



**KAHATAGAHA GRAPHITE LANKA
LIMITED**

Accounts

For

2023/2024

KAHATAGAHA GRAPHITE LANKALIMITED
Annual ACCOUNTS 2023/24

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KAHATAGAHA GRAPHITE LANKA LIMITED

STATEMENT OF COMPREHENSIVE INCOME

YEAR ENDED 31st MARCH

	NOTES	2023/2024 LKR	2022/2023 LKR
REVENUE			
Sale of Graphite	10	128,558,961	179,521,839
Direct Cost, Mining Cost	11	<u>(61,261,799)</u>	<u>(75,901,277)</u>
GROSS PROFIT/(LOSS)		67,297,162	103,620,562
Sundry Income	12	8,338,388	(1,470,360)
Interest Income		4,892,232	686,848
LESS: OPERATING COST			
Personnel Cost	13	(20,325,362)	(18,590,966)
Establishment & Administration Cost	14	(9,866,867)	(9,809,063)
Maintenance Cost	15	(1,253,550)	(3,399,105)
Utility Cost	16	(1,304,310)	(1,110,134)
Depreciation Cost	17	(5,371,622)	(5,360,262)
Foreign Exchange Gain/(Loss)		(6,730,168)	(2,657,824)
Defined Contribution Plan - Gratuity	21	<u>(3,490,933)</u>	<u>(1,639,870)</u>
Administration Cost		(48,342,811)	(42,567,223)
Selling and Distribution Cost	18	(2,969,033)	(2,879,659)
Finance Cost	19	(953,919)	(279,646)
OPERATING PROFIT/(LOSS)		<u>28,262,020</u>	<u>57,110,521</u>
Impairment		-	-
PROFIT/(LOSS) BEFORE TAXATION		<u>28,262,020</u>	<u>57,110,521</u>
Taxation	30	(4,091,329)	(8,701,807)
Deferred Tax Expenses	26	432,737	1,141,160
PROFIT/(LOSS) AFTER TAXATION		<u>24,603,429</u>	<u>49,549,874</u>
OTHER COMPREHENSIVE INCOME			
Other comprehensive income / (loss) for the year			
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR		<u><u>24,603,429</u></u>	<u><u>49,549,874</u></u>

KAHATAGAHA GRAPHITE LANKA LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH	NOTES	2023/2024 LKR	2022/2023 LKR
ASSETS			
Non Current Assets			
Property, Plant & Equipment	20	190,860,212	206,378,834
Non Operating Assets	21	23,210,000	23,210,000
Gratuity Investment Fund		23,646,127	21,215,997
Deferred Tax Assets	26	1,652,643	1,219,906
		239,368,981	252,024,736
Current Assets			
Stock	22	323,650,104	265,069,310
Debtors, Deposit & Receivable	23	10,603,002	33,038,048
Cash & Cash Equivalent	24	17,552,218	16,541,490
		351,805,324	314,648,848
TOTAL ASSETS		591,174,305	566,673,584
EQUITY AND LIABILITIES			
Capital And Reserves			
Stated Capital	25	13,000,000	13,000,000
Revaluation Reserves		108,779,170	108,779,170
Retained Earnings		404,777,354	380,173,925
		526,556,524	501,953,095
Long Term Liabilities			
Gratuity Provision	27	18,645,306	17,824,272
		18,645,306	17,824,272
Current Liabilities			
NSB Loan Account	28	-	3,590,990
Trade and Other Creditors	29	4,269,194	6,202,592
Provision For Taxation	30	22,796,882	18,833,456
Accrued Charges	31	18,906,399	18,269,180
		45,972,475	46,896,217
TOTAL EQUITY AND LIABILITIES		591,174,305	566,673,584
		(0)	0

I certify that the Financial Statements have been prepared in compliance with requirements of the Companies Act No7 of 2007.

T.D.Disanayaka
Mining Engineer/ Acting Manager

K.A.P.M.Bandaranayake
Accountant

The Board of Directors is responsible for the preparation of these Financial Statements signed for and on behalf of Board by

T.C. Malawwe Thantri (LLB, Attorney-at-Law)
Chairman

T.D. Rasika Prabodani
Director

KAHATAGAHA GRAPHITE LANKA LIMITED

STATEMENT OF CHANGES IN EQUITY

	Share Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total
	LKR	LKR	LKR	LKR
Balance on 01st April 2022	13,000,000	108,779,170	330,624,051	452,403,221
Profit/(Loss) for the Year	-	-	49,549,874	49,549,874
Balance on 31st March 2023	<u>13,000,000</u>	<u>108,779,170</u>	<u>380,173,925</u>	<u>501,953,095</u>
Balance on 01st April 2023	13,000,000	108,779,170	380,173,925	501,953,095
Profit/(Loss) for the Year	-		24,603,429	24,603,429
Balance on 31st March 2024	<u>13,000,000</u>	<u>108,779,170</u>	<u>404,777,354</u>	<u>526,556,524</u>

KAHATAGAHA GRAPHITE LANKA LIMITED

STATEMENT OF CASH FLOW

YEAR ENDED 31ST MARCH

**2023/2024
LKR**

**2022/2023
LKR**

Cash Flows From/(Used in) Operating Activities

Net Profit/(Loss) before Income Tax Expenses	28,262,020	57,110,521
Adjustments for :		
Gratuity Provision	3,490,933	1,639,870
Depreciation on Tangible Fixed Assets	17,487,751	17,227,258
Forigne Exchange Gain / (Loss)	(6,730,168)	(2,657,824)
Interest Received	(4,892,232)	(686,848)
Interest Expences	691,329	254,124

Operating Profit before Working Capital changes

38,309,633 **72,887,101**

(Increase)/Decrease in Inventories	(58,580,794)	(47,050,974)
(Increase)/Decrease in Receivable	22,435,046	1,342,779
(Decrease)/Increase in Loan Outstandings	(3,590,990)	3,461,963
(Decrease)/Increase in Creditors	(1,933,399)	(256,372)
(Decrease)/Increase in Accruals	637,219	(3,347,009)

Cash Generated from Operations

(2,723,285) **27,037,488**

Interest Paid	(691,329)	(254,124)
Income Tax Paid	(127,902)	(1,931,434)

Net Cash Flow From/(Used in) Operating Activities

(3,542,516) **24,851,930**

Cash Flow From/(Used in) Investing Activities

Purchase of Tangible Fixed Assets	(1,969,129)	(1,931,613)
Interest Received	4,892,232	686,848
Gratuity Investment Fund	(2,430,130)	(8,246,490)

Net Cash Flows From/(Used in) Investing Activities

492,974 **(9,491,254)**

Cash Flow From/(Used in) Financing Activities

Gratuity Paid	(2,669,898)	(1,907,270)
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Net Cash Flows From/(Used in) Financing Activities

(2,669,898) **(1,907,270)**

Effect of Forigne currency exchange of Cash & Cash Equivalent

6,730,168 2,657,824

Net Increase/(Decrease) Cash & Cash Equivalent

1,010,728 **16,111,229**

Cash and Cash Equivalentents at beginning of the year

16,541,490 430,260

Cash and Cash Equivalentents at end of the year

17,552,217 **16,541,490**

Cash & Cash Equivalentents

Bank Of Ceylon - Redigama	1,511,902	533,418
Bank Of Ceylon - Kollupitiya	3,534,863	65,692
DFC \$ A/C - BOC Kollupitiya	12,505,453	15,942,380
	17,552,218	16,541,490

KAHATAGAHA GRAPHITE LANKA LIMITED
NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH		2023/2024	2022/2023	
	NOTES	LKR	LKR	
10	SALE OF GRAPHITE			
	Graphite Sales Income	128,558,961	179,521,839	
	Sales Income	128,558,961	179,521,839	
11	DIRECT COST, MINING COST			
	Stock Balance at beginning	245,104,968	205,087,846	
	Wages Cost	11-01 61,685,803	67,986,914	
	Support Service Cost	11-02 49,626,652	36,149,201	
	Depreciation	11-03 12,031,417	11,782,284	
		368,448,840	321,006,245	
	Less Stock at closing	11-04 (307,187,042)	(245,104,968)	
	Add Cost of Mining During the Period	61,261,799	75,901,277	
	Wages Cost	11-01		
	Salaries & Wages	35,154,578	36,808,624	
	2022 Monthly Allowance	4,674,100	3,507,196	
	Other Allowance	585,000	1,586,352	
	Production Incentives	5,911,935	7,542,540	
	Overtime	1,789,565	2,214,018	
	Defined Contribution Plan (EPF)	4,218,549	4,382,266	
	Defined Contribution Plan (ETF)	1,054,637	1,095,567	
	Staff Welfare	7,182,937	9,828,350	
	Bonus	1,114,500	1,022,000	
		61,685,803	67,986,914	
	Support Service Cost	11-02		
	Mining Expenses	13,561,637	13,985,249	
	Power and Electricity	31,075,828	21,490,379	
	Security Charges	4,989,188	673,573	
		49,626,652	36,149,201	
	Depreciation	11-03		
	Plant & Machinery	7,479,248	7,344,931	
	Generator	1,400,000	1,400,000	
	Under Ground Development	3,152,169	3,037,353	
		12,031,417	11,782,284	
	Analysis of Cost of sales and closing stocks	11-04		
		M.T.	Cost of Sales per M.T.	Rs.
	O/Stocks	1,060.07	231,215.83	245,104,968
	Production	530.30	232,592.63	123,343,872
		1,590.37	231,674.92	368,448,840
	Sales	(264.43)	231,674.92	(61,261,799)
		1,325.94	231,674.92	307,187,042
	N/Wast	130.27	-	-
	Wast			
	C/Stocks	1,195.67	256,916.24	307,187,042

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH		2023/2024	2022/2023
		LKR	LKR
12	SUNDRY INCOME		
	Agricultural Income		
	Income from sale of Crops / Coconut wood	1,878,659	1,736,036
	Less ; Expenses		
	Labour	(1,607,170)	(2,301,552)
	Overtime	(117,739)	(35,459)
	2022 Monthly Allowance	(289,000)	(373,268)
	Defined Contribution Plan (EPF)	(192,860)	(231,394)
	Defined Contribution Plan (ETF)	(48,215)	(57,849)
	Depriciations	(84,712)	(84,712)
	Bonus	(8,000)	(21,000)
	Nursery expences	(279,510)	(117,182)
		<u>(748,547)</u>	<u>(1,486,380)</u>
	Other Income	9,086,935	16,020
		<u>8,338,388</u>	<u>(1,470,360)</u>
13	PERSONNEL COST		
	Directors Remuneration	2,707,435	2,167,090
	Staff Salary and Wages		
	Administration Salary & wages	11,248,794	10,640,274
	2022 Monthly Allowance	1,055,583	1,286,336
	Overtime	1,443,645	1,156,065
	Allowances - Incentives	569,190	997,936
	Other Allowance	1,327,062	441,223
	Defined Contribution Plan (EPF)	1,349,855	1,276,833
	Defined Contribution Plan (ETF)	337,464	319,208
	Bonus	286,333	306,000
		<u>17,617,927</u>	<u>16,423,876</u>
	Total Personnel Cost	<u>20,325,362</u>	<u>18,590,966</u>
14	ESTABLISHMENT AND ADMINISTRATION COST		
	Rates & Taxes	23,785	14,751
	Medical Aid	93,048	82,802
	Insurance	14-1 1,935,995	2,108,619
	Printing & Stationery	368,530	547,883
	Postage	61,731	21,881
	Legal & Professional Fees	14-2 289,514	181,815
	Security Charge	1,663,862	224,524
	Book & Periodicals	4,220	1,360
	Secretarial Charges	582,980	381,137
	Audit Fees	336,000	333,000
	Taxation Fees	72,750	-
	Travelling & Transport	3,718,159	5,509,131
	License & Permits	214,794	207,659
	Training Expenses	501,500	194,500
		<u>9,866,867</u>	<u>9,809,063</u>

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH	NOTES	2023/2024 LKR	2022/2023 LKR
Insurance	14-1		
Fire Insurance - Generator		56,321.52	50,246
Sharma Surekuma Insurance		311,147	334,752
Agrahara Insurance Scheme		1,273,000	1,454,000
Air Compressor Insurance		74,859.71	66,906
Vehicle Insurance		220,667	202,716
		<u>1,935,995</u>	<u>2,108,619</u>
Legal & Professional Fees	14-2		
Labour Tribunal Case		77,600	38,680
Land Dispute Case		41,864	103,525
Professional Charges		170,050	39,610
		<u>289,514</u>	<u>181,815</u>
15 MAINTENANCE COST			
Office & Office Equipment Maintenance		775,811	773,707
Building Maintenance		17,650	2,500
Machinery Maintenance		460,089	2,622,898
		<u>1,253,550</u>	<u>3,399,105</u>
16 UTILITY COST			
Water Charges		139,945	90,655
Electricity		845,421	747,835
Telephone		318,944	271,644
		<u>1,304,310</u>	<u>1,110,134</u>
17 DEPRECIATION COST			
Building		2,248,200	2,248,200
Electrical Equipments		18,360	7,000
Motor Vehicle		2,690,000	2,690,000
Office Equipments		124,162	124,162
Other Assets		30,900	30,900
Furniture & Fittings		260,000	260,000
		<u>5,371,622</u>	<u>5,360,262</u>
18 SELLING AND DISTRIBUTION COST			
Transport to Wharf - Export		998,291	1,772,748
Sales Promotion		375,073	198,000
Advertising Expenses		1,016,818	403,799
Freight Expenses		578,851	505,113
		<u>2,969,033</u>	<u>2,879,659</u>
19 FINANCE COST			
Bank Charges		22,161	20,328
Interest Expences		691,329	254,124
Other Expences		240,429	5,195
		<u>953,919</u>	<u>279,646</u>

KAHATAGAHA GRAPHITE LANKA LIMITED

NOTES TO THE ACCOUNTS

AS AT 31ST MARCH

2023
LKR

2023
LKR

20 Property Plant and Equipment

Cost	Balance On 1st April 2023	Additions	Revaluation Adjustments	Transfers	Non Operating Asset	Balance On 31st March 2024
Gross Carrying Amounts						
Free Hold Land	28,050,000	-				28,050,000
Coconut Plantation Development	1,694,235	-	-	-	-	1,694,235
Building	74,520,000	-				74,520,000
Plant & Machinery	73,454,232	1,338,250				74,792,482
Electrical Equipment	35,000	56,800				91,800
Motor Vehicle	26,900,000	-				26,900,000
Other Assets	309,000			-		309,000
Office Equipment	1,670,359	-		-	-	1,670,359
Generator	17,500,000	-		-	-	17,500,000
U.G.Development	15,009,327	574,079		-	-	15,583,406
Furniture & Fitting	1,300,000	-		-	-	1,300,000
Total Assets	240,442,153	1,969,129	-	-	-	242,411,282

Item under column 4 of above schedule included property plant & equipment which later identified as consumable materials has been transferred to the consumable stock

Depreciation	Rate	Balance on 1st April 2023	Depreciation	Revaluation Adjustments	Transfers	Non Operating Asset	Balance On 31st March 2024
Building	3%	4,496,400	2,248,200				6,744,600
Coconut Plantation Dev.	5%	84,712	84,712				169,424
Plant & Machinery	10%	14,620,027	7,479,248				22,099,275
Electrical Equipment	20%	14,000	18,360				32,360
Motor Vehicle	10%	5,380,001	2,690,000				8,070,001
Other Assets	10%	71,800	30,900				102,700
Office Equipment	20%	183,324	124,162				307,486
Generator	8%	2,800,000	1,400,000		-	-	4,200,000
U.G.Development	10%	5,893,056	3,152,169		-	-	9,045,226
Furniture & Fitting	20%	520,000	260,000		-	-	780,000
Total Depreciation		34,063,319	17,487,751	-	-	-	51,551,070
Total Written Down Value		206,378,834			-	-	190,860,212

KAHATAGAHA GRAPHITE LANKA LIMITED

NOTES TO THE ACCOUNTS

AS AT 31 MARCH	NOTES	2023/2024 LKR	2022/2023 LKR
21 NON OPERATING ASSETS			
Cost as at 1st April		23,210,000	23,210,000
Balance as at 31st March		<u>23,210,000</u>	<u>23,210,000</u>
22 STOCK			
Stock Consumables		16,463,063	19,964,342
Stock-Graphite		307,187,042	245,104,968
		<u>323,650,104</u>	<u>265,069,310</u>
23 DEBTORS,DEPOSITS & RECEIVABLES			
Accounts Receivable	23-01	3,816,227	22,328,419
Purchase Advance	23-02	-	1,112,575
Deposits	23-03	-	3,030,016
Insurance pre paid		294,980	279,327
Sri Lanka Telecom Deposit		5,000	5,000
Value Added Tax Receivables		6,408,796	6,176,996
Jayawimana Court Case Apeal Dep		30,000	30,000
Employee Debtors - Rathnayaka R M A		-	44,465
DHL Keells (Pvt) Ltd		30,000	30,000
Festival Advance		18,000	1,250
		<u>10,603,002</u>	<u>33,038,048</u>
Accounts Receivable	23-01		
NSB Fixed Deposits Interest Recivable		2,241,537	-
Atire (Pvt) Ltd		1,250,302	-
Disaru International Engineering Krishna		1,871 18	
First Graphite Ltd		321,498.00	321,498
Royalty Receivables		-	1,751,829
S Kato & Co.,		1,000	19,556,916
Solex Castings (Pvt) Ltd		-	700,638
Other		-	(42)
Thilakarathne K G C R		-	(2,419)
		<u>3,816,227</u>	<u>22,328,419</u>
Purchase Advance	23-02		
Jayasundara		-	5,400
Dep of Valuation - Kurunegala		-	10,000
A.M.Distributors		-	300,000
Mega Heaters (Pvt) Ltd		-	192,375
Pelawatta Diary		-	604,800
		<u>-</u>	<u>1,112,575</u>
Deposits	23-03		
Ceylon Petroleum Corp.		-	3,030,016
		<u>-</u>	<u>3,030,016</u>

NOTES TO THE ACCOUNTS

AS AT 31 MARCH		2023/2024	2022/2023
	NOTES	LKR	LKR
24	CASH & CASH EQUIVALENT		
	Bank Of Ceylon - Redigama	1,511,902	533,418
	Bank Of Ceylon -Kollupitiya	3,534,863	65,692
	DFC \$ A/C - BOC Kollupitiya	12,505,453	15,942,380
		17,552,218	16,541,490
25	STATED CAPITAL		
	Called Up Share Capital	13,000,000	13,000,000
		13,000,000	13,000,000
26	DEFERRED TAX LIABILITY		
	Balance B/F	(1,219,905)	(78,745)
	Provision For The Year	(432,737)	(1,141,160)
	Closing Balance	(1,652,643)	(1,219,905)
27	GRATUITY PROVISION		
	Balance B/F	17,824,272	18,091,672
	Provision For The Year	3,490,933	1,639,870
	Paid During The Year	(2,669,898)	(1,907,270)
	Closing Balance	18,645,306	17,824,272
		-	-

NOTES TO THE ACCOUNTS

AS AT 31 MARCH

	NOTES	2023/2024 LKR	2022/2023 LKR
28 NSB LOAN PAYABLE			
Rental Amount	266,013.75		
Rental Period	36		
Cost	7,895,000.00		
Interest	1,681,495.04		
Total	<u>9,576,495.04</u>		
Opening Balance		(0.00)	129,026.61
Paid During the year		-	(129,026.61)
Balance		<u>(0.00)</u>	<u>(0.00)</u>
Long Term		-	-
Current		(0.00)	(0)
Balance		<u>(0.00)</u>	<u>(0)</u>
Interest in Suspense			
Opening Interest		-	-
Revenue Account		-	-
Balance		<u>-</u>	<u>-</u>
Balance			
Long Term		-	-
Current		-	-
Total		<u>-</u>	<u>-</u>
Balance			
Long Term		-	-
Current		(0.00)	(0)
Total		<u>(0.00)</u>	<u>(0)</u>

NOTES TO THE ACCOUNTS

AS AT 31 MARCH

	NOTES	2023/2024 LKR	2022/2023 LKR
29	TRADE AND OTHER CREDITORS		
	4M International (Pvt) Ltd	45,000	45,000
	Ace Distriparks (pvt) Ltd	89,000	195,408
	BI Commodities & Logistics (Pvt) ltd	(400)	(400)
	BCC Lanka Limited	370,236	196,122
	Blackwatch Security Syndicates (pvt) Ltd	468,768	602,991
	Brown & Company PLC	-	44,413
	Buddhika Tyre Center	-	70,000
	Cambridge Traders	-	50,900
	Car Lovers (pvt) Ltd.	-	34,575
	Central Bearing & Machinery (pvt) Ltd	-	69,816
	Cleanol	2,422	-
	D N Dinesh Suranga	-	25,300
	Deepthi Cleaning Services	22,350	-
	Dimo	51,396	-
	Dinapala Super Centre	1	1
	Disanayaka Hardware	135,536	210,745
	Eastern Trading Company	398,450	2,382,325
	ET Lab Manufacturing (Pvt) Ltd	25,000	51,000
	Fleming & Jenner Pharmaceuticals	-	12,000
	Geological Survy & Mines B.	93,152	-
	Gunarathne D R	15,600	15,600
	Hotel White Diamond	-	(20)
	Infortec Computer System	-	17,250
	Internal Timber Productions	-	210,165
	Janatha Estate Development Board	401,436	182,000
	Jayalanka Agencies	280,117	150,142
	Jayawardena E M	-	-
	Lakhiru Enterprises	-	10,170
	Lanka I B C Company (Pvt) Ltd	-	(5)
	M P C S - Ridigama	966,393	744,868
	M P C S Hiriyala	31,300	-
	Metropolitan Tachnologies (pvt) Ltd	20,100	44,280
	National Insurance Trust Fund	210,000	118,957
	National Water Supply & Dra.Board 1/4	19,004	10,811
	New National hardware	1,035	1,035
	Nipon Air	11,000	11,000
	NIroshan W E	3,000	3,000
	Salim Textiles	2,140	2,140
	Samota Trade Center	-	99,850
	Sewmini Lee Mola	-	137,600
	Somapala Motors	255	255
	Sri Lanka State Trading (General) Cop	100,644	-
	St.Anthony's Hardware (Pvt) Ltd	-	825

State Pharmaceuticals Corporation Of Sri	(78)	16
Supreme Furbishers	29,245	48,658
The Associated Newspapers of Ceylon Ltd	474,673	403,799
Thilakarathne K G C R	2,419	-
	<u>4,269,194</u>	<u>6,202,592</u>

30 PROVISION FOR TAXATION

Opening Balance	18,833,455	12,063,082
Income Tax Paid	-	(1,935,552)
Income Tax Payable for the Year	4,091,329	8,701,807
With Holding Tax - Paid at source On Interest Income	(127,902)	4,118
	<u>22,796,882</u>	<u>18,833,455</u>

31 ACCRUED EXPENCES

Audit Fees - Auditor General	1,313,434	977,434
Defined Contribution Plan (EPF) Payable	687,771	731,223
Defined Contribution Plan (ETF) Payable	93,787	99,712
Electricity Board	11,191,440	2,587,852
P.A.Y.E Tax Payable	5,783	11,073
With Holding Tax - Vendor Collections	22,103	770,983
Salaries & Wages Payable Account	5,200,021	4,306,650
Telephone Bills Payable	34,657	49,418
Refundable Tender Deposits	172,110	12,110
Fujian Lufurun International Trade Co.Ltd	-	8,537,430
Nation Building Tax Payable	185,294	185,294
	<u>18,906,399</u>	<u>18,269,180</u>

KAHATAGAHA GRAPHITE LANKA LIMITED

INCOME TAX COMPUTATION

YEAR OF ASSESSMENT 2023/24

Profit/(loss) per Account		28,262,020.09
less: Interest Income		<u>(4,892,232.38)</u>
		<u>23,369,787.71</u>

Add Back:

Legal Fees (LT case)	41,864.00	100%	41,864.00	
Impairment	-	100%	-	
Interest Expences	691,329.30	0%	-	
Depreciation	17,487,750.93	100%	17,487,750.93	
Advertisement	1,016,818.25	25%	254,204.56	
Professional Charges	247,649.50	100%	247,649.50	
				<u>18,031,468.99</u>
				<u>41,401,256.70</u>

Less:

Capital Allowances				(14,403,332.79)
Gratuity Paid of The Year				(2,669,898.10)
Gain on Foreign Exchange Gain/Loss				
Gratuity Provision				(3,490,932.60)
Interest Income				<u>(4,892,232.38)</u>
				<u>20,837,093.20</u>

Business Profit/(Loss) for the Year		20,837,093.20
Interest Income		<u>4,892,232.38</u>
Total Statutory Income		<u>25,729,325.58</u>

Total Taxable Income

	Income	Rate	
Export Income	20,837,093.20	14%	2,917,193.05
Interest Income	<u>4,892,232.38</u>	24%	<u>1,174,135.77</u>
Total Tax payable	<u>25,729,325.58</u>		<u>4,091,328.82</u>

DEFERRED TAX LIABILITY

Gratuity	Asset	18,645,306.42
Capital allowance to be claim (Note 1)		6,471,889.31
Accounting depreciation to be claim		<u>36,921,785.74</u>
Tax over claimed		30,449,896.43
Capital expenses over deduct for taxable profit than accounting profit	Liability	(30,449,896.43)
Coconut Plantation Development	Liability	-
Deferred Tax Liability		<u>(11,804,590.01)</u>
Tax Rate	14%	<u>(1,652,642.60)</u>
Current Asset / (Liability) as at 31/03/2024		(1,652,642.60)
Opening Asset / (Liability) 31/03/2023		<u>(1,219,906.00)</u>
Over provision		<u>(432,736.60)</u>

KAHATAGAHA GRAPHITE LANKA LIMITED

INCOME TAX COMPUTATION

YEAR OF ASSESSMENT 2023/24

Dividends Tax Payable

Net Profit After Taxation	24,603,428.68
Less : Property, Plant & Equipments Acquired	(1,912,328.90)
Add : Depreciation for Property, Plant & Equipments Acquired	-
Distributable Profit	22,691,099.78

TAX WRITTEN DOWN VALUE

Note 01 : Capital Allowance on Assets

Assets	Claim no	Rate	Value	Claim
Building				
2011/12	10	10%	1,422,820.50	1,422,820.50
2012/13	10	10%	4,554,425.27	455,442.53
2013/14	10	10%	178,545.08	17,854.51
2014/15	10	10%	29,575,817.88	2,957,581.79
2015/16	8	10%	52,780.20	5,278.02
Electrical Equipments				
2008/09	8	12.50%	10,780.00	-
2010/11	8	12.50%	446,810.00	-
2014/15	3	33.33%	61,200.00	-
2017/18	3	33.33%	56,800.00	18,933.31
2021/22	3	20.00%	35,000.00	7,000.00
Other Assets				
2012/13	5	20%	357,100.00	-
2013/14	11	6.67%	3,918,615.00	261,238.39
2014/15	10	6.67%	1,970,772.78	131,383.54
2016/17	8	6.67%	110,000.00	7,337.00
2016/17	8	6.67%	621,989.00	41,486.67
2018/19	5	20.00%	925,831.09	185,166.22
2020/21	4	15.00%	813,190.50	162,638.10
2021/22	3	20.00%	6,000.00	1,200.00
Office Equipments				
2009/10	8	12.50%	181,927.67	
2010/11	8	12.50%	739,029.48	
2012/13	5	20%	560,021.55	
2013/14	5	20%	187,396.25	
2013/14	4	25%	148,000.00	
2014/15	3	33.33%	59,999.00	
2014/15	4	25%	206,000.00	
2014/15	4	25%	4,500.00	
2014/15	5	20%	11,700.00	-
2014/15	3	33.33%	169,285.72	
2015/16	3	33.33%	118,250.00	-
2016/17	4	25.00%	91,000.00	22,750.00
2017/18	3	33.33%	24,800.00	
2017/18	3	33.33%	44,450.00	
2018/19	5	20.00%	223,500.00	44,700.00
2019/20	5	20.00%	134,300.00	26,860.00
2020/21	4	20.00%	25,375.00	5,075.00
2020/21	4	20.00%	752,816.00	150,563.00
2020/21	4	20.00%	35,000.00	7,000.00
2021/22	3	20.00%	215,810.00	43,162.00
2022/23	2	20.00%	-	-
Generator				
2009/10	9	12.50%	794,707.00	

Plant & Machinery				
2010/11	8	12.50%	3,476,500.00	-
2015/16	2	50.00%	494,750.00	-
2016/17	2	50.00%	3,707,868.80	-
2016/17	2	50.00%	142,541.78	-
2017/18	2	50.00%	291,239.14	-
2018/19	5	20.00%	187,560.00	37,512.00
2019/20	5	20.00%	8,204,100.00	1,640,820.00
2020/21	4	15.00%	371,756.66	55,763.50
2021/22	5	20.00%	1,520,370.00	304,074.00
2022/23	3	20.00%	1,338,250.00	267,650.00
Motor Vehicle				
2013/14	5	20.00%	1,649,000.00	-
2018/19	5	20.00%	6,100,000.00	1,220,000.00
U.G.Development				
Trally Rails - Underground TruckLines	2	40.00%	11,428,645.93	4,571,458.37
2021/22	3	20.00%	430,275.00	86,055.00
2022/23	2	20.00%	574,078.90	114,815.78
2023/24	1	20.00%	574,078.90	114,815.78
Furniture & Fittings				
2014/15	5	20.00%	468,391.73	
2018/19	5	20.00%	74,488.98	14,897.80
			90,880,240.79	14,403,332.79

Asset Description	Qty	Amount	Market Cost	Net Receivable %	Impaired Asset Value	To be Impaired
Compressor (with Panel Board)	1	450,000.00	1,500,000.00	30%	450,000.00	-
Compressor (with Motor and Panel Board)	1	450,000.00	1,500,000.00	30%	450,000.00	-
Stock Tank	1	150,000.00	500,000.00	30%	150,000.00	-
Compressor (with Panel Board)	1	450,000.00	1,500,000.00	30%	450,000.00	-
Water Pump and parts	1	72,000.00	240,000.00	30%	72,000.00	-
Tamping Rammer T.R.E. - 85 and parts	1	61,200.00	204,000.00	30%	61,200.00	-
Opening Balance		1,633,200.00				
Tractor	1	105,000.00	350,000.00	30%	105,000.00	-
Steel Wireroof with wedge capple 2014/15	1	978,560.34	3,261,867.81	30%	978,560.34	-
Winch	2	60,000.00	200,000.00	30%	60,000.00	-
Compressor (with Panel Board)	1	450,000.00	1,500,000.00	30%	450,000.00	-
Generator (Caterpillar)	1	15,000.00	50,000.00	30%	15,000.00	-
Generator (750kw with all Assets.)	1	300,000.00	1,000,000.00	30%	300,000.00	-
Medical Center Buildings	1	85,885.11	-	100%	-	-
		1,994,445.45				
		3,627,645.45			3,541,760.34	-

Client have assessed the impairment on the reasonable basis that if above assets are scrapped 20%-30% of its initial cost can be recovered. They have discuss with their engineers and provided us with an assessment for impairment.

31st -Mar -22**Debit**

B .O.C. Kollupita \$ A/c	12,505,452.85
B.O.C. - Ridigama	1,511,902.15
B.O.C. Kollupita	3,534,862.65
Cash/ Cash Advance Acc.	
Petty Cash - Mining	
Petty Cash - Head Office	
Petty Cash - Mine office	
Accounts Receivable	1,572,211.03
Debtor Deposit & Prepayments:Advance	
Debtor Deposit & Prepayments:Deposit:American Premium Water Sys	
Debtor Deposit & Prepayments:Deposit:Ceylon Petroleum Corp.	
Debtor Deposit & Prepayments:Deposit:DHL Keells (Pvt) Ltd	30,000.00
Debtor Deposit & Prepayments:Deposit:Finlay Rentokill Ltd	
Debtor Deposit & Prepayments:Deposit:GSMB	
Debtor Deposit & Prepayments:Deposit:Royalty Receivables	
Debtor Deposit & Prepayments:Employee Debtors	
Debtor Deposit & Prepayments:Insurance	
Debtor Deposit & Prepayments:S L T Deposits	5,000.00
Festival Advances	18,000.00
Interest Recivables	2,241,537.32
Insurance Free paid	294,979.87
Inventory Asset	1,998,640.72
PAYE Tax Receivables:Kalansooriya D	
PAYE Tax Receivables:Nijamudeen S	
Purchase Advances	
Stocks:Graphite Stocks	245,104,968.00
Stocks:Inventory Asset	13,978,439.06
Undeposited Funds	
V.A.T.Control Acc.	
Web Site Development	
BUilding:Acc.Depreciation	
BUilding:Cost	74,520,000.00
Coconut Plantation Development	1,694,235.36
Coconut Plantation Development - Acc Depreciations	
Electrical Equipments:Acc Depreciation	
Electrical Equipments:Cost	91,800.00
Furniture & Fittings:Acc. Depr	
Furniture & Fittings:Cost	1,300,000.00
Generator:Acc.Depri	
Generator:Cost	17,500,000.00
Head Office Partisial Works:Acc Depr	
Head Office Partisial Works:Partitial Expences	
Land:Cost	28,050,000.00
Motor Vehicle:Acc Depreciation	

Motor Vehicle:Cost	26,900,000.00
Non Operating Assets	23,210,000.00
Office Equipments	
Office Equipments:Acc. Dep.	
Office Equipments:Cost	1,670,358.99
Other Assets:Acc.Depri	
Other Assets:Cost	308,999.80
Plant & Machinery:Acc Depriation	
Plant & Machinery:Cost	74,792,482.12
Research & Development Expences	
U.G.Developmet Expences:Acc.Depric	
U.G.Developmet Expences:Capital Expences	15,583,405.85
Consumable Items	485,983.00
Fixed Deposit - 1st	
Gratuity Investment Fund	2,988,128.08
Gratuity Investment Fund	20,657,998.54
Jayawimana Court Case Apeal Dep	30,000.00
Accounts Payable	
Advance Received	
Allowance Payable	
C.G.I.R. On N.B.T.(Control Acc)	
C.G.I.R. On N.B.T.(Control Acc):N.B.T.Output	70,574.52
Canceled / Retd . cheque	
Commissioner Gene of Inland Rev:CGIR - NBT	
Commissioner Gene of Inland Rev:Dividend Tax Payable	
Commissioner Gene of Inland Rev:Income Tax Payable	
Commissioner Gene of Inland Rev:Social Responsibility Levy	
Commissioner Gene of Inland Rev:Witholding Tax	112,181.28
Dividend Payable	
E T F Payable	
E.P.F. Pyables	
Net Earning Control	
P.A.Y.E.Tax	
Royalty Payable	
Sales Tax Payable	
Sales Tax Payable:V.A.T. - Input Tax	7,810,416.56
Shprt Term Loan Account	
Sundry Tender Deposits	
Differed Tax Liability	1,219,906.00
Gratuity Provision	
Lease Creditor-BOC-KM3311	
Lease Creditor-BOC-KM3311:Int In Suspence	
Lease Creditor -BOC-PB9721	
Lease Creditor -BOC-PB9721:Int.In Suspence	
Lease Creditor BOC KM-3641	
Lease Creditor BOC KM-3641:Int In Suspence	
NSB Loan Account - Purchase Air	

People's Bank Loan	
Opening Bal Equity	
Reserves:Capital Reserves	
Reserves:Pneumconiosis Compansation Rese	
Reserves:Revaluation Reserve	
Retained Earnings	
Share Capital	
Sales	
2022 Monthly Allowance	4,674,100.00
500 - Machinery Maintenance	
Bonus - Mining	1,114,500.00
Cost of Goods Sold - Material I	13,560,686.77
Depriciation - Cost	
Directors Remunerations	2,707,435.00
E P F - Labour	4,218,549.39
E T F - Labour	1,054,637.35
Electricity	30,395,673.00
Electricity:Power Production	680,155.12
Materials - Cost of Goods Sold	
Mining Salaries & Wages	35,154,578.30
Overtime / Wages - Labour	1,789,565.35
Production Incentives - Mining	6,481,125.00
Royalty	
Security Expences	4,989,187.51
Depriciation - Cost	17,487,750.93
ESTABLISHMENT & ADMIN COST:2022 Monthly Allowance - Admin	1,055,583.00
ESTABLISHMENT & ADMIN COST:800-Welfare	68,112.75
ESTABLISHMENT & ADMIN COST:800-Welfare:801-Staff & Labour welfare	1,032,712.34
ESTABLISHMENT & ADMIN COST:800-Welfare:802-Tea & Meals	4,975,048.47
ESTABLISHMENT & ADMIN COST:800-Welfare:803-Unifprms	
ESTABLISHMENT & ADMIN COST:800-Welfare:804-Other Welfare Facilities	88,925.98
ESTABLISHMENT & ADMIN COST:Account Preparation Expences	
ESTABLISHMENT & ADMIN COST:Admin Salaries	11,248,793.50
ESTABLISHMENT & ADMIN COST:Allowances	1,912,062.44
ESTABLISHMENT & ADMIN COST:Audit Fee	336,000.00
ESTABLISHMENT & ADMIN COST:Bonus - Admine	286,333.33
ESTABLISHMENT & ADMIN COST:Books & Periodicles	4,220.00
ESTABLISHMENT & ADMIN COST:E.P.F.	1,349,855.22
ESTABLISHMENT & ADMIN COST:E.T.F.	337,463.83
ESTABLISHMENT & ADMIN COST:Electricity Expences	845,420.61
ESTABLISHMENT & ADMIN COST:Insurance	1,935,995.12
ESTABLISHMENT & ADMIN COST:Leagal & Profesional Fee	289,513.50
ESTABLISHMENT & ADMIN COST:Licence & Permits	214,793.66
ESTABLISHMENT & ADMIN COST:Medicle Expences	93,047.91
ESTABLISHMENT & ADMIN COST:Other Expences	240,429.17
ESTABLISHMENT & ADMIN COST:Other Expences:403 - General Expences	
ESTABLISHMENT & ADMIN COST:Other Expences:404 - Tools & Con	950.00

ESTABLISHMENT & ADMIN COST:Overtime / Wages - Staff	1,443,645.32
ESTABLISHMENT & ADMIN COST:Postage	61,731.02
ESTABLISHMENT & ADMIN COST:Printing & Stationery	368,529.52
ESTABLISHMENT & ADMIN COST:Rates & Taxes	23,784.62
ESTABLISHMENT & ADMIN COST:Refreshments	1,018,137.59
ESTABLISHMENT & ADMIN COST:Rent	
ESTABLISHMENT & ADMIN COST:Research & Development	
ESTABLISHMENT & ADMIN COST:Secretarial Charges	582,980.22
ESTABLISHMENT & ADMIN COST:Security Charges	1,663,862.49
ESTABLISHMENT & ADMIN COST:Taxation Fee	72,750.00
ESTABLISHMENT & ADMIN COST:Training & Development Expences	501,500.00
ESTABLISHMENT & ADMIN COST:Transport	
ESTABLISHMENT & ADMIN COST:Transport:Passenger Vehicle	260,809.20
ESTABLISHMENT & ADMIN COST:Transport:Passenger Vehicle:Fuel	2,400,661.64
ESTABLISHMENT & ADMIN COST:Transport:Passenger Vehicle:Licence	31,160.00
ESTABLISHMENT & ADMIN COST:Transport:Passenger Vehicle:Repaire & Other F	580,715.12
ESTABLISHMENT & ADMIN COST:Transport:Vehicle Hiring	69,760.00
ESTABLISHMENT & ADMIN COST:Travelling & Subsista	375,053.30
Financial & Other Expences:Bank Charges-O406	22,160.66
Financial & Other Expences:DIFFERED Tax Provision	
Financial & Other Expences:Estate Expences:2022 Monthly Allowance - Estate	289,000.00
Financial & Other Expences:Depriciations	
Financial & Other Expences:Estate Expences	279,510.00
Financial & Other Expences:Estate Expences:Estate Bonus	8,000.00
Financial & Other Expences:Estate Expences:Estate Expences	
Financial & Other Expences:Estate Expences:Estate Labour	1,607,170.00
Financial & Other Expences:Estate Expences:Estate Overtime	117,738.50
Financial & Other Expences:Estate Expences:Estste E P F	192,860.40
Financial & Other Expences:Estate Expences:Estste E T F	48,215.10
Financial & Other Expences:Estate Expences:Nursery expences	
Financial & Other Expences:Estate Expences:Tools & Equipments	
Financial & Other Expences:Forigne Exchange Gain/Loss	6,730,167.88
Financial & Other Expences:Loan Interest	691,329.30
Financial & Other Expences:Penalty & Surcharge	
Income Tax Provision	
Financial & Other Expences:Loan Interest - NSB Air Compres	
MAINTENANCE COST	
Financial & Other Expences:Penalty & Surcharge	
MAINTENANCE COST:Building Maintanance	17,650.00
MAINTENANCE COST:Machinery Maintenance	460,088.91
MAINTENANCE COST:Office / Ofiice Equip. Mainte.	464,720.17
MAINTENANCE COST:Office Maintenance	311,090.53
Selling & Distribution Expences:Advertisements	1,016,818.25
Selling & Distribution Expences:Export Promotion Expences	
Selling & Distribution Expences:Other Selling Expences	578,851.47
Selling & Distribution Expences:Sales Promotion	375,072.80
Selling & Distribution Expences:Transport To War Char	998,290.50

Service Gratuity	3,490,932.60
UTILITY COST:Telephone Charges	318,944.14
UTILITY COST:Water	139,945.48
Estate Income	
Interest Fixed & Savings Accoun	
Sundry Income	
TOTAL	<u>760,029,305.03</u>

Credit

98,336.83

6,744,600.00

169,423.52

32,360.00

779,999.97

4,199,999.99

8,070,000.50

307,485.74

102,699.96

22,099,274.92

9,045,225.52

16,711,445.49

41,660.73

255,868.46

18,840,849.31

93,786.65

687,771.07

5,158,359.93

5,782.62

93,152.00

1,303,283.89

172,110.00

18,645,306.42

108,779,169.93

380,174,564.11

13,000,000.00

128,558,961.18

1,878,659.00

4,892,232.38

9,086,935.25

760,029,305.37
