



**LANKA MINERAL SANDS LIMITED**

# **FINAL ACCOUNTS 2024**

Unaudited Financial Statements 2024

**Prepared in accordance with Sri Lanka Financial Reporting  
Standards (SLFRS)**

**LANKA MINERAL SANDS LIMITED**  
**FINAL ACCOUNTS AS AT 31.12.2024**

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**LANKA MINERAL SANDS LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31st DECEMBER , 2024**

	Note	2024 <u>Rs. cts</u>	2023 <u>Rs. cts</u>
Total Revenue	3	617,800,584.85	4,904,230,321.87
<u>Less</u>			
Value Added Tax		(445,173.43)	(129,730.57)
Net Revenue		617,355,411.42	4,904,100,591.30
Cost of Sales	4	(195,865,053.26)	(1,073,029,312.54)
Gross Profit		421,490,358.16	3,831,071,278.76
Other Operating Income	5	11,325,224.73	47,843,106.10
		432,815,582.89	3,878,914,384.86
Distribution Cost	6	(7,505,209.47)	(73,360,215.37)
Administrative Expenses	7	(263,728,303.90)	(289,168,238.53)
Other Operating Expenses	8	(751,584,535.59)	(733,141,282.53)
		(1,022,818,048.96)	(1,095,669,736.43)
Operating Profit/(Loss)		(590,002,466.07)	2,783,244,648.43
Finance Income	9	512,938,677.17	1,267,479,682.63
Profit /(Loss) before Income Tax for the year		(77,063,788.90)	4,050,724,331.06
Income Tax Expenses	10	(99,975,413.48)	(1,387,552,718.85)
Profit / (Loss) after Income Tax for the year		(177,039,202.38)	2,663,171,612.21
Net Profit / (Loss) for the Year		(177,039,202.38)	2,663,171,612.21
Basic Earning Per Share	11	(2.21)	33.29
Net Profit / (Loss) for the Year		(177,039,202.38)	2,663,171,612.21
Other Comprehensive Income			
Net Acturial Gain/(Loss) on Retirement			
Benefit Obligation - (Refer Note 25)		(7,560,834.12)	(63,858,997.00)
Total Comprehensive Income for the Year		(184,600,036.50)	2,599,312,615.21

**LANKA MINERAL SANDS LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31st DECEMBER , 2024**

		2024	2023
<u>ASSETS</u>	<u>Note</u>	<u>Rs.cts</u>	<u>Rs.cts</u>
<b>Non-Current Assets</b>			
Property, Plant & Equipment	13	1,292,273,247.98	1,486,493,502.50
Lease Hold Land	14	14,993,793.97	15,825,200.42
Intangible Assets	15	27,232.86	49,357.02
Advance	16	33,750,000.00	35,000,000.00
<b>Total Non Current Assets</b>		<b>1,341,044,274.81</b>	<b>1,537,368,059.94</b>
<b>Current Assets</b>			
Inventories	17	2,784,592,768.68	2,147,915,025.33
Short Term Financial Assets	18	730,642,496.66	458,897,687.12
Fixed Deposits	19	1,161,622,334.61	4,723,703,998.28
Treasury Bill	20	2,410,960,143.00	--
Advances and Deposits	21	221,090,634.86	297,078,869.68
Prepaid Expenses	22	59,852,706.80	10,574,734.39
Other Current Assets	23	416,164,374.61	624,829,961.92
Cash & Cash Equivalents	24	17,992,266.43	101,750,355.33
<b>Total Current Assets</b>		<b>7,802,917,725.65</b>	<b>8,364,750,632.05</b>
<b>TOTAL ASSETS</b>		<b>9,143,962,000.46</b>	<b>9,902,118,691.99</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Stated Capital	25	800,000,000.00	800,000,000.00
Retained Earnings /(Loss)	26	7,803,178,765.48	8,211,065,528.36
<b>Total Share holders Equity</b>		<b>8,603,178,765.48</b>	<b>9,011,065,528.36</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
Retirement Benefit Obligations	27	102,913,803.20	99,247,210.40
Deferred Taxation	28	105,032,939.00	135,819,992.00
Long Term Liability	29	36,854,472.75	--
		<b>244,801,214.95</b>	<b>235,067,202.40</b>
<b>Current Liabilities</b>			
Income Tax Payable	30	130,762,466.48	162,236,763.90
Trade & Other Creditors	31	82,815,003.36	231,549,056.22
Provisions and Accrued Expenses	32	68,014,222.94	257,783,942.17
Short Term Liability	33	14,390,327.25	4,416,198.94
		<b>295,982,020.03</b>	<b>655,985,961.23</b>
<b>TOTAL LIABILITIES</b>		<b>540,783,234.98</b>	<b>891,053,163.63</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>9,143,962,000.46</b>	<b>9,902,118,691.99</b>

I certify that the financial statements have been prepared in compliance with the requirement of the Companies Act No 7 of 2007.

.....  
**Mrs. Sujeewa Kariyawasam**  
**Chief Financial Officer**

The Board of Directors is responsible for the preparation and presentation of these financial Statements. Approved and signed for and on behalf on 23.05.2025 at the board meeting held in Lanka Mineral Sands Limited.

.....  
**Mr. T. Ashoka Peiris**  
**Chairman**

.....  
**Mr. G.P.N.M. Abesekara**  
**Director**

.....  
**Mrs. K.V.C. Dilrukshi**  
**Director**

**LANKA MINERAL SANDS LIMITED**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st DECEMBER , 2024**

	<b>STATED CAPITAL</b>	<b>RETAINED EARNINGS</b>	<b>In. Rs. TOTAL</b>
Balance as at 01 January, 2023	800,000,000.00	6,562,551,272.00	7,362,551,272.00
Total Comprehensive Income for the year	--	2,663,171,612.21	2,663,171,612.21
Total Other Comprehensive Income for the year	--	(63,858,997.00)	(63,858,997.00)
Prior Year Adjustments		(18,688,294.58)	(18,688,294.58)
Dividend to the Treasury		(932,110,064.27)	(932,110,064.27)
Balance as at 31 December , 2023	<u>800,000,000.00</u>	<u>8,211,065,528.36</u>	<u>9,011,065,528.36</u>
Balance as at 01 January, 2024	800,000,000.00	8,211,065,528.36	9,011,065,528.36
Total Comprehensive Income for the year		(177,039,202.38)	(177,039,202.38)
Total Other Comprehensive Income for the year		(7,560,834.12)	(7,560,834.12)
Prior Year Adjustments		(223,286,726.38)	(223,286,726.38)
Dividend to the Treasury		--	--
Balance as at 31 December , 2024	<u>800,000,000.00</u>	<u>7,803,178,765.48</u>	<u>8,603,178,765.48</u>

**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st DECEMBER 2024**

	<b>2024</b>	<b>2023</b>
	<b><u>Rs.cts</u></b>	<b><u>Rs.cts</u></b>
<b>Profit/ (Loss) before Taxation</b>	<b>(77,063,789.00)</b>	<b>4,050,724,331.06</b>
<b>Adjustments:</b>		
<b>Depreciation and Amortization</b>	<b>220,288,997.00</b>	<b>199,015,234.07</b>
<b>Interest Income (Note 09)</b>	<b>512,938,677.00</b>	<b>(1,267,479,682.63)</b>
<b>Prior Year adjustments (Note 11A)</b>	<b>204,598,431.00</b>	<b>(34,069,634.53)</b>
<b>Gratuity Provision (Note 25)</b>	<b>(16,915,915.00)</b>	<b>9,891,648.23</b>
<b>Lease Interest</b>	<b>232,073.00</b>	<b>921,363.12</b>
<b>Profit on Disposal of Property, Plant &amp; Equipment (Note 5)</b>	<b>(16,433.00)</b>	<b>(33,748,761.84)</b>
<b>Operating Profit before working capital changes</b>	<b><u>844,062,041.00</u></b>	<b><u>2,925,254,497.48</u></b>
<b>(Increase)/Decrease in Inventories (Note 17)</b>	<b>(636,377,743)</b>	<b>(682,753,200.33)</b>
<b>Increase /(Decrease) in prepaid expenses (Note 22)</b>	<b>(49,277,973)</b>	<b>12,041,532.28</b>
<b>Increase/(Decrease) Advance &amp; Deposits (Note 21)</b>	<b>75,988,235</b>	<b>198,073,984.50</b>
<b>(Increase)/Decrease in Other current Asset (Note 23)</b>	<b>208,665,587</b>	<b>473,522,168.70</b>
<b>Increase/(Decrease) in Trade &amp; Other Credit (Note 31)</b>	<b>9,376,011</b>	<b>(297,939,522.65)</b>
<b>Increase/(Decrease) in Accrued expenses (Note 32)</b>	<b>(189,769,720)</b>	<b>(14,874,335.56)</b>
<b>Cash Generated from Operations</b>	<b><u>262,666,438</u></b>	<b><u>2,613,325,124.42</u></b>
<b>Gratuity Paid</b>	<b>(20,810,156.00)</b>	<b>(11,906,462.50)</b>
<b>Income Tax Paid</b>	<b>(254,903,268.00)</b>	<b>(2,353,819,469.00)</b>
<b>Lease Interest</b>	<b>(232,073.00)</b>	<b>(921,363.12)</b>
<b>Net Cash from Operating Activities</b>	<b><u>(13,279,059.00)</u></b>	<b><u>246,677,829.80</u></b>
<b>Cash Flow From Investing Activities</b>		
<b>Net (Increase)/Decrease in Fixed Deposits (Note 19)</b>	<b>(402,766,435.00)</b>	<b>1,776,297,001.72</b>
<b>Net (Increase)/Decrease in short Term Loan (Note 18)</b>	<b>266,364,680.00</b>	<b>(308,715,477.17)</b>
<b>Interest Income</b>	<b>264,910,386.00</b>	<b>1,065,615,226.07</b>
<b>Acquisition of Property, Plant &amp; Equipment and Capital Work-in Progress (Note 13)</b>	<b>(31,813,127.00)</b>	<b>(481,909,333.31)</b>
<b>Acquisition of Intangible Assets</b>	<b>--</b>	<b>(38,500.00)</b>
<b>Proceeds from Disposal of Property, Plant &amp; Equip.</b>	<b>--</b>	<b>35,936,524.10</b>
<b>Net Cash flow from Investing Activities</b>	<b><u>96,695,504.00</u></b>	<b><u>2,087,185,441.41</u></b>
<b>Cash Flow From Financing Activities</b>		
<b>Repayment of Term Loans</b>	<b>(4,648,272.00)</b>	<b>(8,431,183.48)</b>
<b>Net Change in short Term Loan</b>	<b>(4,416,198.00)</b>	<b>(1,447,907.40)</b>
<b>Dividend paid</b>	<b>(158,110,064.00)</b>	<b>(2,499,880,054.00)</b>
<b>Net Cash Flow from Financing Activities</b>	<b><u>(167,174,534.00)</u></b>	<b><u>(2,509,759,144.88)</u></b>
<b>Net Increase/(Decrease ) in Cash &amp; Cash Equivalents</b>	<b>(83,758,089.00)</b>	<b>(175,895,873.67)</b>
<b>Cash &amp; Cash Equivalents at the beginning of the period</b>	<b><u>101,750,355.00</u></b>	<b><u>277,646,229.00</u></b>
	<b><u>17,992,266.00</u></b>	<b><u>101,750,355.33</u></b>
<b>Analysis of Cash &amp; Cash Equivalents</b>		
<b>Cash at Banks</b>	<b>17,992,266.00</b>	<b>101,750,355.33</b>
<b>Cash in Hand</b>		
<b>Petty Cash</b>	<b><u>17,992,266.00</u></b>	<b><u>101,750,355.33</u></b>

**Note -- 3 & 4**

**NOTES TO THE FINANCIAL STATEMENT**  
**STATEMENT OF SALES , COST OF SALES AND GROSS PROFIT**  
**FOR THE YEAR ENDED 31st DECEMBER, 2024**

		<b>Note - 3</b> <b>Gross Sales</b> <b><u>Rs.cts</u></b>	<b>VAT</b> <b><u>Rs.cts</u></b>	<b>Net Sales</b> <b><u>Rs.cts</u></b>	<b>Note - 4</b> <b>Cost of sales</b> <b><u>Rs.cts</u></b>	<b>Gross Profit</b> <b><u>Rs.cts</u></b>
<b>RUTILE</b>	<b>Note 3 A</b>	<b>566,000,112.60</b>	<b>--</b>	<b>566,000,112.60</b>	<b>(156,162,827.87)</b>	<b>409,837,284.73</b>
<b>ZIRCON</b>	<b>Note 3 B</b>	<b>51,061,361.50</b>	<b>(390,687.88)</b>	<b>50,670,673.62</b>	<b>(39,637,284.50)</b>	<b>11,033,389.12</b>
<b>CRUDE MONAZITE</b>	<b>Note 3 C</b>	<b>357,183.05</b>	<b>(54,485.55)</b>	<b>302,697.50</b>	<b>(38,610.84)</b>	<b>264,086.66</b>
<b>CRUDE RUTILE OVERSIZE</b>	<b>Note 3 D</b>	<b>381,927.70</b>	<b>--</b>	<b>381,927.70</b>	<b>(26,330.05)</b>	<b>355,597.65</b>
	<b>TOTAL</b>	<b><u>617,800,584.85</u></b>	<b><u>(445,173.43)</u></b>	<b><u>617,355,411.42</u></b>	<b><u>(195,865,053.26)</u></b>	<b><u>421,490,358.16</u></b>

Note -- 3 A

**LANKA MINERAL SANDS LIMITED**  
**TRADING ACCOUNT -- RUTILE**

**FOR THE YEAR ENDED 31st DECEMBER , 2024**

	<u>M.T</u>	<u>Rs.cts</u>	<u>Rs.cts</u>
<b><u>Sales</u></b>			
Export	1,380.00		566,000,112.60
Local	--		--
	<u>1,380.00</u>		<u>566,000,112.60</u>
<b><u>Less</u></b>			
VAT			--
Net Sales			<u>566,000,112.60</u>
 <b><u>Deduct -- Cost of Sales</u></b>			
Stock as at 01.01.2024	2,924.00	220,897,122.59	
 <b><u>Add</u></b>			
Cost of Production (Note 3C -1)	<u>642.25</u>	<u>139,451,059.19</u>	
	3,566.25	360,348,181.78	
<b><u>Add/Less</u></b>			
Stock adjustments	(1.82)		
Stock as at 31.12.2024	<u>(2,184.43)</u>	<u>(220,836,251.87)</u>	
Cost of Rutile Sold	<u>1,380.00</u>	<u>139,511,929.91</u>	
 <b><u>Add</u></b>			
Production Overheads - Indirect	3,637,136.17		
Bagging out Expenses	10,318,177.27		
Loading out Expenses	695,915.46		
Royalty	<u>1,999,669.06</u>	<u>16,650,897.96</u>	
Cost of Sales			<u>(156,162,827.87)</u>
Gross Profit			<u>409,837,284.73</u>



**Note -- 3 B**

**LANKA MINERAL SANDS LIMITED  
TRADING ACCOUNT --- ZIRCON**

**FOR THE YEAR ENDED 31st DECEMBER , 2024**

	<u>M.T</u>	<u>Rs.cts</u>	<u>Rs.cts</u>
<b><u>Sales</u></b>			
Export	100.00		48,500,185.40
Local	5.00		2,561,176.10
	<u>105.00</u>		<u>51,061,361.50</u>
<b><u>Less</u></b>			
VAT			(390,687.88)
Net Sales			<u>50,670,673.62</u>
 <b><u>Deduct -- Cost of Sales</u></b>			
Stock as at 01.01.2024	842.64	84,244,980.28	
<b><u>Add</u></b>			
Cost of Production (Note 3C -1)	193.80	46,729,731.97	
	<u>1,036.44</u>	<u>130,974,712.25</u>	
 <b><u>Add/Less</u></b>			
Stock Adjustments	(1.44)		
Stock as at 31.12.2024	(930.00)	(117,687,422.61)	
Cost of Zircon Sold	<u>105.00</u>	<u>13,287,289.64</u>	
 <b><u>Add</u></b>			
Production Overheads - Indirect	781,814.32		
Loading out Expenses	24,401,404.72		
Bagging Expenses	757,252.90		
Royalty	409,522.92	26,349,994.86	
Cost of Sales			(39,637,284.50)
Gross Profit			<u>11,033,389.12</u>

Note -- 3 C

**LANKA MINERAL SANDS LIMITED**  
**TRADING ACCOUNT --- CRUDE MONAZITE**

**FOR THE YEAR ENDED 31st DECEMBER , 2024**

	<u>M.T</u>	<u>Rs.cts</u>	<u>Rs.cts</u>
<u>Sales</u>			
Export	--		
Local	0.40		357,183.05
	<u>0.40</u>		<u>357,183.05</u>
<u>Less</u>			
VAT			(54,485.55)
Net Sales			<u>302,697.50</u>
 <u>Deduct -- Cost of Sales</u>			
Stock as at 01.01.2024	790.19	6,715,531.08	
<u>Add</u>			
Cost of Production (Note 3C -1)	8.05	2,952,546.86	
	<u>798.24</u>	<u>9,668,077.94</u>	
<u>Add/Less</u>			
Stock Adjustments	39.02		
Stock as at 31.12.2024	(836.86)	(9,663,459.03)	
Cost of Crude Monazite Sold	<u>0.40</u>	<u>4,618.91</u>	
 <u>Add</u>			
Production Overheads - Indirect	33,991.93		
Loading out Expenses	--		
Royalty	--	33,991.93	
Cost of Sales			<u>(38,610.84)</u>
Gross Profit			<u><u>264,086.66</u></u>

Note -- 3 D

**LANKA MINERAL SANDS LIMITED**  
**TRADING ACCOUNT --- CRUDE RUTILE OVERSIZE**

**FOR THE YEAR ENDED 31st DECEMBER , 2024**

	<u>M.T</u>	<u>Rs.cts</u>	<u>Rs.cts</u>
<u>Sales</u>			
Export	--		--
Local	5.00		381,927.70
	<u>5.00</u>		<u>381,927.70</u>
<u>Less</u>			
VAT			--
Net Sales			<u>381,927.70</u>
 <u>Deduct -- Cost of Sales</u>			
Stock as at 01.01.2024	6,807.79	30,828,861.94	
<u>Add</u>			
Cost of Production (Note 3C -1)	274.75	6,132,212.71	
	<u>7,082.54</u>	<u>36,961,074.65</u>	
<u>Add/Less</u>			
Stock Adjustments	(63.74)		
Stock as at 31.12.2024	<u>(7,013.80)</u>	<u>(36,934,744.60)</u>	
Cost of Crude Rutile Oversize Sold	<u>5.00</u>	26,330.05	
 <u>Add</u>			
Production Overheads - Indirect	--		
Loading out Expenses	--		
Royalty	<u>--</u>	<u>--</u>	
Cost of Sales			<u>(26,330.05)</u>
Gross Profit			<u><u>355,597.65</u></u>

**Note -- 3 B -1**

**LANKA MINERAL SANDS LIMITED  
ILMENITE PRODUCTION**

**FOR THE YEAR ENDED 31st DECEMBER 2024**

	<u>M.T</u>	<u>Rs.cts</u>
<b>Raw Material Stock as at 01-01-2024</b>	<b>11,602.66</b>	<b>4,078.08</b>
<b>Add:</b>		
<b>Raw Sand Collected</b>	<b>261,868.15</b>	<b>220,314,809.95</b>
	<b>273,470.81</b>	<b>220,318,888.03</b>
<b>Less:</b>		
<b>Raw Sand Adjustment</b>	<b>(4,020.25)</b>	<b>(3,079,804.63)</b>
<b>Stocks as at 31.12.2024</b>	<b>(36,739.49)</b>	<b>(26,960,599.01)</b>
	<b>232,711.07</b>	<b>190,278,484.39</b>
<b>Add:</b>		
<b>Magnetic Separation Plant ( 02 -- 53 )</b>	<b>141,523,368.82</b>	
<b>Mobile Plant ( 02 -- 08 )</b>	<b>90,359,911.33</b>	
<b>Power Supply ( 02 -- 06 )</b>	<b>70,199,922.71</b>	
<b>Water Supply ( 02 -- 05 )</b>	<b>11,140,749.91</b>	<b>313,223,952.77</b>
		<b>503,502,437.16</b>
<b>Waste</b>	<b>181,263.91</b>	
<b>Transferred to :</b>		
<b>Rutile/Zircon Production Account</b>	<b>26,118.89</b>	<b>255,879,938.57</b>
<b>Ilmenite Stock Account</b>	<b>25,180.50</b>	<b>246,716,194.21</b>
<b>Magnetite Stock Account</b>	<b>147.77</b>	<b>906,304.38</b>
	<b>232,711.07</b>	<b>503,502,437.16</b>

**Note -- 3 C - 1**

**LANKA MINERAL SANDS LIMITED**  
**RUTILE / ZIRCON PRODUCTION**  
**FOR THE YEAR ENDED 31st DECEMBER 2024**

	<u>M.T</u>	<u>Rs.cts</u>
<b>Stock as at 01.01.2024</b>		
Non- Magnetic Tailings	85.82	684,244.76
<b>Add :</b>		
From Ilmenite Production	26,118.89	255,879,938.57
<b>Add / Less:</b>		
Stock Consumption	24,867.90	
Stock Adjustments	(15,191.09)	
	<u>35,881.52</u>	
<b>Less :</b>		
Stock as at 31.12.2024	--	--
	<u>35,881.52</u>	<u>256,564,183.33</u>
<b>Add :</b>		
Wet & Dry Mill (03-54)	141,785,357.37	
Water Supply (02-05)	45,711,114.21	
Power Supply (02-06)	58,518,499.64	
Mobile Garage (02-08)	39,553,871.95	285,568,843.17
		<u>542,133,026.50</u>
<b>Waste</b>	9,772.27	
<b>Transferred to:</b>		
Hi.Ti. Ilmenite Stock Account	720.00	29,355,129.32
Rutile Trading Account	642.25	139,451,059.19
Zircon Trading Account	193.80	46,729,731.97
Crude Monozite Trading Account	8.05	2,952,546.86
Final Tailing LOT 2 Stock Account	5,655.00	55,984,830.77
Zircon Crude - Low Grade Stock Account	4,269.20	19,021,215.33
Screen Oversize Concentrate Trading Account	274.75	6,132,212.71
New Wet Table Tailing Stock Account	8,209.00	--
	(8,209.00)	--
Hydroziser Fines Stock Account	1,937.00	40,200,061.03
Crude Zircon Stock Account	12,409.20	202,306,239.32
	<u>35,881.52</u>	<u>542,133,026.50</u>

**Note -- 5**

**LANKA MINERAL SANDS LIMITED**  
**OTHER OPERATING INCOME**  
**FOR THE YEAR ENDED 31st DECEMBER, 2024**

<b>2023</b>		<b>2024</b>
<b><u>Rs.cts</u></b>	<b>Narrative</b>	<b><u>Rs.cts</u></b>
33,748,761.84	Profit on Sale of Assets	16,433.35
13,969,062.58	Sundry Income	--
125,281.68	Demurrage Income	--
--	Exchange Fluctuation	11,308,791.38
<b><u>47,843,106.10</u></b>	<b>Total</b>	<b><u>11,325,224.73</u></b>

Unaudited Financial Statements 2024

Note -- 6

**LANKA MINERAL SANDS LIMITED  
DISTRIBUTION EXPENSES  
FOR THE YEAR ENDED 31st DECEMBER, 2024**

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
5,046,201.60	01-07-101	Salaries & Wages	3,407,373.29
104,076.23	102	Overtime	45,021.66
171,000.00	103	Attendance Incentive	139,200.00
249,200.00	103-2	Meal Allowance	171,200.00
--	103-4	Language Allowance	6,570.00
722,014.59	104	Provident Fund Contribution	462,020.52
71,167.93	107	Medical & Medical Aid Scheme	14,666.56
5,400.00	108	Travelling & Subsistance	--
97,200.00	108-1	Transportation Of Employees	81,000.00
703,025.00	108-2	Production Incentive	417,900.00
--	110	Consultancy & Professional Fees	10,500.00
1,167,530.59	126	Sampling & Analysis Charges	159,726.41
56,794.40	132	Licence Fees	82,615.35
92,602.37	134	Postage & Telephone	23,728.70
1,616,250.00	135-2	Subscription	51,244.35
244,000.00	138	Advertising & Sales Promotion - Local	393,200.00
3,289,667.00	138-2	Foreign Travel	1,919,580.00
150,000.00	138-3	Publicity and Exhibition	--
51,686.78	151	Bank Charges	23,495.70
59,330,272.68	155	Exchange Fluctuation	--
192,126.20	158	Employees Trust Fund	96,166.93
<u>73,360,215.37</u>		Total	<u>7,505,209.47</u>

Note -- 7

**LANKA MINERAL SANDS LIMITED**  
**ADMINISTRATIVE EXPENSES**  
**FOR THE YEAR ENDED 31st DECEMBER, 2024**

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
1,448,000.00	01-01-101	Directors Payments	635,000.00
--	01-01-110	Consultancy & Professional Fees	576,000.00
1,200,000.00	01-02-101	Chairman's Salary	1,096,881.64
275,000.00	01-02-109	Entertainment	182,258.06
30,000.00	01-02-110	Consultants Fees,Expenses	--
3,184,642.71	01-02-122	Fuel & Lubricants	1,786,430.19
74,966.52	01-02-134	Postage & Telephone	86,091.75
565,264.75	01-04-101	Salaries & Wages to GM	214,900.50
--	01-04-108-1	Transportation of Employees	50,000.00
226,800.00	01-04-108-2	Production Incentive	65,000.00
--	01-04-110	Consultancy & Professional Fees	2,700.00
1,075,061.37	01-04-122	Fuel & Lubricants	177,696.33
6,000.00	01-04-103	Attendance Bonus	--
7,400.00	01-04-103-2	Meal Allowance	--
--	01-04-134	Postage & Telephone	7,650.04
121,687.50	01-04-138-2	Foreign Travel	--
<u>280,953,415.68</u>	01-00	Administrative Expenses	<u>258,847,695.39</u>
<u>289,168,238.53</u>		Total	<u>263,728,303.90</u>

Note -- 7A

**ADMINISTRATIVE / GENERAL EXPENSES**

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
65,263,544.87	01-00-101	Salaries & Wages	77,849,376.76
15,439,973.57	102	Overtime	13,766,414.18
3,150,600.00	103	Attendance Incentive	3,096,000.00
6,081,391.14	103-1	Gratuety	20,098,379.72
3,937,800.00	103-2	Meal Allowance	4,151,400.00
2,969,529.51	103-3	Staff Tea	2,610,987.85
--	103-4	Language Allowance	46,680.00
8,194,613.90	104	Provident Fund Contribution	11,807,126.13
3,075,377.42	106	Staff Welfare	3,612,532.28
585,000.00	106-1	25 years Ceremony	974,000.00
2,972,580.64	106-2	Uniforms	639,430.88
1,071,513.44	107	Medical & Medical Aid Scheme	1,008,520.26
223,895.00	108	Travelling & Subsistence	81,017.50
2,801,866.67	108-1	Transportation of Employees	2,388,538.70
14,735,380.00	108-2	Production Incentive	9,103,750.00
28,500.00	109	Entertainment	104,128.07
2,865,777.56	109-1	Refreshment	1,566,267.10
4,047,499.52	110	Consultants Fees,Expenses & Professional	3,854,610.37
3,937,730.67	121	Electricity Charges	3,946,711.53
7,577,600.10	122	Fuel & Lubricants	5,735,790.38



1,805,482.54	123 Consumable	1,168,116.40
4,742,059.30	123-1 Repairs & Maintenance - Equipment	3,616,532.13
--	123-2 Repairs & Maintenance - Buildings	2,143,844.27
412,929.68	124 Water Charges	304,909.13
--	126 Sampling & Analysis Charges	21,106.00
1,881,444.44	127 Staff Training	185,604.45
2,598,240.52	130 Rent & Rates	255,278.53
419,440.21	131-1 Insurance - Motor Vehicles	486,670.24
--	131-2 Insurance - Personnel Accidents	8,332.13
5,876.71	131-3 Insurance - Cash In Transit	7,237.00
13,031.27	131-4 Insurance - Fidelity Guarantee	1,184.69
117,113.48	131-5 Insurance - Fire	263,638.30
4,516,714.77	131-6 Insurance - Medical Scheme	4,830,428.68
94,266.84	132 Licence Fees	111,853.26
7,081,703.36	133 Vehicle Running Expenses - Repaires & Main.	6,919,150.21
16,250.00	133-1 Vehicle Hire Charges	6,500.00
1,046,771.19	134 Postage & Telephone	1,525,985.29
8,295.68	134-1 Domain & Hosting Charges	6,567.42
3,236,598.85	135 Printing & Stationery	2,552,051.15
682,948.00	135-2 Subscription	653,276.00
509,311.54	136 Sundry Expenses	37,164.17
41,058.57	136-1 Stores Miscellaneous	--
700,000.00	137 Audit fees	800,000.00
15,600.00	138 Advertising & Sales Promotion - Local	--
30,276.00	138-2 Foreign Travel	640,000.00
10,682,850.00	138-5 Corporate Social Responsibility	1,260,200.00
1,316,615.00	139 Legal Expenses	2,507,879.00
6,551,526.00	140 Press Notice	5,526,100.00
5,301,230.05	151 Bank Charges	998,989.37
31,956.79	151-2 Bank Charges on PJ 7705 A/C	--
34,161.10	151-3 Bank Charges on PJ 7706 A/C	--
32,925.87	151-4 Bank Charges on LO 5525 A/C	--
189,031.90	151-5 Bank Charges on CBJ 0284 A/C	--
316,643.73	151-6 Bank Charges on WPPK 6595	116,036.53
316,643.73	151-7 Bank Charges on WPPK- 6596	116,036.53
45,399,200.09	153 Depreciation	49,874,494.83
48,791.64	153-1 Amortization of Software	14,669.87
831,406.45	153-2 Amortization of Leasehold Land	831,406.45
--	154-2 Disposal of Assets	270,096.58
2,222,074.98	158 Employees Trust Fund	2,361,425.39
--	161 Workmen Compensation	157,500.00
459,578.00	192 Publicity & Exhibition	--
1,895,348.79	199 Annual Bonus	1,825,769.68
26,387,844.60	199-1 Profit Incentive	--
<u>280,953,415.68</u>	Total Transferred to Administrative Expenses	<u>258,847,695.39</u>

Note -- 8

**LANKA MINERAL SANDS LIMITED  
OTHER OPERATING EXPENSES  
FOR THE YEAR ENDED 31ST DECEMBER, 2024**

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
733,141,282.53		General Overheads - Note 8-1	751,583,545.19
-		Write-offs -Bad & Doubtful Debts - Pulmoddai	990.40
<u>733,141,282.53</u>			<u>751,584,535.59</u>

Note -- 8 -1

**GENERAL OVERHEAD**

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
349,039,422.70	02 -- 01	Work - Office & Security	227,134,054.72
12,418,250.75	02 -- 02	Stores	33,461,014.89
16,629,068.07	02 -- 03	Laboratory	39,208,408.33
30,799,741.77	02 -- 04	Workshop	124,365,718.56
1,331,669.92	02 -- 05	Water Supply	831,300.71
3,665,893.37	02 -- 06	Power Supply	3,737,453.90
489,805.02	02 -- 07	Shipping	--
3,725,502.20	02 -- 08	Mobile Garage	7,073,760.68
31,843,601.52	02 -- 09	Housing	86,353,778.52
53,377,280.22	02 -- 11	Staff Welfare	40,434,892.00
119,006,095.69	02 -- 53	Magnetic Separation	105,750,576.88
110,017,114.03	03 -- 54	Wet & Dry Mill	83,186,425.42
797,837.27	21 -- 01	Kokilai Plant	46,160.58
<u>733,141,282.53</u>		Total	<u>751,583,545.19</u>
<u>733,141,282.53</u>		Transferred to Other Operating Expenses	<u>751,583,545.19</u>

Note -- 8-2

PRODUCTION OVERHEAD

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
20,503,941.05	02 -- 02	Stores	444,157.76
27,456,478.25	02 -- 03	Laboratory	520,448.01
50,853,868.45	02 -- 04	Workshop	1,650,816.61
--	02 -- 05	Water Supply	11,034.60
22,173,100.50	02 -- 06	Power Supply	49,610.54
17,151,368.60	02 -- 08	Mobile Garage	93,896.31
52,577,399.34	02 -- 09	Housing	1,146,250.37
--	02 -- 11	Staff Welfair	536,728.22
<u>190,716,156.19</u>		Total	<u>4,452,942.42</u>

Apportioned as follows

6,255.87	Ilmenite Trading Account	--
5.95	Rutile Trading Account	3,637,136.17
304,497.92	Zircon Trading Account	781,814.32
9,032,714.86	Hi Ti Trading Account	--
2,973,351.89	Crude Monazite Trading Account	33,991.93
178,399,329.69	Zircon Concentrate Trading Account	--
--	Unabsorbed production overhead	--
<u>190,716,156.18</u>		<u>4,452,942.42</u>

**Note -- 9**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31st DECEMBER, 2024**

**FINANCE INCOME**

<b>2023</b>		<b>2024</b>
<b><u>Rs.cts</u></b>		<b><u>Rs.cts</u></b>
<b>40,398,780.36</b>	<b>Interest on General Investments</b>	<b>31,273,768.47</b>
<b>--</b>	<b>Interest on Treasury Bill</b>	<b>79,788,317.09</b>
<b>1,179,565,146.22</b>	<b>Interest on Fixed Deposit Investments</b>	<b>289,646,516.04</b>
<b>5,468,225.34</b>	<b>Interest on Staff Loans and Other Income</b>	<b>8,491,750.51</b>
<b>2,063,681.37</b>	<b>Interest on Housing Loan - HDFC</b>	<b>2,437,098.75</b>
<b>1,567,569.34</b>	<b>Interest on Foreign Currency Account</b>	<b>291,916.31</b>
<b>38,416,280.00</b>	<b>Forfeited Tender Deposits</b>	<b>101,009,310.00</b>
<b><u>1,267,479,682.63</u></b>	<b>TOTAL</b>	<b><u>512,938,677.17</u></b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31st DECEMBER 2024**

	<b>2024</b>	<b>2023</b>
	<b><u>Rs.cts</u></b>	<b><u>Rs.cts</u></b>
<b>10. CURRENT INCOME TAX EXPENSES</b>		
Income Tax Expenses for the Year - Note 10-1	130,762,466.48	1,214,454,674.90
Prior Year Tax Assestment 2014/15	--	15,381,339.95
	<u>130,762,466.48</u>	<u>1,229,836,014.85</u>
Prior Year Income Tax Under Provision		68,281,937.00
Deferred Taxation - Refer Note 26	(30,787,053.00)	89,434,767.00
	<u>99,975,413.48</u>	<u>1,387,552,718.85</u>
<b>10.1 Reconciliation Between the Current Tax Expenses and the product of Accounting Profit</b>		
Accounting Profit/ (Loss) Before Taxation	(77,063,788.90)	4,050,724,331.06
Aggregated Expenses Disallowed for Tax	--	--
Aggregated Expenses Allowed for Tax	--	--
Aggregated Income for Other Sources	--	--
Taxable Business Profit / (Loss) for the year	<u>--</u>	<u>--</u>
Other Income Liable for Tax	--	--
Total Statutory Income	--	--
Deduction under Section 32	--	--
Assessable Income	--	4,048,182,251.06
Quolifing Payments	--	--
Taxable Income	--	--
Income Tax Expenses	--	--
- @ 30%	130,762,466.48	1,214,454,674.90
<b>Roundup</b>	<u>130,762,466.48</u>	<u>1,214,454,674.90</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31st DECEMBER 2024**

**11. BASIC EARNING PER SHARE**

The calculation of Basic Earning Per share is based on the Net Profit attributable to Ordinary Share holders divided by the Weighted Average Number of Ordinary Shares outstanding during the year.

	<b>2024</b>	<b>2023</b>
	<b><u>Rs.cts</u></b>	<b><u>Rs.cts</u></b>
Net Profit (Loss) attributable to Ordinary Shareholders	(177,039,202.38)	2,663,171,612.21
Weighted Average Number of Ordinary Shares in issue during the year	80,000,000	80,000,000
Basic Earning Per share (Rs.)	(2.21)	33.29

**12. PRIOR YEAR ADJUSTMENTS**

	<b>2024</b>	<b>2023</b>
Adjustment Depreciation 2022		(302,363.44)
Adjustment Annoniyadara stock		(600.00)
Over Provision of Audit Fees		(110,000.00)
Adjustment of stock		(704,064.50)
Adjustment for Gift Voucher		(272,880.00)
Adjustment for VAT 2006-2014		18,265,806.75
Adjustment for TLD Charges 2022		7,200.00
Adjustment for Consultancy fee for KPMG 2022		432,960.00
Adjustment for Staff Welfare Expenses 2022		823,250.00
Adjustment for Medical Insurance Premium 21/22		548,985.77
Sundry Creditors - Pulmoddai	(1,000,500.00)	
Annual Bonus 2023	(1,833,083.30)	
Over Depreciation	(274,272.50)	
TLD Charges	7,380.00	
Annual Bonus 2023	16,657.53	
Sri Lanka Custom	(3,000,000.00)	
SSCL Amount on Royalty	(56,609.44)	
Disallowable VAT	98,057.18	
Provision for Cost Conservation	49,139,297.00	
Exploration License Fee	(14,856,500.00)	
Disallowable VAT	32,407,770.11	
Disallowable VAT	5,074,377.15	
Annual Bonus 2023	(7,660,000.00)	
Annual Bonus 2023	(980,000.00)	
Annual Bonus 2023 - Pulmoddai	14,000.00	
Sundry Creditors	(1,197,046.05)	
Income Tax 2023/2024	55,923,707.57	
Income Tax 2023/2024	(11,769,899.90)	
Income Tax 2023/2024	(17,564,372.00)	
Reconsilation of Tax	140,797,763.03	
	<b>223,286,726.38</b>	<b>18,688,294.58</b>

**LANKA MINERAL SANDS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31st DECEMBER 2024**

**13. PROPERTY, PLANT & EQUIPMENT**

Description	Cost As at 01-01-2024	Addition	Disposal/Adjustments/ Over Pro	Tranf. (HO.&PUL)	Net As at 31-12-2024
<b><u>COST</u></b>					
Freehold Land	3,029,244.87	--	--		3,029,244.87
Site Development	52,059,220.14	--	--		52,059,220.14
Upgrading of Garden	4,520,948.43	--	--		4,520,948.43
Building	612,159,720.71	1,198,287.50	6,582,540.34		606,775,467.87
Plant & Machinery	1,428,768,104.91	10,938,585.25	94,618.93		1,439,612,071.23
Loose Tools & Equipment	119,698,447.04	7,979,719.53	3,040,879.75		124,637,286.82
Furniture, Fittings & Equipments	75,767,495.11	6,024,411.21	72,185.00		81,719,721.32
Motor Vehicles	569,609,875.80	--	--		569,609,875.80
Water Supply Scheme	190,551,225.23	602,600.00	--		191,153,825.23
Floating Crafts	1,151,046.00	--	--		1,151,046.00
Computer Hardware	36,427,952.26	4,968,400.00	137,730.00		41,258,622.26
	3,093,743,280.50	31,712,003.49	9,927,954.02	--	3,115,527,329.97
<b><u>DEPRECIATION</u></b>					
Freehold Land	--	--	--		--
Site Development	29,213,264.43	2,585,145.56	--		31,798,409.99
Upgrading of Garden	1,186,677.27	226,047.42	--		1,412,724.69
Building	153,450,462.57	27,729,999.80	274,272.50		180,906,189.87
Plant & Machinery	811,539,950.05	92,179,205.22	91,862.00		903,627,293.27
Loose Tools & Equipment	68,414,204.90	8,386,290.75	2,753,999.45		74,046,496.20
Furniture, Fittings & Equipment	31,712,839.75	5,934,941.21	72,168.00		37,575,612.96
Motor Vehicles	432,950,465.66	60,320,948.70	--		493,271,414.37
Water Supply Scheme	102,922,396.34	17,638,790.29	--		120,561,186.63
Floating Crafts	1,151,045.00	--	--		1,151,045.00
Computer Hardware	26,159,114.63	4,434,098.00	137,738.00		30,455,475.53
	1,658,700,420.60	219,435,466.95	3,330,039.95	--	1,874,805,848.51
Net Carrying Value	1,435,042,859.90				1,240,721,481.46
	42.00				42.00
	1,435,042,817.90				1,240,721,439.46
Capital Work in Progress	51,450,684.60	101,123.92			51,551,808.52
	1,486,493,502.50				1,292,273,247.98

**LANKA MINERAL SANDS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31st DECEMBER 2024**

**14. LEASE HOLD ASSETS**

Description	As at 01-01-2024 Rs.	Additions Rs.	Disposals / Adjustments Rs.	As at 31.12.2024 Rs.
<b><u>COST</u></b>				
Leasehold Land	24,222,333.80			24,222,333.80
<b><u>AMORTIZATION</u></b>				
Leasehold Land	8,397,133.38	831,406.45	-	9,228,539.83
Net Carrying Value	15,825,200.42	831,406.45	---	14,993,793.97

**15. INTANGIBLE ASSETS**

Description	As at 01-01-2024 Rs.	Additions Rs.	Disposals / Adjustments Rs.	As at 31.12.2024 Rs.
<b><u>COST</u></b>				
Computer Software	4,611,532.93		-	4,611,532.93
	4,611,532.93			4,611,532.93
<b><u>AMORTIZATION</u></b>				
Computer Software	4,562,175.91	22,124.16	-	4,584,300.07
	4,562,175.91	22,124.16	-	4,584,300.07
Net Carrying Value	49,357.02		---	27,232.86



**LANKA MINERAL SANDS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31st DECEMBER 2024**

	2024 <u>Rs.cts</u>	2023 <u>Rs.cts</u>
<b>16. ADVANCE</b>		
State Resources Management Corporation Ltd	--	--
Interest Receivable	--	--
Less	--	--
Provisio for Bad & Doubtful Debts - SRMC Ltd	--	--
 State Plantation Corporation	 25,000,000.00	 25,000,000.00
Janatha Estate Development Board	3,750,000.00	5,000,000.00
National Paper Company Ltd	5,000,000.00	5,000,000.00
	<u>33,750,000.00</u>	<u>35,000,000.00</u>
<b>17. INVENTORIES</b>		
Consumables & Spares - Plant	286,724,453.62	313,164,918.83
Less		
Provision for Stocks	(25,246,558.44)	(25,246,558.44)
	261,477,895.18	287,918,360.39
Consumables & Spares - Head Office	1,965,038.24	2,044,462.43
Raw Material Stocks	26,960,599.01	4,078.08
Intermediary Product- Non Magnetic Heavy Mineral	--	684,244.76
Raw Material Stock Kokilai	3,071,946.00	3,071,946.00
Finished Product Stocks		
- Ilmenite	844,303,357.73	597,587,163.52
- Rutile	220,836,251.87	220,897,122.59
- Zircon	117,687,422.61	84,244,980.28
- Hi.Ti.Ilmenite	141,001,814.04	111,646,684.72
Semi Processed Product Stocks		
- Crude Zircon	381,483,834.61	179,177,595.29
- Monazite	9,663,459.03	6,715,531.08
- Final Tailings - Lot 02	370,486,929.81	314,502,099.04
- Magnetite	11,502,905.32	10,596,600.94
- Low Grade Zircon Crude	134,016,965.09	114,995,749.76
- Screen Oversize Concentrate	36,934,744.60	30,828,861.94
- Final Tailings - Lot 01	21,775,168.35	21,775,168.35
- Tailing & Upgrading	2,131,823.88	2,131,823.88
- Hydroziser Fines	199,292,613.31	159,092,552.28
	<u>2,784,592,768.68</u>	<u>2,147,915,025.33</u>
<b>18. SHORT TERM FINANCIAL ASSETS</b>		
Repo - Bank of Ceylon	725,262,367.66	458,897,687.12
Bank Guarantee	5,380,129.00	
	<u>730,642,496.66</u>	<u>458,897,687.12</u>
<b>19. FIXED DEPOSITS</b>		
Bank of Ceylon	1,161,621,334.61	4,723,703,998.28
BOC - Security Deposits	1,000.00	
	<u>1,161,622,334.61</u>	<u>4,723,703,998.28</u>
<b>20. TREASURY BILL</b>		
Investment in Treasury Bill	2,410,960,143.00	--
	<u>2,410,960,143.00</u>	<u>--</u>

**LANKA MINERAL SANDS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS - 2024**

	2024 <u>Rs.cts</u>	2023 <u>Rs.cts</u>
<b>21. ADVANCES AND DEPOSITS</b>		
Advances and Deposits	221,090,634.86	297,078,869.98
(Reference Schedule 01- page 60 - 61)	<u>221,090,634.86</u>	<u>297,078,869.98</u>
<b>22. PREPAID EXPENSES</b>		
Prepaid Expenses - Head Office	52,664,234.65	10,574,734.39
Prepaid Expenses - Pulmoddai	7,188,472.15	--
(Reference Schedule 02 - page 62)	<u>59,852,706.80</u>	<u>10,574,734.39</u>
<b>23. OTHER CURRENT ASSETS</b>		
Value Added Tax Recoverable (Schedule 03 - page 63 - 65)	89,979,811.56	102,010,243.49
Interest Debtors	56,009,897.54	201,680,424.97
Other Debtors Fuel & Lubricants	17,344.00	1,390,683.00
Sundry Debtors	203,070.68	18,000.00
Receivable from HDFC Bank in	--	--
Respect of Housing Loan	--	78,140,952.11
Other Debtors	86,483,472.58	680,446.65
Loans and Advances to Staff (Schedule 04 - page 66)	<u>161,327,225.89</u>	<u>166,188,517.10</u>
	394,020,822.25	550,109,267.32
<b>Add :</b>		
WHT on FD interest	22,143,552.36	74,720,694.60
	<u>416,164,374.61</u>	<u>624,829,961.92</u>

**LANKA MINERAL SANDS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS - 2024**

		2024	2023
24. CASH AND CASH EQUIVALENTS		<u>Rs.cts</u>	<u>Rs.cts</u>
Bank of Ceylon - Foreign Currency	A/C - 73449850	5,990,075.44	93,390,411.06
Bank of Ceylon - Corporate Branch	0000931	8,240,295.42	6,326,879.60
Bank of Ceylon - Bazaar - Trinco	0002367534	523,525.07	204,693.30
HNB - Cinnamon Garden	0760010004078	1,157,604.65	1,169,604.65
People's Bank - Padaviya	352-100100000244	1,679,144.96	402,285.70
Cash in hand	Pulmoddai	301,620.89	156,481.02
Petty Cash	Head Office	50,000.00	50,000.00
Special Imprest	Head Office	50,000.00	50,000.00
		<u>17,992,266.43</u>	<u>101,750,355.33</u>
25. STATED CAPITAL			
Issued and Fully Paid 80,000,000 Ordinary Shares		<u>800,000,000.00</u>	<u>800,000,000.00</u>

**LANKA MINERAL SANDS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS 2024**

	2024 <u>Rs.cts</u>	2023 <u>Rs.cts</u>
<b>26 RETAINED EARNINGS/(LOSS)</b>		
Opening Balance	8,211,065,528.36	6,562,551,272.00
Dividend to the Treasury	--	(932,110,064.27)
Acturial Gain/(Loss) on retirement benefits	(7,560,834.12)	(63,858,997.00)
Prior Year Adjustments - Note 12	(223,286,726.38)	(18,688,294.58)
Profit or (Loss) for the year	(177,039,202.38)	2,663,171,612.21
	<u>7,803,178,765.48</u>	<u>8,211,065,528.36</u>
<b>27 INVESTMENT AGAINST RETIREMENT</b>		
Balance as at 01 January	99,247,210.40	37,403,027.67
Expenses recognized in comprehensive Income (Note 25.1)	16,915,914.95	9,891,648.23
Acturial (Gain)/losses Recognized in Other Comprehensive Income	7,560,834.12	63,858,997.00
Paymens made during the Year	(20,810,156.27)	(11,906,462.50)
	<u>102,913,803.20</u>	<u>99,247,210.40</u>
Less: Fair Value of Planned Assets	--	--
Balance as at 31 December	<u>102,913,803.20</u>	<u>99,247,210.40</u>
<b>27.1 Expenses Recognized in</b>		
Current Service Cost	5,601,732.96	4,819,797.67
Interest Charge for the Year	11,314,181.99	5,071,850.56
	<u>16,915,914.95</u>	<u>9,891,648.23</u>

**27.2 Fair Value of Planned Assets**

The principle acturial assumption used in determining calculating the present vlue of the defined benefit obligation include-

	2024	2023
Discount Rate	11.40%	13.56%
Salary Incremental Rate		
Retirement Age	60 years	60 years
Staff Turnover Rate		
Upto 55	0.84%	0.20%
Thereafter	0.00%	0.00%

Rates of annual salary increment were based on Management Circular No. 30 (1) issued by the Management Service Department of the General Treasury.

**LANKA MINERAL SANDS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS 2024**

			2024 <u>Rs.cts</u>	2023 <u>Rs.cts</u>
<b>28. DEFERRED TAXATION</b>				
Balance as at 01st January			135,819,992.00	46,385,225.00
Charge to Income Statement			(30,787,053.00)	89,434,767.00
			<u>105,032,939.00</u>	<u>135,819,992.00</u>
Balance as at 31st December				
<b>28.1 Deferred Tax Assets and Liabilities</b>				
	Carryng Amount	Tax Base	Net	Net
	31 Dec.2024	31 Dec.2024	31 Dec. 2024	31 Dec. 2023
Deferred tax liability on capital allowance on PPE	1,240,748,714	787,725,117	453,023,597.00	551,980,516.00
Deferred tax assets on retirement benefits obligation	102,913,803	--	(102,913,803.00)	99,247,210.41
Net Temporary Difference			<u>555,937,400.00</u>	<u>452,733,305.59</u>
Deferred Tax Liability on capital allowance on PPE 453,023,597 x 30%			135,907,079.00	165,594,155.00
			<u>135,907,079.00</u>	<u>165,594,155.00</u>
Deferred Tax assets on retirement benefits obligation 102,913,803 x 30%			30,874,140.00	29,774,163.00
			<u>30,874,140.00</u>	<u>29,774,163.00</u>
Net Deferred Tax Liability as at 31 December			<u>105,032,939.00</u>	<u>135,819,992.00</u>
<b>29. LONG TERM LOAN</b>				
Cost Conservation			<u>36,854,472.75</u>	
<b>30. INCOME TAX PAYABLES</b>				
Balance as at 01 January			162,236,763.90	1,233,319,621.00
Provision for the Year			130,762,466.48	1,214,454,674.90
Payments made during the year			(254,903,268.00)	(2,353,819,469.00)
Adjustment on Under / Over provision			92,666,504.10	68,281,937.00
Balance as at 31 December			<u>130,762,466.48</u>	<u>162,236,763.90</u>
<b>31. TRADE AND OTHER CREDITORS</b>				
Advance from buyers (Schedule 05 - page 67)			2,746,594.38	411,154.38
Sundry Creditors (Schedule 06 - page 68)			23,587,280.66	30,852,505.59
Retention Money (Schedule 07 - page 69 - 71)			13,702,340.40	16,874,529.73
Staff Emoluments (Schedule 08 - page 72)			20,712,114.38	13,438,148.81
Tender Deposits (Schedule 09 - page 73 - 77)			13,178,890.50	5,163,157.00
Gratuity payable			108,727.50	108,727.50
Dividend Payable			--	158,110,064.27
Trade Creditors			8,779,055.54	6,382,303.03
Stale Cheque			--	5,200.00
VAT Payable			--	146,656.47
SSCL Payable			--	56,609.44
			<u>82,815,003.36</u>	<u>231,549,056.22</u>
<b>32. PROVISIONS AND ACCRUED EXPENSES</b>				
Provisions			--	15,966,703.00
Accrued Expenses (Schedule 10 - page 78 - 83)			68,014,222.94	241,817,239.17
			<u>68,014,222.94</u>	<u>257,783,942.17</u>
<b>33. SHORT TERM LOAN</b>				
				2,208,099.47
Cost Conservation			14,390,327.25	2,208,099.47
			<u>14,390,327.25</u>	<u>4,416,198.94</u>

# WORKS OFFICE & SECURITY EXPENSES - PLANT

2023			2024
<u>Rs.cts</u>	<u>Ac / Code</u>	<u>Narrative</u>	<u>Rs.cts</u>
60,650,628.76	02-01-101	Salaries & Wages	76,234,278.73
5,074,032.26	101 - A	Monthly Allowance	--
6,000,256.40	101- B	Rakna Arakshana Lanka Limited	7,631,342.71
22,127,833.74	102	Overtime	21,903,453.60
180,000.00	102-2	Retention Allowance	75,000.00
2,868,484.53	103	Attendance Incentive	2,607,800.00
3,810,257.10	103-1	Gratuity Payment	4,378,369.35
4,511,200.00	103-2	Meal Allowance	4,645,600.00
9,938,920.66	104	Provident Fund Contribution	11,214,742.41
340,300.00	106-4	Religious Activities	--
271,609.80	108	Travelling & Subsistence	1,530,087.67
2,555,695.23	108-1	Transportation of Employees	1,252,191.68
13,517,967.10	108-2	Production Incentive	8,588,014.19
1,899,204.00	109	Entertainment	741,351.25
1,002,757.00	109-1	Refreshment	1,575,921.57
338,133.96	110	Consultants Fees & Professional Charges	607,090.88
8,455,633.65	122	Fuel & Lubricants	6,531,665.15
1,363,716.42	123	Consumables	1,437,893.30
4,454,164.29	123-1	Repairs & Maintenance- Equipment	3,612,823.79
292,709.53	123-2	Repairs & Maintenance-Buildings	132,424.34
60,000.00	125-2	Cash Transport	40,000.00
4,386,233.33	127	Staff Training	1,339,403.91
1,773,956.70	128	Research & Surveys	176,000.00
7,264,565.29	130	Rent & Rates	3,641,768.96
870,203.77	131-1	Insurance - Motor Vehicles	1,006,531.45
10,021.21	131-3	Insurance - Cash In Transit	10,752.39
19,998.35	131-4	Insurance - Fidelity Guarantee	31,879.93
1,123,994.63	131-5	Insurance - Fire	1,172,689.86
26,579,187.39	131-6	Insurance - Medical Scheme	26,557,472.92
771,003.74	132	Licence Fees	462,694.26
3,866,716.64	133	Vehicle Running Expenses - Rep & Main	5,864,862.54
556,638.24	133-1	Vehicle Hire Charges	--
1,883,000.61	134	Postage & Telephone	2,167,807.36
2,145,473.49	135	Printing & Stationery	1,467,712.84
248,321.27	136	Sundry Expenses	586,550.36
--	138-2	Foreign Travel	640,000.00
2,199,269.21	138-5	Corporate Social Responsibility	2,360,000.00
716,180.74	138-6	Other Operating Expenses	--
1,022,250.00	139	Legal Expenses	703,250.00
6,935.88	151	Bank Charges	18,000.00
11,725,141.08	153	Depreciation	13,288,162.06
--	153-1	Amortization Software	6,250.00
1,987,784.29	158	Employees Trust Fund	2,242,948.66
395,499.95	161	Workmen Compensation	359,880.13
--	192	Publicity & Exhibition	312,701.54
8,537,415.36	199	Annual Bonus	7,976,684.93
121,236,127.10	199-1	Profit Incentive	--
349,039,422.70		Total	227,134,054.72
349,039,422.70		Transferred to General Overhead	227,134,054.72
349,039,422.70			227,134,054.72

## STORES EXPENSES - PLANT

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
14,095,977.91	02-02-101	Salaries & Wages	18,610,843.35
1,349,666.67	101 - A	Monthly Allowance	--
6,196,589.66	102	Overtime	6,451,752.29
771,000.00	103	Attendance Incentive	778,200.00
1,195,800.00	103-2	Meal Allowance	1,269,400.00
2,039,927.02	104	Provident Fund Contribution	2,533,830.66
--	108	Travelling & Subsistence	11,690.00
645,130.00	108-1	Transportation Of Employees	473,400.00
3,247,615.69	108-2	Production Incentive	1,998,927.07
185,705.05	123	Consumables	16,101.61
598,430.46	123-1	Repairs & Maintenance- Equipment	821,231.07
495,459.15	123-2	Repairs & Maintenance-Buildings	--
392,840.00	132	Licence fees	--
367,186.79	135	Printing & Stationery	167,050.10
146,250.00	136-1	Stores Miscellaneous	--
786,627.91	153	Depreciation	265,980.35
407,985.49	158	Employees Trust Fund	506,766.15
<u>32,922,191.80</u>		Total	<u>33,905,172.65</u>
		<u>Transferred To</u>	
12,418,250.75		General Overheads	33,461,014.89
20,503,941.05		Production overhead	444,157.76
<u>32,922,191.80</u>		Total	<u>33,905,172.65</u>

# LABORATORY EXPENSES - PLANT

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
15,806,560.21	02-03-101	Salaries & Wages	19,354,620.31
1,230,000.00	101 - A	Monthly Allowance	--
5,830,731.10	102	Overtime	5,466,761.55
726,000.00	103	Attendance Incentive	667,200.00
1,111,800.00	103-2	Meal Allowance	1,095,200.00
2,227,783.88	104	Provident Fund Contribution	2,545,504.49
--	108	Travelling & Subsistence	6,198.00
883,710.00	108-1	Transportation Of Employees	1,466,775.00
3,441,538.01	108-2	Production Incentive	1,957,154.87
6,492,093.64	123	Consumables	700,768.28
1,908,319.34	123-1	Repairs & Maintenance- Equipment	43,447.02
21,860.18	123-2	Repairs & Maintenance- Bulding	2,281.04
--	126	Sampling & Analysis Charges	742,129.50
134,334.54	135	Printing & Stationery	71,056.05
3,825,258.50	153	Depreciation	5,100,659.33
445,556.92	158	Employees Trust Fund	509,100.90
<u>44,085,546.32</u>		Total	<u>39,728,856.34</u>
		<u>Transferred To</u>	
16,629,068.07		General Overhead	39,208,408.33
27,456,478.25		Production Overhead (Indirect)	520,448.01
<u>44,085,546.32</u>		Total	<u>39,728,856.34</u>



# **WORKSHOP EXPENSES - PLANT**

<b>2023</b>			<b>2024</b>
<b><u>Rs.cts</u></b>	<b>Ac / Code</b>	<b>Narrative</b>	<b><u>Rs.cts</u></b>
32,187,717.85	02-04-101	Salaries & Wages	39,846,536.45
2,967,196.24	101 - A	Monthly Allowance	--
11,459,889.11	102	Overtime	14,796,119.41
9,000.00	102-1	Overtime Incentive	--
540,000.00	102-2	Retention Allowance	600,000.00
1,720,200.00	103	Attendance Incentive	1,618,800.00
2,771,500.00	103-2	Meal Allowance	2,749,800.00
4,631,476.16	104	Provident Fund Contribution	5,331,187.49
201,190.00	108	Travelling & Subsistence	320,973.50
2,130,215.00	108-1	Transportation of Employees	2,055,375.00
7,707,466.13	108-2	Production Incentive	4,629,517.93
157,105.72	122	Fuel & Lubricants	477,853.93
2,697,631.15	123	Consumables	1,232,307.05
9,824,017.32	123-1	Repairs & Maintenance- Equipment	20,501,807.46
138,923.12	123-2	Repairs & Maintenance-Buildings	1,603,359.89
112,061.11	135	Printing & Stationery	51,254.73
1,473,244.73	153	Depreciation	1,412,232.89
--	153-1	Amortization of Software	1,204.29
924,776.58	158	Employees Trust Fund	1,066,237.60
<u>81,653,610.22</u>		<b>Total</b>	<u>98,294,567.62</u>
		<b><u>Transferred From</u></b>	
--		Mobile Garage (02-08)	<u>27,721,967.55</u>
--			<u>126,016,535.17</u>
		<b><u>Transferred To</u></b>	
30,799,741.77		General Overhead	124,365,718.56
<u>50,853,868.45</u>		Production overhead	<u>1,650,816.61</u>
<u>81,653,610.22</u>		<b>Total</b>	<u>126,016,535.17</u>

## WATER SUPPLY EXPENSES - PLANT

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
6,939,738.78	02-05-101	Salaries & Wages	8,004,772.10
620,000.00	101 - A	Monthly Allowance	--
4,095,033.90	102	Overtime	3,428,175.63
--	102-2	Retention Allowance	180,000.00
357,000.00	103	Attendance Incentive	312,000.00
635,600.00	103-2	Meal Allowance	557,400.00
1,000,389.81	104	Provident Fund Contribution	1,094,051.17
214,200.00	108-1	Transportation of Employees	189,000.00
1,475,091.93	108-2	Production Incentive	767,285.44
91,366.76	123	Consumables	104,692.97
1,190,374.05	123-1	Repairs & Maintenance- Equipment	2,284,015.58
17,368.62	123-2	Repairs & Maintenance-Buildings	89,747.66
16,639,156.17	135	Printing & Stationery	88,168.39
5855.04	153	Depreciation	16,923,838.42
200,078.08	158	Employees Trust Fund	218,810.30
<u>33,481,253.14</u>		Total	<u>34,241,957.66</u>
		<u>Transferred From</u>	
22,004,993.40		Yan Oya Intake Site ( 02-10)	23,452,241.77
<u>55,486,246.54</u>		Total	<u>57,694,199.43</u>
		<u>Transferred To</u>	
1,331,669.92		General Overheads	831,300.71
--		Production Overheads	11,034.60
10,253,858.36		Ilmenite Production	11,140,749.91
43,900,718.26		Ritile Zircon Production	45,711,114.21
<u>55,486,246.54</u>		Total	<u>57,694,199.43</u>

Apportioned according to the consumption.

## POWER SUPPLY EXPENSES - PLANT

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
2,300,639.85	02-06-101	Salaries & Wages	2,781,731.04
190,000.00	101 - A	Monthly Allowance	--
1,416,760.38	102	Overtime	1,326,425.05
15,000.00	102-2	Retention Allowance	30,000.00
112,200.00	103	Attendance Incentive	105,000.00
161,000.00	103-2	Meal Allowance	128,400.00
339,464.69	104	Provident Fund Contribution	369,663.19
68,400.00	108	Ttravelling & Subsistence	16,300.00
--	108-1	Transportation of Employees	63,000.00
461,487.50	108-2	Production Incentive	294,375.00
205,853,277.81	121	Electricity Charges	126,633,976.63
9,579,064.29	122	Fuel & Lubricants	5,841,392.07
11,039.58	123	Consumables	22,103.11
77,197.82	123-1	Repairs & Maintenance- Equipment	13,990.24
--	123-2	Repairs & Maintenance- Buildings	3,588.12
2,864.87	135	Printing & Stationery	813.09
1,519,065.93	153	Depreciation	1,525,620.60
67,892.95	158	Employees Trust Fund	73,932.67
<u>222,175,355.67</u>		Total	<u>139,230,310.81</u>
		<u>Transferred To</u>	
3,665,893.37		General Overheads	3,737,453.90
22,173,100.50		Production overheads	49,610.54
105,999,862.19		Ilmenite Production	70,199,922.71
90,336,499.62		Rutile/Zircon Production	58,518,499.64
--		Yan- Oya Water Intake Site (02-10)	6,724,824.02
<u>222,175,355.68</u>		Total	<u>139,230,310.81</u>

Basis of apportionment of expenses.

# MOBILE GARAGE EXPENSES - PLANT

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
35,207,436.65	02-08-101	Salaries & Wages	46,183,916.83
3,643,583.34	101 - A	Monthly Allowance	--
19,241,925.67	102	Overtime	18,401,442.77
83,391.67	102-1	Overtime Incentive	--
24,000.00	102-2	Retention Allowance	39,000.00
2,042,400.00	103	Attendance Incentive	1,917,600.00
3,304,800.00	103-2	Meal Allowance	3,301,200.00
5,008,785.92	104	Provident Fund Contribution	6,103,494.69
42,457.00	108	Travelling & Subsistence	132,245.00
1,306,600.00	108-1	Transportation Of Employees	1,234,800.00
8,420,231.89	108-2	Production Incentive	5,308,688.34
81,110,299.69	122	Fuel & Lubricants	47,939,233.56
747,221.74	123	Consumables	889,259.55
40,166,308.60	123-1	Repairs & Maintenance- Equipment	38,014,597.77
90,225.25	123-2	Repairs & Maintenance- Building	84,661.65
185,162.24	132	Licence fees	67,013.24
--	133-1	Vehicle Hire Charges	428,678.70
--	133-2	Wheel Loader Charges	60,894,890.75
151,362.15	135	Printing & Stationery	137,677.70
32,530,118.79	153	Depreciation	31,217,702.03
1,002,003.61	158	Employees Trust Fund	1,220,699.20
<u>234,308,314.21</u>		<b>Total</b>	<u>263,516,801.78</u>
		<u>Transferred To</u>	
3,725,502.20		General Overhead	7,073,760.68
17,151,368.60		Production overhead	93,896.31
143,138,949.15		Ilmenite Production	90,359,911.33
33,904,413.07		Rutile/ Zircon Production	39,553,871.95
27,765,535.23		Raw Sand Mining	--
187,446.65		Yan Oya	--
796,648.27		Kokilai Plant	--
		<u>Loading Out</u>	
538,909.12	06-83	Monazite	--
5,506,245.38	19-83	Zircon Concentrate	--
--	02-83	Ilmenite	4,479,785.63
--	03-83	Rutile	658,792.01
--	04-83	Zircon	23,742,863.84
1,593,296.54	07-83	HiTI, Ilmenite	--
--	02-04	Workshop	27,721,967.55
--	02-51	Mining	69,831,952.48
<u>234,308,314.21</u>		<b>Total</b>	<u>263,516,801.78</u>

Expenses are charged on the basis of usage of Loaders for different activities.

## HOUSING EXPENSES - PLANT

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
31,613,993.27	02-09-101	Salaries & Wages	43,032,683.59
3,178,752.69	101 - A	Monthly Allowance	--
15,699,074.43	102	Overtime	14,627,877.51
39,000.00	102-1	Overtime Incentive	--
200,903.23	102-2	Retention Allowance	375,000.00
1,667,385.80	103	Attendance Incentive	1,733,400.00
2,956,200.00	103-2	Meal Allowance	3,246,000.00
4,503,629.49	104	Provident Fund Contribution	5,785,119.26
75,898.50	108	Travelling & Subsistence	86,345.00
1,110,020.00	108-1	Transportation of Employees	1,107,000.00
8,206,591.42	108-2	Production Incentive	5,290,431.39
436,070.66	123	Consumables	372,408.03
3,320,475.68	123-1	Repairs & Maintenance- Equipment	1,741,580.99
6,210,175.29	123-2	Repairs & Maintenance-Buildings	4,637,415.11
175,697.65	135	Printing & Stationery	65,325.56
4,126,406.49	153	Depreciation	4,242,418.43
900,726.26	158	Employees Trust Fund	1,157,024.02
<u>84,421,000.86</u>		Total	<u>87,500,028.89</u>
		<u>Transferred From</u>	
31,843,601.52		General Overheads	86,353,778.52
52,577,399.34		Production overheads	1,146,250.37
<u>84,421,000.86</u>		Total	<u>87,500,028.89</u>

# **WATER INTAKE SITE EXPENSES - PLANT**

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
1,902,329.91	02-10-101	Salaries & Wages	2,426,796.93
180,000.00	101 - A	Monthly Allowance	--
1,175,440.54	102	Overtime	1,119,451.25
105,000.00	103	Attendance Incentive	108,000.00
177,800.00	103-2	Meal Allowance	180,800.00
280,606.91	104	Provident Fund Contribution	327,427.11
--	108	Travelling & Subsistance	--
64,800.00	108-1	Transportation of Employees	59,400.00
967,500.00	108-2	Production Incentive	269,850.00
15,274,473.03	121	Electricity Charges	10,802,140.84
624,179.94	122	Fuel & Lubricants	282,580.88
179,056.70	123	Consumables	44,462.80
97,112.72	123-1	Repairs & Maintenance- Equipment	480,531.91
242,428.63	123-2	Repairs & Maintenance- Building	106.70
--	133-1	Vehicle Hire Charges	--
2,352.81	135	Printing & Stationery	1,330.00
488,344.10	153	Depreciation	559,053.91
56,121.45	158	Employees Trust Fund	65,485.42
<u>21,817,546.74</u>		Total	<u>16,727,417.75</u>
		<u>Transferred From</u>	
	02-06	Power Supply	6,724,824.02
		<u>Transferred To</u>	
22,004,993.39	02-05	Water Supply	23,452,241.77
<u>22,004,993.39</u>			<u>23,452,241.77</u>

# WELFARE EXPENSES - PLANT

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
16,155,455.30	02-11-103-3	Staff Tea	16,181,866.66
12,811,540.24	106	Staff Welfare	11,632,983.87
--	106-1	25 Years Service Award Ceremony expenses	583,500.00
8,191,388.36	106-2	Uniforms	7,007,247.79
4,637,303.92	107	Medical & Medical Aid Scheme	2,882,222.33
9,868,431.83	123	Consumables	1,085,099.22
66,480.55	123-1	Repairs & Maintenance-Equipment	--
2,095.75	123-2	Repairs & Maintenance-Buildings	--
1,641,945.14	153	Depreciation	1,598,700.35
2,639.13	135	Printing & Stationery	
<u>53,377,280.22</u>		Total	<u>40,971,620.22</u>
		<u>Transferred To</u>	
53,377,280.22		General Overheads	40,434,892.00
-		Production Overheads (Indirect)	536,728.22
<u>53,377,280.22</u>		Total	<u>40,971,620.22</u>

## RAW SAND MINING EXPENSES

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
8,503,985.48	02-51-101	Salaries & Wages	11,413,662.46
119,233,701.11	101-2	Raw Sand Collection Cost	100,598,061.94
818,666.67	101 - A	Monthly Allowance	--
4,336,124.40	102	Overtime	4,050,556.30
18,000.00	102-1	Overtime Incentive	--
--	102-2	Retention Allowance	70,161.29
450,000.00	103	Attendance Incentive	459,000.00
730,400.00	103-2	Meal Allowance	740,000.00
1,191,067.51	104	Provident Fund Contribution	1,488,705.27
68,590.00	108	Travelling & Subsistence	20,440.00
372,390.00	108-1	Transportation of Employees	265,200.00
2,057,742.61	108-2	Production Incentive	1,353,593.17
34,495.70	123	Consumables	65,074.30
744,063.58	123-1	Repairs & Maintenance - Equipment	34,876.06
8,033.10	123-2	Repairs & Maintenance - Buildings	--
15,994,203.00	132	Licence fees	323,064.00
25,322,392.01	132-1	Exploration Licence Fee	29,157,869.87
--	132-4	Exploration Licence Fee-Hambantota	--
123,191.75	135	Printing & Stationery	144,851.64
238,213.62	158	Employees Trust Fund	297,741.17
<u>180,245,260.54</u>		Total	<u>150,482,857.47</u>
		<u>Transferred From</u>	
<u>27,765,535.23</u>	02-08	Mobile	<u>69,831,952.48</u>
<u>208,010,795.77</u>			<u>220,314,809.95</u>
		<u>Transferred To</u>	
<u>208,010,795.77</u>		Ilmenite Production	<u>220,314,809.95</u>
<u>208,010,795.77</u>			<u>220,314,809.95</u>



# MAGNETIC SEPARATION PLANT EXPENSES

2023			2024
<u>Rs.cts</u>	Ac / Code	Narrative	<u>Rs.cts</u>
44,471,426.38	02-53-101	Salaries & Wages	54,241,095.53
4,254,956.98	101 - A	Monthly Allowance	--
26,304,003.62	102	Overtime	21,590,654.68
28,000.00	102-1	Overtime Incentive	--
360,000.00	102-2	Retention Allowance	330,000.00
2,383,800.00	103	Attendance Incentive	2,172,600.00
3,935,600.00	103-2	Meal Allowance	3,831,600.00
6,375,099.91	104	Provident Fund Contribution	7,253,571.40
40,500.00	108	Travelling & Subsistence	89,657.50
2,548,015.00	108-1	Transportation of Employees	2,168,730.00
10,745,537.63	108-2	Production Incentive	6,215,858.43
149,743,044.57	122	Fuel & Lubricants	60,863,621.56
1,088,887.09	123	Consumables	871,185.79
22,752,367.17	123-1	Repairs & Maintenance - Equipment	27,877,458.76
329,148.12	123-2	Repairs & Maintenance - Buildings	1,631,459.21
10,343,757.73	133-1	Wheel Loader Charges	-
118,565.45	135	Printing & Stationery	84,067.52
35,237,306.66	153	Depreciation	56,601,883.03
1,275,020.76	158	Employees Trust Fund	1,450,502.29
<u>322,335,037.07</u>		Total	<u>247,273,945.70</u>
		<u>Transferred To</u>	
203,328,941.38		Ilmenite Production	141,523,368.82
119,006,095.69		General Overhead	105,750,576.88
<u>322,335,037.07</u>		Total	<u>247,273,945.70</u>

# **WET & DRY MILL EXPENSES -- PLANT**

<b>2023</b>			<b>2024</b>
<b><u>Rs.cts</u></b>	<b>Ac / Code</b>	<b>Narrative</b>	<b><u>Rs.cts</u></b>
37,572,339.46	03-54-101	Salaries & Wages	46,270,908.32
3,590,322.58	101 - A	Monthly Allowance	--
21,949,001.67	102	Overtime	19,521,055.42
--	102-1	Bagging Incentive	977,397.00
591,216.00	102-1	Overtime Incentive	--
255,000.00	102-2	Retention Allowance	167,000.00
2,111,400.00	103	Attendance Incentive	1,947,200.00
3,411,000.00	103-2	Meal Allowance	3,305,000.00
5,437,867.49	104	Provident Fund Contribution	6,210,658.21
--	108	Travelling & Subsistence	130,992.50
1,274,400.00	108-1	Transportation of Employees	1,200,600.00
9,078,904.11	108-2	Production Incentive	5,267,993.38
140,774,421.44	122	Fuel & Lubricants	85,115,653.96
1,014,651.89	123	Consumables	1,212,751.02
14,390,352.96	123-1	Repairs & Maintenance - Equipment	14,975,718.96
119,949.70	123-2	Repairs & Maintenance - Buildings	537,063.57
64,839.43	135	Printing & Stationery	65,563.54
42,887,127.93	153	Depreciation	36,825,524.63
1,087,574.07	158	Employees Trust Fund	1,240,702.28
<u>285,610,368.73</u>		<b>Total</b>	<u>224,971,782.79</u>
		<b><u>Transferred To</u></b>	
175,593,254.70		Rutile / Zircon Production	141,785,357.37
<u>110,017,114.03</u>		General Overhead	<u>83,186,425.42</u>
<u>285,610,368.73</u>		<b>Total</b>	<u>224,971,782.79</u>

# KOKILAI PLANT - PROJECT

<u>2023</u> <u>Rs.cts</u>	Ac / Code	Narrative	<u>2024</u> <u>Rs.cts</u>
--	21-01-101	Salaries & Wages	--
--	121	Electricity Charges	7,780.58
--	123-1	Repairs & Maintanance	--
--	124	Water Charges	--
--	130	Rent & Rate	18,000.00
--	136	Sundry Expenses	19,200.00
1,189.00	153	Depreciation	1,180.00
796,648.27	02-08	From Garage	--
<u>797,837.27</u>		Total	<u>46,160.58</u>
		<u>Transferred To</u>	
797,837.27		General Overheads	46,160.58
<u>797,837.27</u>			<u>46,160.58</u>

### RUTILE LOADING OUT EXPENSES -- PLANT

2023 <u>Rs.cts</u>	Ac/code	Narrative	2024 <u>Rs.cts</u>
--	03-83-125	Transport,Handling & Freight	18,827.20
--	126	Sampling & Analysis charges	18,296.25
		Total	37,123.45
--	02-08	Transferred from Mobile	658,792.01
--		Transferred to Rutile Trading Account	695,915.46

### ZIRCON LOADING OUT EXPENSES -- PLANT

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
--	04-83-126	Sampling & Analysis charges	--
--	125	Transport Handing and freight	658,540.88
--	02-08	Transferred from Mobile Garage	23,742,863.84
--		Transferred to Zircon AccountTrading	24,401,404.72

### MONAZITE LOADING OUT EXPENSES

2023 <u>Rs.cts</u>	Ac / Code	Narrative	2024 <u>Rs.cts</u>
--	06-83-126	Sampling & Analysis charges	--
538,909.12	02-08	Transferred from Mobile Garage	--
538,909.12		Transfer to Monazite Trading Account	--

# **HI.TI.ILMENITE LOADING OUT EXPENSES**

<b>2023</b>	<b>#</b>		<b>2024</b>
<b><u>Rs.cts</u></b>	<b>Ac / Code</b>	<b>Narrative</b>	<b><u>Rs.cts</u></b>
--	07-83-126	Sampling & Analysis charges	--
1,593,296.54	02-08	Transferred from Mobile Garage	--
<u>1,593,296.54</u>		Transfer to Hi.Ti.Ilmenite Trading Account	<u>--</u>

## **FINAL TAILINGS CONCENTRATE (LOT 02) LOADING OUT EXPENSES -- PLANT**

<b>2023</b>			<b>2024</b>
<b><u>Rs.cts</u></b>	<b>Ac / Code</b>	<b>Narrative</b>	<b><u>Rs.cts</u></b>
1,895,048.84	19-83-126	Sampling & Analysis charges	--
152,786,412.41	125	Transport Handling and freight	--
5,506,245.38	02-08	Transferred from Mobile Garage	--
<u>160,187,706.63</u>		Transfer to Final Tailings Concentrate (Lot 02) Trading Account	<u>-</u>

### RUTILE BAGGING EXPENSES -- PLANT

2023 <u>Rs.cts</u>	Ac/code	Narrative	2024 <u>Rs.cts</u>
--	03-82-123	Consumable	10,318,177.27
<hr/> -- <hr/>		Transferred to Rutile Trading Account	<hr/> 10,318,177.27 <hr/>

### ZIRCON BAGGING EXPENSES -- PLANT

2023 <u>Rs.cts</u>	Ac/code	Narrative	2024 <u>Rs.cts</u>
--	04-82-123	Consumable	757,252.90
<hr/> -- <hr/>		Transferred to Zircon Trading Account	<hr/> 757,252.90 <hr/>

## NOTES TO THE FINANCIAL STATEMENTS

### 34 RELATED PARTY DISCLOSURES

#### 34.1 Transactions With Key Managerial Persons

According to the Sri Lanka Accounting standards LKAS 24 "Related Party Disclosures" key Management personnel are those having responsibility for planning, directing and controlling the activities of the entity. Accordingly, the Board of Directors (Including executive and Non-Executive Directors) has been classified as key management personnel.

Transactions with Key Managerial Persons are given below.

	31.12.2024 Rs.	31.12.2023 Rs.
Expenses Incurred to Key Managerial Persons	3,151,661.64	4,764,609.23
Loans and advance given to Key Managerial Persons	Nil	Nil

#### 34.2 Related Party Transactions

Details of significant related party transactions are follows:-

<u>Name of the Institution</u>	<u>Relationship</u>	<u>Nature of Transaction</u>	Value 2024    _Rs.	Value 2023    Rs.
Geological Survey & Mines Bureau	Related Entity	Royalty paid	2,409,191.98	36,619,353.00
Janatha Estate Development Board		Loan granted	3,750,000.00	6,250,000.00
National Paper Co.Ltd		Loan granted	5,000,000.00	5,000,000.00
State Management Resource Corporation	Related Entity	Loan granted	--	--
State Plantation Corporation		Loan granted	25,000,000.00	25,000,000.00
Central Bank		Interest earned with drawals of deposits	400,708,601.60	1,219,963,926.58
Central Bank			1,757,695,214.73	6,807,831,515.76

### 35. EVENTS OCCURRING AFTER THE REPORTING PERIOD END

There were no events which required adjustments or disclosure in these financial statements subsequent to the reporting period end.

### 36. COMMITMENTS

An overdraft facility of Rs.100 million was obtained from Bank of Ceylon pledging stocks of mineral sands as security. This facility was not used as at the Balance Sheet date.

### 37. CONTINGENCIES

There are no contingent liabilities which would require adjustments to or disclosure in the Financial Statements, subsequent to the reporting.

**ADVANCE AND DEPOSITS**  
**LANKA MINERAL SANDS LIMITED**  
**SCHEDULE OF GENERAL DEPOSITS AS AT 31.12.2024**  
**COST CODE 01-00-203 - 2**

	NAME OF SUPPLIER	2010	2012	2014	2015	2019	2023	2024	TOTAL
1	MOBITEL (PVT) LTD	16,500.00							16,500.00
2	TOYOTA LANKA (PVT) LTD		50,000.00						50,000.00
3	CEYLON OXYGEN LTD			48,000.00		33,000.00			81,000.00
4	SRI LANKA NATIONAL ARBITRATION				10,000.00				10,000.00
5	SUPER SERVICE STATION (PVT) LTD						400,000.00		400,000.00
6	FIDA GLOBAL (PVT) LTD							98,217.00	98,217.00
7	LABOUR TRIBUNAL, TRINCOMALEE							326,040.00	326,040.00
8	LABOUR TRIBUNAL, TRINCOMALEE							4,137,360.00	4,137,360.00
	LEDGER BALANCE AS AT 31.12.2024	16,500.00	50,000.00	48,000.00	10,000.00	33,000.00	400,000.00	4,137,360.00	5,119,117.00

GENERAL ADVANCE - HEAD OFFICE

5,119,117.00

GENERAL ADVANCE - PULMODDAI

1,378,652.00

6,497,769.00

SRI LANKA POST AUTHORITY - F

21,571.85

SRI LANKA POST AUTHORITY - L

25,525.00

47,096.85

D.R.INDUSTRIES

1,122.96

ADITHYA ENTERPRISES

380.00

LTL GALVANIZER (PVT) LTD

4,750.00

FAZAAL CERAMICS

147,200.00

TITUS STORES

2,700.00

CENTRAL AGENCY

75,500.00



<b>FIDA GLOBAL (PVT) LTD</b>	<b>1,967,649.30</b>	
<b>AMITHI POWER CONSULTANTS (PVT) LTD</b>	<b>1,778,160.00</b>	
<b>NATIONAL ENGINEERING RESERCH</b>	<b>689,000.00</b>	
<b>MANAHARA LANKA PVT LIMITED</b>	<b>969,460.00</b>	
<b>H.N.INTERNATIONAL</b>	<b>329,000.00</b>	
<b>ACL CABLES</b>	<b>158,525.00</b>	
<b>CEYLON PETROLEUM CORPORATION</b>	<b>1,783,335.17</b>	
<b>NATIONAL BUILDING RESERCH</b>	<b>147,395.00</b>	<b>8,054,177.43</b>
<b>LMSL/SUP/IMP/07/2014</b>	<b>46,074,142.47</b>	
<b>ABJ/LMSL/SUP/IMP/02/2022</b>	<b>159,345,049.11</b>	<b>205,419,191.58</b>
<b>2008 H/O SHELL GAS LANKA PVT LTD</b>	<b>1,500.00</b>	
<b>2009 H/O SHELL GAS LANKA PVT LTD</b>	<b>18,400.00</b>	
<b>2009 H/O AMERICAN PREMIUM WATER SYSTEM (PVT) LTD</b>	<b>2,500.00</b>	
<b>M.P.C.S PADAVI SRIPURA</b>	<b>50,000.00</b>	<b>72,400.00</b>
<b>SRI LANKA POST AUTHORITY</b>	<b>1,000,000.00</b>	<b>1,000,000.00</b>
<b>TOTAL</b>		<b>221,090,634.86</b>

## SCHEDULE - 02

**LANKA MINERAL SANDS LTD**  
**SCHEDULE OF PREPAID EXPENSES AS AT 31.12.2024**  
**COST CODE 01-00-205 / 02.01.205**

## Head Office

		RS.cts
	<b>ROYALTY</b>	
	<b>ILMENITE</b>	238,432.34
	<b>RUTILE</b>	252,387.85
	<b>NMT</b>	2,030,796.15
31.01.2024	<b>PIYAL PUSHPAKUMARA</b>	2,389.00
20.02.2024	<b>CO-OPRATIVE INSURANCE</b>	308.67
20.02.2024	<b>CO-OPRATIVE INSURANCE</b>	609.34
20.02.2024	<b>CO-OPRATIVE INSURANCE</b>	360.19
20.02.2024	<b>CO-OPRATIVE INSURANCE</b>	2,085.00
29.02.2024	<b>I.O.U.SUMMERY</b>	1,374.00
01.03.2024	<b>METROPOLITAN TECNOLOGIES</b>	1,083.33
05.03.2024	<b>ROUTZ ENGINEERING SOLUTIONS</b>	11,301.37
05.03.2024	<b>ROUTZ ENGINEERING SOLUTIONS</b>	15,068.50
06.03.2024	<b>PEOPLES INSURANCE PLC</b>	995.26
31.03.2024	<b>I.O.U.SUMMERY</b>	435.00
31.03.2024	<b>FUJITEC LANKA (PVT) LTD</b>	64,062.50
06.04.2024	<b>METROPOLITAN TECNOLOGIES</b>	16,410.00
18.04.2024	<b>CO-OPRATIVE INSURANCE</b>	5,863.88
29.04.2024	<b>GESTETNER OF CEYLON PLC</b>	3,850.02
02.05.2024	<b>CO-OPRATIVE INSURANCE</b>	6,603.96
06.05.2024	<b>THE ASSOCIATED NEWSPAPERS</b>	41,635.00
15.05.2024	<b>CO-OPRATIVE INSURANCE</b>	6,373.62
10.06.2024	<b>CO-OPRATIVE INSURANCE</b>	1,068,150.80
10.06.2024	<b>CO-OPRATIVE INSURANCE</b>	494,865.39
30.06.2024	<b>I.O.U.SUMMERY</b>	5,313.45
31.07.2024	<b>MINING LICENCE</b>	7,849,315.07
22.08.2024	<b>SRI LANKA TELECOM PLC</b>	87,876.83
31.08.2024	<b>I.O.U.SUMMERY</b>	40,284.44
31.08.2024	<b>SRI LANKA INSURANCE</b>	168,766.01
12.09.2024	<b>CO-OPERATIVE INSURANCE</b>	15,870.25
30.09.2024	<b>I.O.U.SUMMERY</b>	4,469.85
21.10.2024	<b>DIRECTOR, COASTEL CONVER.</b>	7,849,315.06
22.10.2024	<b>CO-OPERATIVE INSURANCE</b>	6,373.60
25.10.2024	<b>FINTEK MANAGED SOLUTION</b>	11,333.33
31.10.2014	<b>I.O.U.SUMMERY</b>	16,962.00
30.11.2024	<b>I.O.U.SUMMERY</b>	8,973.00
30.11.2024	<b>CO-OPERATIVE INSURANCE</b>	91,653.51
12.12.2024	<b>WIJEYA NEWSPAPERS LTD</b>	80,220.00
18.12.2024	<b>UPALI NEWSPAPERS (PVT) LTD</b>	55,260.00
27.12.2024	<b>COMMISSIONER SRI JAYAWARDE.</b>	374,876.04
31.12.2024	<b>I.O.U.SUMMERY</b>	33,659.00
31.12.2024	<b>TRANSPORT &amp; HANDLING</b>	31,343,066.03
	<b>SAMPLING &amp; ANALYSIS</b>	56,838.26
	<b>SAMPLING &amp; ANALYSIS</b>	18,296.25
	<b>SAMPLING &amp; ANALYSIS</b>	46,263.50
	<b>SAMPLING &amp; ANALYSIS</b>	56,408.00
	<b>TRANSPORT &amp; HANDLING</b>	105,400.00
2023		
28.06.2023	<b>CASHIER L.M.S.L.</b>	48,000.00
23.08.2023	<b>SRI LANKA ATOMIC ENERGY REGU.</b>	1,599.96
16.10.2023	<b>SRI LANKA ATOMIC ENERGY REGU.</b>	22,400.04

## Plant

31.12.2024	<b>BALANCE AS AT PULMODDAI</b>	7,188,472.15
	<b>TOTAL</b>	<u>59,852,706.80</u>

**SCHEDULE - 03**

**LANKA MINERAL SANDS LTD**  
**VALUE ADDED TAX SCHEDULE AS AT 31.12.2024**  
**Acc Code No 01 00 229**

<b>Year</b>	<b>Month</b>	<b>Amount (Rs.)</b>	
<b>2006</b>	<b>June</b>	<b>3,051,993.00</b>	
	<b>October</b>	<b>128,214.00</b>	<b>3,180,207.00</b>
		<hr/>	
<b>2007</b>	<b>January</b>	<b>6,272,870.00</b>	<b>6,272,870.00</b>
		<hr/>	
<b>2011</b>	<b>January</b>	<b>3,094,986.00</b>	
	<b>February</b>	<b>1,716,709.00</b>	
	<b>March</b>	<b>833,100.00</b>	
	<b>April</b>	<b>561,814.00</b>	
	<b>December</b>	<b>201,768.00</b>	<b>6,408,377.00</b>
		<hr/>	
<b>2015</b>	<b>January</b>	<b>15,622,152.07</b>	
	<b>February</b>	<b>3,289,141.00</b>	
	<b>March</b>	<b>26,354.00</b>	
	<b>October</b>	<b>121,126.00</b>	
	<b>November</b>	<b>41,456.00</b>	
	<b>December</b>	<b>8,754.00</b>	<b>19,108,983.07</b>
		<hr/>	
<b>2016</b>	<b>February</b>	<b>1,174,658.00</b>	
	<b>March</b>	<b>28,705.00</b>	
	<b>May</b>	<b>28,182.00</b>	
	<b>June</b>	<b>11,187.00</b>	
	<b>August</b>	<b>6,041,401.00</b>	
	<b>September</b>	<b>120,087.00</b>	
	<b>October</b>	<b>619.00</b>	
	<b>November</b>	<b>8,542.00</b>	
	<b>December</b>	<b>8,634.00</b>	<b>7,422,015.00</b>
		<hr/>	
<b>2017</b>	<b>June</b>	<b>17,334.00</b>	
	<b>July</b>	<b>1,227,695.00</b>	
	<b>August</b>	<b>964.00</b>	
	<b>October</b>	<b>845,693.00</b>	
	<b>November</b>	<b>119,280.00</b>	
	<b>December</b>	<b>156,018.00</b>	<b>2,366,984.00</b>
		<hr/>	
<b>2018</b>	<b>January</b>	<b>134,950.00</b>	
	<b>February</b>	<b>476,855.00</b>	
	<b>April</b>	<b>478,707.00</b>	
	<b>May</b>	<b>103,830.00</b>	
	<b>July</b>	<b>223,954.00</b>	
	<b>August</b>	<b>55,055.00</b>	
	<b>September</b>	<b>869,135.00</b>	
	<b>October</b>	<b>249,475.00</b>	
	<b>November</b>	<b>581,741.00</b>	
	<b>December</b>	<b>168,447.00</b>	<b>3,342,149.00</b>
		<hr/>	

2019	January	487,682.00	
	February	43,584.00	
	March	253,578.00	
	April	31,067.00	
	May	120,436.00	
	June	1,784,559.00	
	July	23,865.00	
	August	4,439,232.00	
	September	266,306.00	
	October	59,354.00	
	November	16,751.00	
	December	686,881.00	8,213,295.00
2020	January	22,550.00	
	February	132,219.00	
	March	136,727.01	
	May	29,771.00	
	July	166,341.00	
	August	442,204.00	
	September	1,063.00	
	November	101,860.00	
	December	186,170.00	1,218,905.01
2021	January	31,034.00	
	May	45,660.00	
	June	194,380.00	
	September	568,282.00	
	October	434,557.00	
	November	124,188.52	
	December	1,183,357.00	2,581,458.52
2022	January	33,569.00	
	February	8,399.00	
	April	125,817.00	
	May	170,851.00	
	June	9,673.00	
	July	208,886.00	
	August	75,959.00	
	October	373,256.00	1,006,410.00
2023	January	13,224.09	
	February	204,682.00	
	March	279,117.00	
	April	83,627.00	
	May	70,215.00	
	June	1,053.00	
	August	35,229.00	
	September	841,596.87	
	October	870,983.00	
	November	35,709.00	
	December	156,680.00	2,592,115.96

2024	January	25,527.00	
	February	940,118.00	
	July	16,029,118.00	
	August	4,527,494.00	
	November	4,221,519.00	
	December	<u>522,266.00</u>	26,266,042.00
	Total		<u><u>89,979,811.56</u></u>

Unaudited Financial Statements 2024

**SCHEDULE - 04**

**LOANS AND ADVANCES TO STAFF**

0100202 - 10	Staff Telephone	11,494.87
0100202 - 11	Computer Loan	10,030,321.70
0100202 - 15	School Books Advance	4,000.00
0100202 - 18	Advance to Local Purchers	8,000.00
0100202 - 3	Festival Advance	456,250.00
0100202 - 5	Distress Loan	24,109,871.02
0100202 - 6	Funeral Advance	85,000.00
0100202 - 8	Motor Cycle Loan	7,325,917.54
0100202 - 9	Medical Expenses Reimburse	1,236,990.35
0100228	Welfare Society	95,000.00
0100255	I.O.U	190,000.00
0100201 - 18	Insurance Claim	150,700.00
0201307 - 4	Unian Recoveries	100.00
0211228	Welfare Society	120,350.37
0201202	Staff Debtors	263,093.70
0201202 - 10	Staff Telephone	93,571.48
0201202 - 11	Computer Loan	27,477,321.43
0201202 - 15	School Books Advance	26,228.57
0201202 - 20	Flood Advance	68,717.40
0201202 - 3	Festival Advance	810,916.64
0201202 - 5	Distress Loan	62,426,112.19
0201202 - 6	Funeral Advance	158,200.00
0201202 - 8	Motor Cycle Loan	22,165,488.69
0201202 - 9	Medical Expenses Reimburse	4,002,479.94
0201201-33	Receivable from licence	1,500.00
0201255	I.O.U.	9,600.00
	<b>Total</b>	<b>161,327,225.89</b>

**SCHEDULE - 05****ADVANCE PAYMENT FROM BUYERS  
SCHEDULE AS AT 31.12.2024****Account Number 01- 00- 301 -3**

<b>A/C CODE NO</b>	<b>BUYER'S NAME</b>	<b>VALUE (Rs)</b>
<b>01 -00-200 -CK</b>	<b>Midya Ceramic co Ltd</b>	<b>8,896.31</b>
<b>01 -00-200- CV</b>	<b>cpe Mineral FZE</b>	<b>12,545.75</b>
<b>01 -00-200-CZ</b>	<b>Lanmic Export (Pvt) Ltd</b>	<b>286,275.32</b>
<b>01 -00-200-CG</b>	<b>PSB Holdings</b>	<b>103,437.00</b>
	<b>Miracle Sands</b>	<b>2,335,440.00</b>
<b>TOTAL</b>		<b>2,746,594.38</b>

**SCHEDULE - 06**

**LANKA MINERAL SANDS LTD**  
**SCHEDULE OF SUNDRY CREDITORS AS AT 31.12.2024**  
**COST CODE 01.00.302-2 / 02.01.302-2**

HEAD OFFICE - STOCKS	2024	GRN NO.	AMOUNT RS.
		776	12,800.00
		777	2,600.00
		778	11,200.00
PULMODDAI - STOCKS	2021		2,619,761.28
	2022		1,095,784.00
	2023		2,345,544.40
	2024		17,499,590.98
TOTAL			<u>23,587,280.66</u>



**SCHEDULE - 07**

**LANKA MINERAL SANDS LTD**  
**SCHDULE OF RETENTION MONEY AS AT 31.12.2024**  
**COST CODE 01.00.304-2**

	<b>CONTRACTOR</b>	<b>AMOUNT RS.</b>
<b>2013</b>		
582/BOC	GAMINI CONSTRUCTION (PVT) LTD	548,921.50
1635/BOC	GAMINI CONSTRUCTION (PVT) LTD	262,525.87
12 JH 69	GAMINI CONSTRUCTION (PVT) LTD	129,109.40
12 JH 70	GAMINI CONSTRUCTION (PVT) LTD	457,580.97
12 JH 71	GAMINI CONSTRUCTION (PVT) LTD	143,031.18
1546/BOC	GAMINI CONSTRUCTION (PVT) LTD	560,856.50
<b>2015</b>		
1415/BOC	CENTRAL ENGINEERING CONSULTANCY	638,253.19
<b>2016</b>		
138/HNB	CENTRAL ENGINEERING CONSULTANCY	404,003.82
508/HNB	GAMINI CONSTRUCTION (PVT) LTD	60,000.00
508/HNB	GAMINI CONSTRUCTION (PVT) LTD	200,000.00
508/HNB	GAMINI CONSTRUCTION (PVT) LTD	200,000.00
546/HNB	CENTRAL ENGINEERING CONSULTANCY	284,209.36
<b>2020</b>		
12 JH 12	MANAMPERI ENGINEERING	45,966.89
<b>2021</b>		
304/BOC	MANAMPERI ENGINEERING	860,252.86
481/BOC	MANAMPERI ENGINEERING	905,206.84
1002/BOC	MANAMPERI ENGINEERING	1,167,104.30
<b>2022</b>		
121/BOC	MANAMPERI ENGINEERING	752,865.67
606/BOC	MANAMPERI ENGINEERING	463,917.87
697/BOC	MANAMPERI ENGINEERING	91,022.72
<b>2023</b>		
233/BOC	J.N.INTERIRIORS (PVT) LTD	833,030.65
259/BOC	ACCURATE ALUMINIUM & CONSTRUCTION	272,007.42
281/BOC	J.N.INTERIRIORS (PVT) LTD	403,385.10
	<b>TOTAL</b>	<b>9,683,252.11</b>

**Lanka Mineral Sands Limited**  
**Schedule of Retention Money as at 31/12/2024**  
**02.01.304-2**

<b>No</b>	<b>Description</b>	<b>Voucher No</b>	<b>Values ( Rs)</b>
<b>1</b>	<b>Wasantha Kumara Rathnayake</b>	<b>2018 - BOC/212</b>	<b>35,496.05</b>
	<b>2021</b>		
<b>2</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>PB/664</b>	<b>28,240.25</b>
<b>3</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>BOC/547</b>	<b>42,690.98</b>
<b>4</b>	<b>J.A.S.K.Jayasuriya</b>	<b>BOC/551</b>	<b>31,386.42</b>
<b>5</b>	<b>W.A.K.Suranga Lakmal</b>	<b>BOC/586</b>	<b>10,588.70</b>
<b>6</b>	<b>Paragan Plant Nursery</b>	<b>PB/800</b>	<b>45,470.00</b>
<b>7</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>PB/861</b>	<b>7,439.00</b>
<b>8</b>	<b>J.A.S.K.Jayasooriya</b>	<b>PB/872</b>	<b>4,415.00</b>
<b>9</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>PB/903</b>	<b>3,150.00</b>
<b>10</b>	<b>J.A.S.K.Jayasuriya</b>	<b>PB/929</b>	<b>28,225.00</b>
<b>11</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>PB/938</b>	<b>32,690.00</b>
<b>12</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>BOC/742</b>	<b>4,086.25</b>
<b>13</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>BOC/759</b>	<b>2,000.00</b>
	<b>2022</b>		
<b>14</b>	<b>J.A.S.K.Jayasooriya</b>	<b>BOC/26</b>	<b>28,225.00</b>
<b>15</b>	<b>W.A.K.Suranga Lakmal</b>	<b>PB/22</b>	<b>2,753.50</b>
<b>16</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>BOC/42</b>	<b>2,800.00</b>
<b>17</b>	<b>M/S New Curtain Lanka</b>	<b>PB/56</b>	<b>38,021.75</b>
<b>18</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>PB/57</b>	<b>48,507.50</b>
<b>19</b>	<b>J.A.S.K.Jayasooriya</b>	<b>PB/196</b>	<b>30,637.91</b>
<b>20</b>	<b>M.P.Sooriyarathne</b>	<b>BOC/226</b>	<b>9,495.00</b>
<b>21</b>	<b>M.P.Sooriyarathne</b>	<b>BOC/227</b>	<b>6,960.00</b>
<b>22</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>PB/253</b>	<b>14,026.75</b>
<b>23</b>	<b>W.A.K.Suranga Lakmal</b>	<b>BOC/237</b>	<b>17,250.50</b>
<b>24</b>	<b>K.K.W.Saman Priyadarshana</b>	<b>PB/265</b>	<b>45,526.25</b>
<b>25</b>	<b>W.A.K.Suranga Lakmal</b>	<b>PB/495</b>	<b>19,469.50</b>
<b>26</b>	<b>W.A.K.Suranga Lakmal</b>	<b>PB/509</b>	<b>2,507.00</b>
	<b>2023</b>		
<b>27</b>	<b>T.Ariyendran</b>	<b>BOC/189</b>	<b>3,500.00</b>
<b>28</b>	<b>T.Ariyendran</b>	<b>PB/284</b>	<b>4,656.75</b>
<b>29</b>	<b>MR.A.A.I.Ali &amp; MR.L.G.G.M.N.Akbar Ali</b>	<b>BOC/274</b>	<b>400,000.00</b>
<b>30</b>	<b>R.Nawas</b>	<b>BOC/693</b>	<b>500,000.00</b>

2024

31	M.S.Simrana Aluminium	BOC/158	12,898.06
32	H.P.A.K.Jayarathne -Mattress		8,500.00
33	M/S Sejaya Investment Pvt Ltd	BOC/524	70,263.85
34	M/S Sejaya Investment Pvt Ltd	BOC/525	53,711.32
35	M/S Sejaya Investment Pvt Ltd	BOC/536	267,730.35
36	M/S Sejaya Investment Pvt Ltd	BOC/542	132,269.65
37	M/S Sejaya Investment Pvt Ltd	BOC/573	356,987.60
38	M/S Sejaya Investment Pvt Ltd	BOC/574	43,012.40
39	M/S Sejaya Investment Pvt Ltd	PB/526	126,414.77
40	M/S Sejaya Investment Pvt Ltd	PB/531	273,585.23
41	M/S Sejaya Investment Pvt Ltd	BOC/624	20,935.85
42	M/S Sejaya Investment Pvt Ltd	BOC/660	379,064.15
43	M/S Sejaya Investment Pvt Ltd	BOC/659	75,799.82
44	M/S Sejaya Investment Pvt Ltd	BOC/660	324,200.18
45	H.P.A.K.Jayarathne	JP/SEP/21	23,500.00
46	M/S Sejaya Investment Pvt Ltd	BOC/702	400,000.00
	Total		<u>4,019,088.29</u>

**SCHEDULE - 08**

**STAFF EMOLUMENTS**

0100302	Staff Creditors	1,169,345.80
0100302 - 4	Refundable Course Fee	10,000.00
0100307 - 1	Employees Provident Fund - Central Bank	1,535,777.55
0100307 - 10	Stamp Fees Recoveries - Commissioner of Inland Rev	7,300.00
0100307 - 12	Welfare Society	3,835.58
0100301 - 18	Staff Security Deposits	11,000.00
0100307 - 21	Commissioner of Labour	184,543.40
0100307 - 25	Unclaimed Salaries	66,000.00
0201307 - 22	Payee Tax	35,316.00
0201302	Staff Creditors	6,903,443.04
0201307 - 1	Employees Provident Fund - Central Bank	8,232,909.78
0201307 - 10	Stamp Fees Recoveries - Commissioner of Inland Rev	48,750.00
0201307 - 21	Commissioner of Labour	986,333.72
0201307 - 25	Unclaimed Salaries	199,492.63
0201301 - 18	Staff Security Deposits	15,000.00
0100307 - 5	Insurance Recoveries	2,801.00
0201307 - 11	Ranneli Club	50.00
0201307 - 13	Thrift society	1,480.00
0201307 - 14	LMSL Canteen	1,320.00
0201307 - 17	Buddhist Society	400.00
0201307 - 20	Death society	500.00
0201307 - 22	APIT Tax Remittance	1,296,065.88
0201307 - 28	Membership Charges of welfare	250.00
0201307 - 4	Union Recoveries	200.00
	<b>TOTAL</b>	<b>20,712,114.38</b>

**LANKA MINERAL SANDS LIMITED**  
**SCHEDULE OF REFUNDABLE TENDER DEPOSIT**  
**AS AT 31ST DECEMBER 2024**  
**COST CODE 01-00-303**

NAME OF TENDER	RECEIPT NO	2020	2021	2022	2023	2024	TOTAL RS.
LANKA MAINTENANCE	20137	10,000.00	-				10,000.00
POWER PLUS	20494	-	2,500.00				2,500.00
LITE LINE SOLUTION	20502	-	12,500.00				12,500.00
SAMUDRA LANKA (PVT) LTD	20512	-	2,000.00				2,000.00
J.H.A.S.RATHNAYAKE	20555	-	11,000.00				11,000.00
K.D.PERERA	20575	-	10,000.00				10,000.00
R.C.J.PERERA	20576	-	10,000.00				10,000.00
W.A.D.RATHNASIRI	20600	-	2,000.00				2,000.00
SANATH PADMA KUMARA	20605	-	57,000.00				57,000.00
DEEPAL PANAPITIYA	20607	-	11,500.00				11,500.00
ANANDA PRIYANTHA	20609	-	3,000.00				3,000.00
A.C.KUMARA	20611	-	9,500.00				9,500.00
M.A.H.ANAS	20612	-	19,000.00				19,000.00
P.A.PATHIRANA	20614	-	1,000.00				1,000.00
T.D.P.KUMARA	20618	-	15,000.00				15,000.00
THILINA SRIKANTHA	20634	-	11,000.00				11,000.00
I.SERAM	21165	-	-	100,000.00			100,000.00
I.SERAM	21167	-	-	100,000.00			100,000.00
I.SERAM	21168	-	-	100,000.00			100,000.00
MELWIRE LANKA (PVT) LTD	21290	-	-	100,000.00			100,000.00
MELWIRE LANKA (PVT) LTD	21291	-	-	100,000.00			100,000.00
MELWIRE LANKA (PVT) LTD	21292	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21488	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21489	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21490	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21491	-	-	100,000.00			100,000.00

LIMAC MULTI SOLUTION	21492	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21493	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21494	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21495	-	-	100,000.00			100,000.00
LIMAC MULTI SOLUTION	21496	-	-	100,000.00			100,000.00
G.W.BANDUSENA	21561	-	-		10,000.00		10,000.00
B.M.SABANI	21569	-	-		2,000.00		2,000.00
BEST ENERGY SOLUTION TECHNOLOGY	22555	-	-			10,000.00	10,000.00
EBONY HOLDING (PVT) LTD	22556	-	-			10,000.00	10,000.00
SRI LANKA HANDICRATTS BOAD	22557					2,000.00	2,000.00
QP SUPPLIER	22392					143,100.00	143,100.00
SOFTWATCH INFOSYS (PVT) LTD	22455					50,000.00	50,000.00
K.A.ROVI REFUNDERBLE	22472					250,000.00	250,000.00
A.M.R.SEAFOOD EXPORT (PVT) LTD	22473					250,000.00	250,000.00
SOFTWATCH INFOSYS (PVT) LTD	22475					100,000.00	100,000.00
SINGAPORE HIL RESOURCES						3,993,450.00	3,993,450.00
IHC ROBBINES (PVT) LTD						4,092,182.50	4,092,182.50
		10,000.00	177,000.00	1,500,000.00	12,000.00	4,808,550.00	10,599,732.50

**TOTAL**

**10,599,732.50**

**LANKA MINERAL SANDS LIMITED**  
**SCHEDULE OF REFUNDABLE TENDER DEPOSIT - SALES**  
**COST CODE 01.00.303-1**  
**AS AT 31.12.2024**

S/NO	TENDER NO.	DEPOSITER	DATE	VALU - USD	EX.RATE	VALUE - Rs.
1	LMS/MKD/TDR/2022/01	TEKNARC ELECTRODES PRIVATE LIMITED	18.08.2022	401.00	358.00	143,558.00
2	LMS/MKD/TDR/2022/02	CAPE MINERALS FZE	18.08.2022	700.00	358.00	250,600.00
						<b><u>394,158.00</u></b>

**Lanka Mineral Sands Limited**  
**Schedule of Tender Deposit as at 31.12.2024**  
**02.01.303**

No	Name	Receipt No	Values(Rs.)
<b>2018</b>			
1	A.R.Mohammadu	16916	15,000.00
2	M.M.Sahabdeen	16961	15,000.00
3	A.B.Jawath	16977	25,000.00
4	A.C.Munawfar	17053	15,000.00
5	M.U.Sareena	17056	15,000.00
6	A.Gunasinghe	17082	20,000.00
7	A.S.A.Raisudeen	17096	15,000.00
8	A.W Thameem	17177	15,000.00
9	M.T Ismail	17180	15,000.00
10	S.M Sulthan	17344	15,000.00
<b>2019</b>			
11	N.Raveendran	17366	25,000.00
12	R.Nawas	17371	25,000.00
13	A.R.Amanullah	17387	15,000.00
14	A.L Kathibu	17445	15,000.00
15	M.Uwais	17454	15,000.00
16	K.Ajmila	172	15,000.00
17	M.R Anvardeen	Vr No:242	25,000.00
18	M.R Anvardeen	Vr No:196	25,000.00
19	D.Jayaweera	240	25,000.00
20	F.M.Shaheel	265	15,000.00
<b>2020</b>			
21	S.K.M.Jaseema	307	15,000.00
22	S.Thajnoon Bee Bee	332	15,000.00
23	S.A.K.Haseena Banu	412	15,000.00
24	M.I.S Safeena	457	15,000.00
25	R.M. Sarifak	484	15,000.00
26	United Commercial Mercantail Union	524	25,000.00
27	M.A. Nimal Priyantha	525	25,000.00
28	U.M. Kalith	527	15,000.00
30	A.L.M. Rafeek	536	15,000.00
<b>2021</b>			
31	Ariyapala Transport	612	25,000.00
32	Huraisha Fathima	695	15,000.00
33	Asha Lanka Pvt Ltd	805	50,000.00
34	Asha Lanka Pvt Ltd	821	50,000.00
35	Asha Lanka Pvt Ltd	888	50,000.00



		<b>2022</b>	
36	A.N.Abdul Harees	REC/1000	15,000.00
37	Najeeba	REC/1016	15,000.00
38	D.I.P.S.Seram	REC/1027	500,000.00
39	G.T.K.Senavirathna	REC/1028	25,000.00
40	G.T.K.Senavirathna	REC/1082	500,000.00
41	M.M.Ifas	REC/1274	15,000.00
42	M.Kabeerkhan	REC/1319	15,000.00
		<b>2023</b>	
43	M.S.Ramseen	REC/1439	15,000.00
44	S.Safeela	REC/1525	15,000.00
45	T.Naheem	REC/1612	15,000.00
		<b>2024</b>	
46	R.P.K.Girighama	REC/1702	50,000.00
47	A.A.Sulfikhan	REC/1776	15,000.00
48	T.M.Muhseen	REC/1799	15,000.00
49	Jeriel Contactors (pvt) Ltd	REC/1863	250,000.00
50	M.U.Sulaiha Bebee	REC/1894	15,000.00
<b>Total</b>			<b>2,185,000.00</b>

**SCHEDULE - 10**

**LANKA MINERAL SANDS LIMITED  
SCHEDULE OF ACCRUED EXPENSES  
AS AT 31.12.2024  
COST CODE 01.00.304-1**

**Head Office**

<b>2023</b>			
<b>31.12.2023</b>	<b>12 JH 57</b>	<b>AUDIT FEES FOR 2023</b>	<b>700,000.00</b>
<b>2024</b>			
01.01.2025	BOC/NO.3	SUPER SERVICE STATION	74,719.03
01.01.2025	BOC/NO.4	SUPER SERVICE STATION	59,564.71
01.01.2025	BOC/NO.5	SUPER SERVICE STATION	119,520.16
01.01.2025	BOC/NO.6	GEOLOGICAL SURVEY & MINES	27,419.36
01.01.2025	BOC/NO.1	ATTENDENCE & TRANSPORT	366,760.93
31.01.2025	01 JH 06	EPF & ETF CASUAL EMPLOOYEES	9,156.92
01.01.2025	BOC/NO.7	MR.M.ABESEKARA	35,483.80
03.01.2025	BOC/NO.10	TOYATA LANKA (PVT) LTD	128,181.04
03.01.2025	BOC/NO.13	R.D.S.N.RATHNASIRI	4,000.00
03.01.2025	BOC/NO.13	B.D.AMBULDENIYA	7,600.00
03.01.2025	BOC/NO.14	MOBITEL (PVT) LTD	5,763.04
07.01.2025	BOC/NO.19	NATIONAL WATER SUPPLY	19,832.23
07.01.2025	BOC/NO.20	SRI LANKA ATOMIC ENERGY	7,380.00
07.01.2025	BOC/NO.21	K.P.M.G	278,609.00
08.01.2025	BOC/NO.26	UNAVAILED MEDICAL PAYMENT	3,769,805.31
08.01.2025	BOC/NO.25	SKILLS DEVELOPMENT FUND	26,000.00
09.01.2025	BOC/NO.36	PRODUCTION INCENTIVE	734,000.00
09.01.2025	BOC/NO.41	LANKA ELECTRICITY COMPANY	258,886.42
09.01.2025	BOC/NO.39	M.T.APPUHAMY	8,236.05
09.01.2025	BOC/NO.39	A.T.AMMAL	7,067.00
09.01.2025	BOC/NO.37	OVERTIME	892,961.10
16.01.2025	BOC/NO.44	C.A.A.INDRANI	6,297.78
16.01.2025	BOC/NO.46	PRODUCTION INCENTIVE	14,000.00
16.01.2025	BOC/NO.46	N.G.KEERTHICHANDRA	79,186.52
16.01.2025	BOC/NO.48	SRI LANKA TELECOM	72,152.01
16.01.2025	BOC/NO.48	ATTORNEY GENERALS DEPART.	20,000.00
17.01.2025	BOC/NO.53	SUPER SERVICE STATION	71,497.70
20.01.2025	BOC/NO.57	LIBRARY BOOKS	150,000.00
24.01.2025	BOC/NO.81	TOYATA LANKA (PVT) LTD	146,937.13
24.01.2025	BOC/NO.82	TOYATA LANKA (PVT) LTD	148,875.00
24.01.2025	BOC/NO.86	TOYATA LANKA (PVT) LTD	153,715.00
24.01.2025	BOC/NO.87	UNITED MOTORS LANKA PLC	19,147.19
24.01.2025	BOC/NO.94	CLEANPLUS (PVT) LTD	120,000.00
24.01.2025	BOC/NO.95	ROUTZ ENGINEERING SOLUTION	44,485.00
29.01.2025	BOC/NO.106	N.G.KEERTHICHANDRA	17,700.00
31.01.2025	01 JH 01	PAY ROLL	1,745,388.27
31.01.2025	01 JH 02	PULMUDDAI STAFF	141,854.24
31.01.2025	BOC/NO.111	PRASANNA FERNANDO	5,100.00
31.01.2025	01 JH 04	PAYROLL	1,211,458.69

06.02.2024	BOC/NO.129	MOBITEL (PVT) LTD	11,920.83
11.02.2025	BOC/NO.140	A.T.AMMAL	12,800.00
31.12.2024	01 JH 06	SALARY JANUARU 2025	123,275.24
31.12.2024	01 JH 07	REVERS SALARY	(154,087.80)
31.12.2024	12JH 23	CO-OPRETIVE INSURANCE	1,966,331.11
31.12.2024	12 JH 33	STAFF WELFARE	1,673,114.17
31.12.2024	12 JH 32	AUDIT FEES FOR 2024	800,000.00
31.12.2024	12 JH 32	MR, UDENI DASANAYAKA	180,945.65
31.01.2025	01 JH11	I.O.U JANUARY	10,000.00
31.12.2024	12 JH 45	LEGAL EXPENSES	891,140.00
			<u>17,224,179.83</u>

Unaudited Financial Statements 2024

**Lanka Mineral Sands Limited**  
**Schedule of Accrued Expenses as at 31/12/2024**  
**02.01.304-1**

Plant					JP/DEC/74
Voucher No	Account Code	Description	Peoples Bank (Rs)	Bank of Ceylon (Rs)	Cash (Rs)
PB/05	02.03.108-2	Production Incentive	11,002.15		
	02.02.108-2	Production Incentive	13,221.51		
	02.08.108-2	Production Incentive	12,309.68		
	02.53.108-2	Production Incentive	10,012.90		
	03.54.101	Salaries & Wages	59,945.00		
	03.54.103-2	Meal Allowance	800.00		
	03.54.104	Employee's Provident Fund -15%	7,381.50		
	03.54.158	Employee's Trust Fund -3 %	1,476.30		
PB/07	02.01-123-1	Repairs & Maintenance	121,626.38		
PB/09	02.08.101	Salaries & Wages	132,516.62		
	02.08.103-2	Meal Allowance	10,800.00		
	02.08.104	Employee's Provident Fund -15%	16,964.49		
	02.08.158	Employee's Trust Fund -3 %	3,392.90		
	02.08.102	Overtime	46,602.00		
PB/12	02.01.108-2	Production Incentive	46,176.35		
	02.03.108-2	Production Incentive	13,625.81		
	03.54.108-2	Production Incentive	26,460.22		
PB/19	02.01-123-1	Repairs & Maintenance	88,653.00		
PB/20	02.01.101	Trainees Allowance	37,000.00		
	03.54.101	Trainees Allowance	18,000.00		
PB/21	02.01.138-5	Corporate Social Responsibility	91,000.00		
PB/23	02.02.101	Salaries & Wages	47,550.00		
	02.02.103-2	Meal Allowance	6,000.00		
	02.02.102	Overtime	13,029.41		
	02.02.108-2	Production Incentive	7,741.80		
	02.02.104	Employee's Provident Fund -15%	7,282.50		
	02.02.158	Employee's Trust Fund -3 %	1,456.50		
	02.03.101	Salaries & Wages	36,455.00		
	02.03.103-2	Meal Allowance	4,600.00		
	02.03.102	Overtime	6,722.94		
	02.03.108-2	Production Incentive	5,935.38		
	02.03.104	Employee's Provident Fund -15%	5,583.25		
	02.03.158	Employee's Trust Fund -3 %	1,116.65		
	02.08.101	Salaries & Wages	47,550.00		
	02.08.103-2	Meal Allowance	6,200.00		
	02.08.102	Overtime	18,621.94		
	02.08.108-2	Production Incentive	8,000.00		
	02.08.104	Employee's Provident Fund -15%	7,312.50		
	02.08.158	Employee's Trust Fund -3 %	1,462.50		
	02.53.101	Salaries & Wages	26,945.00		
	02.53.103-2	Meal Allowance	3,400.00		
	02.53.102	Overtime	16,539.61		
	02.53.108-2	Production Incentive	4,387.02		
	02.53.104	Employee's Provident Fund -15%	4,126.75		
	02.53.158	Employee's Trust Fund -3 %	825.35		
PB/24	02.01.101	Salaries & Wages	128,564.86		
PB/25	02.01.103-2	Meal Allowance	11,200.00		
	02.01.102	Overtime	49,500.00		

	02.01.108-2	Production Incentive	22,193.44	
	02.01.104	Employee's Provident Fund -15%	19,234.73	
	02.01.158	Employee's Trust Fund -3 %	3,846.95	
	03.54.101	Salaries & Wages	79,249.83	
	03.54.108-2	Production Incentive	12,903.00	
	03.54.104	Employee's Provident Fund -15%	10,637.48	
	03.54.158	Employee's Trust Fund -3 %	2,127.50	
	02.03.101	Salaries & Wages	39,624.92	
	02.03.108-2	Production Incentive	6,451.50	
	02.03.104	Employee's Provident Fund -15%	5,318.74	
	02.03.158	Employee's Trust Fund -3 %	1,063.75	
PB/25	02.01.101	Trainees Allowance	40,000.00	
PB/32	02.08.101	Salaries & Wages	99,150.00	
	02.08.103-2	Meal Allowance	3,200.00	
	02.08.104	Employee's Provident Fund -15%	12,477.50	
	02.08.158	Employee's Trust Fund -3 %	2,495.50	
PB/33	02.01.101	Sick Leave	121,133.58	
	02.01.199	Annual Bonus	48,000.00	
	02.53.101	Sick Leave	3,307.14	
PB/35	02.01.102	Overtime	5,281.02	
PB/36	02.06.121	Electricity charges- Plant	985,061.89	
	02.06.121	Electricity charges -Mobile Plant	6,027.83	
	02.10.121	Electricity charges - Yan oya	162,416.22	
	02.06.121	Electricity charges- Quarters	193,743.88	
PB/37	02.06.121	Electricity charges- Quarters	2,641.02	
PB/40	02.06.122	Electricity charges- Quarters	2,641.02	
PB/43	02.01.134	Postage , Telephone & Internet Charges	11,628.44	
PB/44	02.01.134	Postage , Telephone & Internet Charges	6,216.48	
PB/45	02.01.135	Postage , Telephone & Internet Charges	60,817.40	
PB/74	02.01.123-1	Repairs & Maintenance	76,000.00	
PB/80	02.01.138-5	Corporate Social Responsibility	10,000.00	
PB/81	02.01.101B	Allowance for Rakna Lanka Security	621,496.57	
BOC/06	03.54.102	Overtime		4,893.07
BOC/07	02.01.108-2	Production Incentive		55,565.59
	02.02.108-2	Production Incentive		11,853.77
	02.04.108-2	Production Incentive		26,933.33
	02.08.108-2	Production Incentive		13,109.68
	02.53.108-2	Production Incentive - Block A		60,799.99
	02.53.108-2	Production Incentive - Block C		7,440.86
BOC/09	02.01.108-2	Production Incentive		45,384.94
	02.03.108-2	Production Incentive		11,634.41
	02.51.108-2	Production Incentive		9,660.22
	03.54.108-2	Production Incentive		16,000.00
	02.08.108-2	Production Incentive		23,621.51
BOC/12	02.01.108-2	Production Incentive		16,000.00
BOC/15	02.01.101	Salaries & Wages		62,500.00
	02.04.101	Salaries & Wages		19,000.00
	02.08.101	Salaries & Wages		21,000.00
	02.09.101	Salaries & Wages		17,000.00
	02.51.101	Salaries & Wages		45,000.00
BOC/17	02.01.101	Salaries & Wages		169,595.00
	02.01.103-2	Meal Allowance		21,400.00
	02.01.102	Overtime		37,378.89
	02.01.108-2	Production Incentive		27,612.42
	02.01.104	Employee's Provident Fund -15%		25,974.25
	02.01.158	Employee's Trust Fund - 3 %		5,194.85

	02.02.101	Salaries & Wages	30,115.00
	02.02.103-2	Meal Allowance	3,800.00
	02.02.102	Overtime	10,114.15
	02.02.108-2	Production Incentive	4,903.14
	02.02.104	Employee's Provident Fund -15%	4,612.25
	02.02.158	Employee's Trust Fund -3 %	922.45
	02.04.101	Salaries & Wages	90,094.67
	02.04.103-2	Meal Allowance	11,400.00
	02.04.102	Overtime	41,686.26
	02.04.108-2	Production Incentive	14,709.56
	02.04.104	Employee's Provident Fund -15%	13,824.20
	02.04.158	Employee's Trust Fund -3 %	2,764.84
	02.08.101	Salaries & Wages	36,455.00
	02.08.103-2	Meal Allowance	4,600.00
	02.08.102	Overtime	18,026.99
	02.08.108-2	Production Incentive	5,935.38
	02.08.104	Employee's Provident Fund -15%	5,583.25
	02.08.158	Employee's Trust Fund -3 %	1,116.65
	02.53.101	Salaries & Wages	174,350.00
	02.53.103-2	Meal Allowance	22,400.00
	02.53.102	Overtime	90,789.54
	02.53.108-2	Production Incentive	28,903.00
	02.53.104	Employee's Provident Fund -15%	26,762.50
	02.53.158	Employee's Trust Fund -3 %	5,352.50
	02.53.101	Salaries & Wages	15,850.00
	02.53.103-2	Meal Allowance	2,000.00
	02.53.102	Overtime	6,544.45
	02.53.108-2	Production Incentive	2,580.60
	02.53.104	Employee's Provident Fund -15%	2,427.50
	02.53.158	Employee's Trust Fund -3 %	485.50
BOC/18	02.01.101	Salaries & Wages	140,340.06
	02.01.103-2	Meal Allowance	9,600.00
	02.01.102	Overtime	36,012.79
	02.01.108-2	Production Incentive	22,709.56
	02.01.104	Employee's Provident Fund -15%	20,021.01
	02.01.158	Employee's Trust Fund -3 %	4,004.20
	02.03.101	Salaries & Wages	35,406.53
	02.03.108-2	Production Incentive	5,161.20
	02.03.104	Employee's Provident Fund -15%	4,810.98
	02.03.158	Employee's Trust Fund -3 %	962.20
	02.08.101	Salaries & Wages	55,635.11
	02.08.108-2	Production Incentive	8,774.04
	02.08.104	Employee's Provident Fund -15%	7,495.26
	02.08.158	Employee's Trust Fund -3 %	1,499.06
	02.51.101	Salaries & Wages	31,865.88
	02.51.108-2	Production Incentive	4,645.08
	02.51.104	Employee's Provident Fund -15%	4,329.88
	02.51.158	Employee's Trust Fund -3 %	865.98
	03.54.101	Salaries & Wages	47,549.90
	03.54.108-2	Production Incentive	8,000.00
	03.54.104	Employee's Provident Fund -15%	6,382.49
	03.54.158	Employee's Trust Fund -3 %	1,276.50
BOC/21	02.09.108-2	Production Incentive	8,000.00
BOC/25	02.01.136	Sundry Expenses	21,600.00
BOC/26	02.01.102	Overtime	16,023.42
BOC/27	02.03.101	Sick Leave	19,424.52

	02.01.199	Annual Bonus	30,684.93	
	02.53.101	Sick Leave	10,381.50	
	02.04.101	Sick Leave	14,561.67	
	03.54.101	Sick Leave	14,345.71	
BOC/28	21.01.121	Electricity charges	550.68	
BOC/29	02.03.101	Sick Leave	42,378.00	
BOC/32	02.06.121	Electricity	102.56	
BOC/36	02.01.102	Overtime	5,048.25	
BOC/55	02.01.101B	Allowance for Rakna Lanka Security	698,358.97	
BOC/65	02.09.101	Salaries & Wages	2,133.33	
	02.09.104	Employee's Provident Fund -15%	320.00	
	02.09.158	Employee's Trust Fund -3 %	64.00	
CASH/05	02.01.109-1	Refreshment		14,400.00
CASH/06	02.01.103-1	Gratuity Payment		465,025.00
	02.11.106-2	Tailoring charges		8,575.65
CASH/12	02.01.109	Entertainment		1,375.00
CASH/14	02.01.134	Postage & Telephone		4,560.00
CASH/18	02.01.108	Travelling & subsistence		3,695.00
	02.04.108	Travelling & subsistence		41,700.00
	02.08.108	Travelling & subsistence		6,757.50
	02.53.108	Travelling & subsistence		6,845.00
CASH/19	02.01.136	Sundry Expenses		900.00
CASH/21	02.51.108	Travelling & subsistence		6,490.00
CASH/22	02.01.101	Salaries & Wages		5,000.00
CASH/28	02.01.136	Sundry Expenses		800.00
CASH/29	02.01.109	Entertainment		9,500.00
	02.01.109-1	Refreshment		1,650.00
CASH/30	02.01.109-1	Refreshment		3,300.00
CASH/36	03.54.108	Travelling & subsistence		1,155.00
CASH/38	02.01.108	Travelling & subsistence		3,782.50
	02.04.108	Travelling & subsistence		5,900.00
	03.54.108	Travelling & subsistence		4,060.00
CASH/40	02.11.107	Medical Aid Scheme		14,777.78
	02.01.205	Pre Payments		44,305.56
CASH/79	02.83.125	Transport, Handling & Freight Charges		5,083.00
CASH/86	02.01.108	Travelling & subsistence		1,447.20
			<u>3,923,463.10</u>	<u>2,774,987.41</u>
				<u>661,084.19</u>

2025	Total of Accrued Voucher		
JP/DEC/20	Accrued Overtime	9,217,070.52	
JP/DEC/20	LMSL Canteen	55,440.00	
JP/DEC/20	Advance to welfarte shop	819,859.21	
JP/DEC/22	Production incentive of LMSL Employees	3,380,967.62	
JP/DEC/25	Attendance bonus & Transport Allowance	1,809,600.00	
JP/DEC/26	Postage & Telephone	44,341.95	
JP/DEC/33	Production incentive of LMSL Employees	6,836,000.00	
JP/DEC/46	Sick Leave Payment	20,630,937.47	
JP/DEC/94	Welfare Trip	568,323.04	
JP/DEC/97	Welfare Trip	67,968.60	
		<u>43,430,508.41</u>	7,359,534.70
Total Accrued expenses		<u>50,790,043.11</u>	
Total		<u>50,790,043.11</u>	

**LEGAL EXPENSES**  
**FOR THE YEAR ENDED 31st DECEMBER 2024**

No	Year	Bill No	File No	Amount
1	2024	B/895/2024	E/302/2023/LMSL	40,000.00
		B/1275/2024	E/300/2023/LMSL	40,000.00
		B/393/2024	CA/CA/327/21/LMSL	231,500.00
		B/435/2024	CA/LT/29/2020/LMSL	273,500.00
		B/882/2024	E/23/2024/LMSL	25,000.00
		B/407/2024	CA/LT/197/2021/LMSL	115,500.00
2	2023	B/315/2023	E/202/22/LMSL	40,000.00
3	2019	B/1085/19	LMSL/PF/NO 2179, 2185, 2189	10,500.00
		B/278/19	LMSL/ET/AG/2018 -04	10,500.00
4	2011	B/958/11	Sale Contract	6,600.00
5	2010	B/1188/10	LMSL/ET/1/2007/13	3,000.00
		B/724/10	Court of Appeal 90/2006	5,040.00
6	2009	B/659/09	LMSL/ET/1/2007/22	10,800.00
7	2008	B/734/08	LMSL/ET/2007/23	12,600.00
		B/604/08	LMSL/ET/43/A/01/14	33,000.00
		B/118/08	LMSL/GF/826	7,200.00
8	2006	B/199/06	LT Kurunegala	18,000.00
9	2005	B/135/05	E/122/94/LMSL	2,400.00
		B/713/05	E/227/07/LMSL	6,000.00
			<b>Total</b>	<b>891,140.00</b>



# **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

## **1. CORPORATE INFORMATION**

### **1.1 General**

Lanka Mineral Sands Limited is a limited liability company fully owned by the Government of Sri Lanka incorporated and domiciled in Sri Lanka. The registered office of the company is located at No 341/13, Sarana Mawatha, Rajagiriya.

### **1.2 Nature of Operations and Principal Business Activities**

The principal activity of the company is mining, processing and marketing of heavy mineral sands.

### **1.3 Number of Employees**

The number of employees of the company as at the end of the year 2024 was 555.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **2.1 Basis of Preparation**

The financial statements of Lanka Mineral Sands limited have been prepared in accordance with Sri Lanka Financial Reporting Standards (SLFRS). The financial statements have been prepared under the historical cost convention. The preparation of financial statements in conformity with Sri Lanka Financial Reporting Standards (SLFRS) requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the accounting policies. The areas involving a higher degree of judgments or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2A.

### **2.2 Changes in accounting policies**

The presentation and classification of the financial statements of the previous year have been amended where relevant, for better presentation and to be comparable with those of the current year.

### **2.3 Foreign currency translation**

#### **2.3.1 Functional and presentation currency**

Transaction and balances included in the financial statements of the company is measured using the currency of the primary economic environment in which the entity operates. The financial statements are presented in Sri Lanka Rupees (LKR), which is the company's presentation currency.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **2.3.2 Transactions and balances**

Foreign currency transactions are converted into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of comprehensive income.

### **2.4 Property, plant and equipment**

Property, plant and equipment are initially recognized at cost including any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the Company's management.

Property, plant and equipment are subsequently measured at cost less accumulated depreciation and any accumulated impairment losses.

Subsequent costs are included in the asset's carrying amount or recognized as an asset, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost over their estimated useful lives, as follows: -

Site Development	20 Years	5%
Buildings	20 Years	5%
Plant& Machinery	10 Years	10%
Loose Tools & Equipment	10 Years	10%
Furniture, Fitting & equipment	10 Years	10%
Motor Vehicles	5 Years	20%
Water Supply	10 Years	10%
Floating craft	10 Years	10%
Slime-pit	4 Years	25%
Computer Hardware	4 Years	25%
Upgrading of Garden	20 Years	5%

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Revaluation of property, plant equipment for the time being has been ruled out as several attempts made by the company to obtain a valuation from the Government Value did not materialized

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **2.5 Intangible Assets**

Acquired computer software and operating systems are capitalized on the basis of the costs incurred to acquire and bring to use the specific software and systems. Intangible assets acquired are stated at cost less accumulated amortization and accumulated impairment losses. These costs are amortized over their estimated useful lives, as follows: -

Computer Software	4 Years	25%
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Costs associated with maintaining computer software programs are recognized as an expense incurred.

#### **2.5.1 Lease Assets**

six vehicles were acquired under a finance lease from Bank of Ceylon to be paid for within 04 years' time.

### **2.6 Financial Assets**

#### **2.6.1 Classification**

The company determines the classification of its financial assets as loans and receivables at initial recognition as follows:

##### **Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are included in current assets, except for maturities greater than 12 months after the end of the reporting period, which are classified as non-current assets. The company's loans and receivables comprise trade and other receivables, repurchase government securities, prepayments, deposits, loans to employees and cash and cash equivalents at the end of reporting period.

#### **2.6.2 Recognition and Initial Measurement**

Financial assets classified as loans and receivables are recognized on the date on which the company originates the transaction. A financial asset is measured initially at fair value plus directly attributable transaction costs.

Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the company has transferred substantially all risks and rewards of ownership of the financial assets.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **2.6.3 Subsequent Measurement**

Subsequent to initial recognition, loans and receivables are measured at amortized cost using the effective interest method, less provision for impairment.

### **2.6.4 Impairment of financial assets**

#### **Assets carried at amortized cost**

The company assesses at the end of each reporting period whether there is objective evidence that a financial asset is impaired. A financial asset is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset that can be reliably estimated.

For loans and receivables carried at amortized cost, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the financial assets is reduced and the amount of the loss is recognized in the statement of comprehensive income.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the reversal of the previously recognized impairment loss is recognized in the statement of comprehensive income.

### **2.7 Inventories**

Inventories are stated at lower of cost or net realizable value. Cost is determined on the basis of Weighted Average Cost (WAC).

The total production cost was divided among the production units proportionately until year 2018. From the year 2019 onwards, costs are allocated to product units based on percentage of the unit prices of each product.

The company use the relative sales value method for cost allocation of Rutile, Zircon production account.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **2.8 Trade Receivables**

Trade receivables are amounts due from customers for goods sold in the ordinary course of business. Collection is expected in the normal operating cycle of the business and they are classified as current assets.

Trade receivables are recognized initially at fair value, which is the invoice amount and subsequently measured at the original invoice amount less provision for impairment as they are expected to be received within short period, such that the time value of money is not significant.

The company assesses at the end of each reporting period whether there is objective evidence that trade receivables is impaired. Objective evidence of impairment for trade receivables could include the company's past experience of collecting payments, an increase in the number of delayed payments. Trade receivables are impaired and impairment losses are incurred, only if there is objective evidence of impairment.

### **2.9 Cash and cash equivalents**

In the statement of cash flows, cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

### **2.10 Stated Capital**

Stated Capital represents the value of shares that have been issued. Ordinary shares are classified as equity.

### **2.11 Financial Liabilities**

The company classifies financial liabilities into other financial liabilities. The Company's other financial liabilities include trade and other payables. The other financial liabilities are recognized initially at fair value plus any directly attributable transaction costs.

Subsequent to initial recognition, these financial liabilities are measured at the original invoice amount as they are expected to be paid within short period, such that the time value of money is not significant.

The company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **2.12 Trade and Other Payables**

Trade and other payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade and other payables are classified as current liabilities as there in the normal operating cycle of the business.

Trade and other payables are recognized initially at fair value, which is the transaction price and subsequently measured at the original invoice amount as they are expected to be paid within short period, such that the time value of money is not significant.

### **2.13 Current and deferred tax**

The tax expense for the period comprises current and deferred tax. Tax is recognized in the statement of comprehensive income, except to the extent that it relates to items recognized in other comprehensive income. In this case, the tax is also recognized in other comprehensive income.

The current income tax charge is calculated on the basis of the tax laws enacted at the reporting period end applicable for the company and generate taxable income.

Management establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is recognized on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax is not accounted for if it arises from initial recognition of an asset or liability in transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit nor loss. Deferred tax is determined using tax rates that have been enacted at the reporting period end date and are expected to apply when the related deferred tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred taxes assets and liabilities relate to income taxes levied by the same taxation authority.

\* An appeal was filed at the appellate commission with regards to income tax returns for the year of assessment 2014/2015. A bank guarantee and a deposit has been made in this regard.

\* The company filed another Tax appeals for the year of assessment 2020/21 and 2021/22.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **2.14 Employee benefits**

The company has both defined benefit and defined contribution plans.

#### **2.14.1 Defined Contribution plan**

A defined contribution plan is a post-employment benefit plan under which the company pays fixed contributions into a separate entity. The company has no legal or constructive obligations to pay further contributions. The contributions are recognized as employee benefit expense when they are due.

The company contributes 15% of gross emoluments of employee to Employee Provident Fund (EPF) and 3% on gross emoluments of employees to Employee Trust Fund (ETF).

#### **2.14.2 Defined benefit plan**

The company obligation in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period. The defined benefit obligation is measured annually using the projected unit credit method.

The cost of defined benefit plans is determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, expected rates of return on assets, future salary increases, mortality rates and future pension increases. Due to the complexity of the valuation and the long – term nature, such estimates are subject to significant uncertainty and the obligation is highly sensitive to the changes of these estimates and assumptions. Details of the key assumptions used in the estimates are specified in Note 27 to the Financial Statements.

#### **2.14.3 Short-term employee benefit**

Short-term employee benefit obligations are measured on an undiscounted amount expected to be paid for related services provided by the employees.

### **2.15 Provisions and Contingent Liabilities**

Provisions for operational expenses are recognized when the company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the company and amounts can be estimated reliably.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation.

### **2.15.1 Provision for Bad and Doubtful Debt**

Based on an age analysis for trade receivables exceeding 5 years of pending payment a provision for bad and doubtful debts of 5% was declared and set aside

### **2.16 Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable, and represents amounts receivable for sale of goods stated at net of Value Added Taxes (VAT). The company recognizes revenue when the amount of revenue can be reliably measured and when it is probable that future economic benefits will flow to the entity.

The company applies the revenue recognition criteria set out below to each identifiable major type's revenue generated.

#### **2.16.1 Sale of Goods**

Revenue from the sale of goods is recognized at the point that the risks and rewards of the goods have passed to the customer, which is the point of dispatch.

#### **2.16.2 Gain and Losses on Disposal of Property, Plant and Equipment**

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized in the statement of comprehensive income.

### **2.17 Expenses**

All expenditure incurred in the running of the operation has been charged to income in arriving at the profit for the reporting period.

### **2.18 Events Occurring after the Reporting Period**

All material events after the reporting period have been considered and where appropriate adjustments or disclosures have been made in the respective notes to the financial statements.



## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **2.19 Commitments**

All material commitments at the reporting period end have been identified and disclosed in the notes to the financial statements.

### **2A. Significant Accounting Estimates and judgments**

When preparing the financial statements, management undertakes a number of judgments, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

**2A.1** The following are significant judgments in applying the accounting policies that have most significant effect on the financial statements.

#### **2A.1.1 Recognition of Deferred Tax Assets**

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilized.

**2A.2** Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below:

##### **2A.2.1 Useful life time of depreciable assets**

Management reviews its estimate of the useful life time of depreciable assets at each reporting date, based on the expected economic utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of certain software and IT equipment.

##### **2A.2.2 Defined benefit plan**

The present value of the defined benefit plan obligations depends on a number of factors that are determined on the basis of projected unit credit method using a number of assumptions. The assumptions are used in determining the net cost and obligation for defined benefit plan including the discount rate. Any changes in these assumptions will impact the carrying amount of defined benefit obligation.

## **DISCLOSURES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER, 2024**

### **01. PROVISIONS FOR MINING LICENCE FEES**

The Company should pay license fee to CCD for mined sands in last years. There was a conflict of this payment with both parties. Hence the relevant parties discussed and finally decision was taken to pay this amount of Rs 74,583,515.00. In five year, installment from 2023. Then the company made a Short Term Liability for Rs. 14,390,327.25 and Long Term Liability Rs.36,854,472.75 for this year.

### **02. TAX APPEALS**

The company already filed an appeal for Income tax for year of assessment 2014/15. This appeal is in the process at present.

Another, two no of appeals filed by the company for the year of assessment 2020/21 and 2021/2022.

### **03. ZIRCON CONPCENTRATE SHIPMENT**

The company sold Zircon Concentrate to M/s Anhui Triumph Applied Materials co. at a invoice value of 29,620.97 MT. But deduction qty from stock is 30,000 MT. Because deductions was done for moisture of sand.

**DISCLOSURES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER, 2024**

**04. ADJUSTMENT FOR STOCK**

**The company adjusted the difference of book balance and physical balance of sand stock. The details are given bellow.**

	<b>Product</b>	<b>Qty - MT</b>	<b>Value (Rs.)</b>
1.	Ilmenite	(792.46)	Rs. 6,516,382.73
2.	Rutile	(1.82)	Rs. 183,900.08
3.	Zircon	(1.44)	Rs. 181,972.50
4.	HITI Ilmenite	(1,507.07)	Rs. 24,709,859.43
5.	Magnetite	(419.42)	Rs. 1,640,807.57
6.	Crude Monazite	39.02	Rs. 472,600.22
7.	Zircon Crude Low Grade	(1,349.77)	Rs. 18,215,532.61
8.	Screen Oversizer	(63.74)	Rs. 332,634.74
9.	Hydrosizer Fines	(3,881.69)	Rs. 169,619,502.09
10.	Wet Table Tailing	10,156.07	Rs. 24,504,412.80
11.	Non Magnetite Heavy Mineral	(9,143.71)	Rs. 65,380,409.99
12.	Final Tailings Lot 02	(8,189.30)	Rs. 107,133,930.07

## CONTINGENT ASSET AND LIABILITIES

The company disclosure the contingent Asset and contingent liabilities as follows for the year under review

No.		Case No.	Description of contingent Liabilities	Amount (RS)
01.	<b>District Court cases</b>	I. L/4494/2018	This case has been filed on 04/01/2018 claiming Rs. 2,000,000 saying that LMSL has laid a pipe line through his land. Case is being progressed	2,000,000.00
		II. SP/4742/2018	This case has been filed on 26/11/2018 by petitioners at pulmoddai, stating that LMSL has illegally excavated raw sand from their land.	10,000,000,000.00
		III. L/5559/2021	This case has been filed by a villager claiming Rs.4,000,000 on deed of declaration. The complainant had been expired and no successor had been nominated yet. Therefore, matter has been laid by.	4,000,000.00
		IV. L/6319/2024	This case has been filed by a party challenging the ownership of a land where LMSL proposed to install a new mobile plant.	10,000,000.00
02.	<b>Magistrate's Court</b>	I. PPC/K/06/PVT	This case has been filed by a several people live near by the factory on public nuisance. The company has been asked to grant any compensation and relief as deemed fit.	As prescribed by the court
03.	<b>Provincial High Court</b>	I. HCT/APP/LT/62/2024	An Engineering Assistant who was attached to Lanka Mineral Sands Limited plant at Pulmoddai was terminated from his service , as he failed to prove his basic qualifications. The company has been decided to appealed against the labour tribunal order.	326,040.00
		II. HCT/APP/LT/63/2024- HCT/APP/LT/76/2024	Labour Tribunal has been ordred to reinstate 14 nos. of casual employees. But company has been decided to appealed against a said order.	4,137,360.00

04.	<b>Commercial High Court</b>	43/2024/ARB	This case has been filed against challenging Arbitration award by the petitioner relation to 40,000 MT NMHMC.	
05.	<b>Supreme Court</b>	SC/FR/301//2023	This case has been filed against 32 parties with Lanka Mineral Sands Limited. Several issues have been challenging including not going for value addition product.	
06.	<b>Court of Appeal</b>	I. CA(WRIT)466/2023	Petitioner has been filed a Writ case challenging the Tender No.LMS/MKT/TDR/2023/03. (Ilmenite 60,000 MT)	
		II. CA(WRIT)531/2024	Petitioner has been filed a Writ case challenging the Tender No. LMS/MKT/TDR/2024/04 (85,000 MT Ilmenite ).	
07.	<b>Adjudication</b>	SLNAC/ADJ/03- 01-2024	This case was filed by a contractor for the payment of a item on the Tender no. LMSL/SUP/DPC/ 11/2012 by claiming with interest .	6,817,370.00
<b>Description of the contingent Assets</b>				
08.	<b>Commercial High Court</b>	I. HC CIVI No. 569/2017/MR	This case was filed by Lanka Mineral Sands Limited based on the non settlement of loan granted to State Resources Management Corporation Limited amounting Rs.500,000,000.00 and accrued interest Rs. 17,421,448.08 . The matter was laid by as per the instruction of department of public enterprises until liquidation of the State Resources Management Corporation Limited.	517,421,448.08
		II. HC CIV No. 568/2017/MR	Lanka Mineral Sands Limited filed this case based on the non-settlement Rs 25,000,000.00 loan granted to the Sri Lanka State Plantation Corporation. They have agreed to assign the land and case is ongoing.	25,000,000.00 or assigning the land for same value