**	**74.8**
Basic earnings per share (LKR)	**1.07**	**0.47**	**2.92**	**1.70**	**1.21**	**71.3**

The above figures are subject to audit.

BOGALA GRAPHITE LANKA PLC

Statement of Financial Position

As at	31st December 2025 LKR'.000	31st December 2024 LKR'.000
ASSETS		
Property, plant and equipment	709,399	613,820
Intangible assets	13,206	6,771
Consumable biological assets	6,639	6,639
Other financial assets	21,673	14,266
Deferred Tax Assetes	-	14,648
Non-Current Assets	**750,917**	**656,144**
Inventories	322,648	268,150
Trade and Other Receivables	234,596	266,672
Advances and Prepayments	30,326	21,074
Other Financial Assets	11,570	6,749
Cash and Cash Equivalents	343,234	918,230
Current Assets	**942,374**	**1,480,875**
Total Assets	**1,693,291**	**2,137,019**
EQUITY		
Stated Capital	102,074	102,074
Reserves	11,889	11,889
Retained Earnings	1,248,662	1,728,625
Total Equity	**1,362,625**	**1,842,588**
Liabilities		
Provision for restoration	2,678	2,423
Employee Benefits	123,539	121,868
Deferred Tax Liabilities	9,999	-
Non-Current Liabilities	**136,216**	**124,291**
Trade and Other Payables	125,050	107,288
Current Taxation	69,400	62,852
Current Liabilities	**194,450**	**170,140**
Total Liabilities	**330,666**	**294,431**
Total Equity and Liabilities	**1,693,291**	**2,137,019**
Net Assets Per Share (LKR)	**14.40**	**19.47**

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

Sgd.
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.

Sgd.
Amila Jayasinghe
Director

Sgd.
Coralie Pietersz
Director

18th February 2026

The above figures are subject to audit.

BOGALA GRAPHITE LANKA PLC

STATEMENT OF CHANGES IN EQUITY

For the period ended 31st December 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 year	-	-	161,121	161,121
Other comprehensive income, net of income tax				
- Remeasurement of defined benefit liability, net of tax	-	-	(2,596)	(2,596)
Total comprehensive income for the year	**-**	**-**	**158,525**	**158,525**
Balance as at 31st December 2024	**102,074**	**11,889**	**1,728,625**	**1,842,588**
Balance as at 1st January 2025	**102,074**	**11,889**	**1,728,625**	**1,842,588**
Profit for the year	-	-	276,040	276,040
Other comprehensive income, net of income tax	-	-	-	-
- Remeasurement of defined benefit liability, net of tax	-	-	1,060	1,060
Total comprehensive income for the year	**-**	**-**	**277,100**	**277,100**
Transactions with owners of the Company				
- Dividend Paid	-	-	(757,063)	(757,063)
Balance as at 31st December 2025	**102,074**	**11,889**	**1,248,662**	**1,362,625**

The above figures are subject to audit.

BOGALA GRAPHITE LANKA PLC

STATEMENT OF CASH FLOW

Year Ended 31st December	2025 LKR.'000	2024 LKR.'000
Cash Flows Operating Activities		
Profit Before Taxation	**419,608**	**232,337**
Adjustments for		
Depreciation of property, plant and equipment	52,470	45,157
Amortization of intangible assets	1,151	1,726
Gain on Sales of Property Plant & Equipment	(21,355)	(111)
Interest Income	(23,735)	(23,209)
Interest expense	254	342
Provision for Employee Benefits	18,759	18,413
Provision for slow moving inventories	788	619
Inventory write-off during the year	1,455	5,084
Operating Profit before Working Capital Changes	**449,394**	**280,358**
Change in Working Capital		
Inventories	(56,741)	98,226
Trade and Other Receivables	25,213	(77,626)
Advance and prepayments	(9,252)	4,862
Other Financial Assets	(12,228)	(18,773)
Trade and Other Payables	17,762	(9,102)
Cash Generated from Operating Activities	**414,148**	**277,945**
Current Tax Paid	(104,275)	(88,499)
Interest Paid	-	(111)
Gratuity Paid	(15,573)	(1,403)
Net Cash Generated From Operating Activities	**294,300**	**187,932**
Cash Flows From Investing Activities		
Interest Received	22,046	22,125
Proceeds from sale of Property Plant & Equipments	21,837	111
Acquisition of Property, Plant and Equipment	(148,530)	(112,656)
Acquisition of Intangible Assets	(7,586)	(5,621)
Net Cash Used In Investing Activities	**(112,233)**	**(96,040)**
Cash Flows From Financing Activities		
Repayment of Lease Liabilities		(2,009)
Dividends Paid	(757,063)	-
Net Cash Used in Financing Activities	**(757,063)**	**(2,009)**
Net Increase in Cash and Cash Equivalents	**(574,996)**	**89,883**
Cash and Cash Equivalents at 1st January	**918,230**	**828,346**
Cash and Cash Equivalents at 31st December	**343,234**	**918,230**

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 31st December 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 31st December 2025 were authorized by the Board of Directors on 18th February 2026.

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 57.1Mn for the period ended 31st December 2025. Net Exchange loss for the comparative period was LKR 113.5Mn.

8. Related Party Transactions

For the period ended 31st December	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	(8,472)		-	26,611	(8,472)
Sale of goods/services	202,256	198,462	9,884	19,466	212,141	217,928
Purchase of goods/services	(193,743)	(157,561)	(726)	(488)	(194,469)	(158,049)
Technical service fee payments	(82,457)	(88,285)		-	(82,457)	(88,285)
Expenses reimbursable from related companies	2,091	1,041		-	2,091	1,041
Net settlements	52,653	81,425	(3,397)	(18,978)	49,256	62,447
Balance Receivable (Payable) for Recurrent Transactions as at 31st December	**7,411**	**26,611**	**5,761**	**-**	**13,173**	**26,611**
Nature of the Non-Recurrent Transactions						
There are no Non-Recurrent Transactions						
Balance Receivable (Payable) for Non Recurrent Transactions as at 31st December	-	-	-	-	-	-
Balance Receivable (Payable) for Recurrent & Non Recurrent Transactions as at 31st December	**7,411**	**26,611**	**5,761**	**-**	**13,173**	**26,611**
Above balance included in						
Trade receivables	31,053	52,395	5,761	-	36,814	52,395
Trade payables	(14,811)	(16,763)	-	-	(14,811)	(16,763)
Other payables	(8,830)	(9,021)	-	-	(8,830)	(9,021)
Total	**7,411**	**26,611**	**5,761**	**-**	**13,173**	**26,611**

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 12.2%, and 0.6% 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 adjustments or disclosure in these Financial Statements except what is stated below.

The Company's Ultimate Parent Company AMG Critical Materials N.V. made an announcement on 10th October, 2025, regarding the impending sale of its shares of Graphit Kropfmühl GmbH (majority shareholder of the Company) to Asbury Carbons Inc. subject to regulatory approvals.

Graphit Kropfmühl GmbH holds 86.46% of Bogala shares (81,820,805 – refer note 12.5)

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 (31-12-2025)	94,632,904
Total No of Shareholders	11,500
Number of Shares held by Public	12,812,099
Number of Public shareholders	11,499
Percentage of shares held by the Public	13.54%
Market capitalisation of LKR	14,999,315,284
Float adjusted market capitalisation of LKR	2,030,907,289
In terms of the rule 7.13.1(b) of the Listing Rules of the Colombo Stock Exchange, the Company Qualifies under option Two of the minimum public holding requirement.	

12.2. Net assets per share

For the Quarter ended 31st December	2025	2024
Net Assets Value per share (LKR)	14.40	19.47
Quick Asset Ratio	3.19:1	7.13:1

12.3. Market price per share

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

For the Quarter ended 31st December	2025	2024
Highest price per share (LKR)	197.00 (11/11/ 2025)	67.90 (27/12/ 2024)
Lowest price per share (LKR)	80.50 (01/10/ 2025)	51.00 (03/12/ 2024)
Last Traded Price (Closing Price) (LKR)	158.50	61.10

12.4. Shareholding of Directors

Name	31-12-2025	31-12-2024
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	Nil
Mr. M. S. J. D. Coorey	Nil	Nil

12.5. Top 20 shareholders

Twenty largest shareholdings as at 31st December 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	ASSETLINE FINANCE LIMITED/C.DISSANAYAKE	179,000	0.19
04	SEYLAN BANK PLC/ANUJA CHAMILA JAYASINGHE	133,158	0.14
05	MR. ATTARAGAMA RAJAGURUWATTE WALAUWE SHARALA BANDARA RANAWANA	125,067	0.13
06	MR. MANAMPERIGE CHAMINDA PUSHPAKUMARA	120,415	0.13
07	HATTON NATIONAL BANK PLC/RAMARAJ KUHAN	120,063	0.13
08	MR. TOSHIYA UEDA	120,000	0.13
09	DR. ABEYSINGHE MUDIYANSELAGE ARUNA DHARMA SRI ABEYSINGHE	107,814	0.11
10	DIALOG FINANCE PLC/S.A.DE SILVA AND D.R.DE SILVA	103,261	0.11
11	MR. MOHOMMAD RIYAL MOHOMMAD SIMSAN	91,387	0.10
12	MRS. RAHEL JASMIN DE SILVA	90,900	0.10
13	MR. INTHIKAHB MOHAMMED WAZEER	89,000	0.09
14	HATTON NATIONAL BANK PLC/SENDANAYAKE ARACHCHIGE SURANGA PRASATH PERERA	85,750	0.09
15	MR. MOHAMED HISHAM HANIFFA	83,300	0.09
16	MR. DARANAKUMBURALAGE SHALIKA RANGAJITH DARANAKUMBURA	79,800	0.08
17	MR. LASANTHA PRADEEP WICKRAMASOORIYA	78,676	0.08
18	SENKADAGALA FINANCE PLC/R.M.S.P.R.BANDARA	78,332	0.08
19	HATTON NATIONAL BANK PLC/ANUJA CHAMILA JAYASINGHE	75,862	0.08
20	MR. VEMINDRA KUMARA SANGAKKARA	75,333	0.08

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
Ms. A. A. Ludowyke - INED	**Secretaries**
Mr. M.S. J.D. Coorey - INED	Corporate Services (Private) Limited
Ms. U. Neunzert - NED	216, De Saram Place, Colombo 10
Mr. A.P.Jayasinghe (CEO/MD) - ED	Sri Lanka
Mr. A. S. R. Amarasinghe (CFO/FD) - ED	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
Human Resources and 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