



KAHATAGAHA GRAPHITE LANKA LIMITED

Draft Unaudited Financial Statements

Accounts

For

2022/2023

<p style="text-align: center;">KAHATAGAHA GRAPHITE LANKALIMITED Annual ACCOUNTS 2021/22</p>
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KAHATAGAHA GRAPHITE LANKA LIMITED

STATEMENT OF COMPREHENSIVE INCOME

YEAR ENDED 31st MARCH

	NOTES	2022/2023 LKR	2021/2022 LKR
REVENUE			
Sale of Graphite	10	179,476,389	123,428,333
Direct Cost, Mining Cost	11	(74,581,275)	(76,115,453)
GROSS PROFIT/(LOSS)		104,895,113	47,312,880
Sundry Income	12	(1,012,380)	(888,428)
Interest Income		133,920	2,785,428
LESS: OPERATING COST			
Personnel Cost	13	(17,151,806)	(16,073,342)
Establishment & Administration Cost	14	(10,695,807)	(8,336,222)
Maintenance Cost	15	(3,367,905)	(2,085,165)
Utility Cost	16	(1,105,634)	(922,947)
Depreciation Cost	17	(4,060,673)	(5,305,262)
Foreign Exchange Gain/(Loss)		(2,657,824)	(4,625)
Defined Contribution Plan - Gratuity	21	(1,639,870)	(2,593,101)
Administration Cost		(40,679,519)	(35,320,664)
Selling and Distribution Cost	18	(2,840,659)	(1,827,944)
Finance Cost	19	(259,719)	(975,512)
OPERATING PROFIT/(LOSS)		60,236,756	11,085,760
Impairment		-	-
PROFIT/(LOSS) BEFORE TAXATION		60,236,756	11,085,760
Taxation	30	(2,697,714)	(2,697,714)
Deferred Tax Expenses	26	-	74,200
PROFIT/(LOSS) AFTER TAXATION		57,539,042	8,462,246
OTHER COMPREHENSIVE INCOME			
Other comprehensive income / (loss) for the year			
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR		57,539,042	8,462,246

KAHATAGAHA GRAPHITE LANKA LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH

	NOTES	2022/2023 LKR	2021/2022 LKR
ASSETS			
Non Current Assets			
Property, Plant & Equipment	20	205,172,264	220,080,244
Non Operating Assets	21	23,210,000	23,210,000
Coconut Plantation Development		1,694,235	1,694,235
Gratuity Investment Fund		20,663,069	12,969,507
Deferred Tax Assets	26	78,745	78,745
Suspense Acc		9,241,896	
		260,060,209	258,032,731
Current Assets			
Stock	22	260,770,882	218,018,336
Debtors, Deposit & Receivable	23	22,135,872	34,380,827
Cash & Cash Equivalent	24	16,482,710	430,260
		299,389,465	252,829,423
TOTAL ASSETS		559,449,674	510,862,155
EQUITY AND LIABILITIES			
Capital And Reserves			
Stated Capital	25	13,000,000	13,000,000
Revaluation Reserves		108,779,170	108,779,170
Retained Earnings		388,163,093	330,624,051
		509,942,263	452,403,221
Long Term Liabilities			
Gratuity Provision	27	17,824,272	18,091,672
		17,824,272	18,091,672
Current Liabilities			
NSB Loan Account - Short Term	28	3,590,990	129,027
Trade and Other Creditors	29	4,237,962	6,558,964
Provision For Taxation	30	12,450,156	12,063,082
Accrued Charges	31	11,404,031	21,616,189
		31,683,139	40,367,261
TOTAL EQUITY AND LIABILITIES		559,449,674	510,862,155

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

A .U.M.B.Bokalamulla
Mechanical Engineer/ Acting Manager

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

A.C.W.W.M.R.Koswatte
Accountant

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

Ruchira L Weerasekara
Director

KAHATAGAHA GRAPHITE LANKA LIMITED
STATEMENT OF CHANGES IN EQUITY

	Share Capital	Revaluation Reserve	Accumulated Profit/(Loss)	Total
	LKR	LKR	LKR	LKR
Balance on 01st April 2021	13,000,000	-	326,044,830	339,044,830
Prior year adjustment			(3,883,025)	(3,883,025)
Profit/(Loss) for the Year	-	-	8,462,246	8,462,246
Revaluation Adjustments		108,779,170		
Balance on 31st March 2021	<u>13,000,000</u>	<u>108,779,170</u>	<u>330,624,051</u>	<u>343,624,051</u>
Balance on 01st April 2022	13,000,000	108,779,170	330,624,051	343,624,051
Prior year adjustment - (Note 1)				-
Profit/(Loss) for the Year	-		57,539,042	57,539,042
Revaluation Adjustments		-		
Balance on 31st March 2023	<u>13,000,000</u>	<u>108,779,170</u>	<u>388,163,093</u>	<u>401,163,093</u>

KAHATAGAHA GRAPHITE LANKA LIMITED
STATEMENT OF CASH FLOW
YEAR ENDED 31ST MARCH
2022/2023
2021/2022
LKR
LKR
Cash Flows From/(Used in) Operating Activities

Net Profit/(Loss) before Income Tax Expenses	60,236,756	11,085,760
Adjustments for :		
Gratuity Provision	1,639,870	2,593,101
Depreciation on Tangible Fixed Assets	16,836,061	16,836,061
Forigne Exchange Gain / (Loss)	(2,657,824)	(4,625)
Interest Recived	(133,920)	(2,785,428)
Interest Expences	254,124	958,635

Operating Profit before Working Capital changes

	76,175,067	28,683,503
(Increase)/Decrease in Inventories	(42,624,812)	(15,142,386)
(Increase)/Decrease in Receivable	12,244,955	(20,393,605)
(Decrease)/Increase in Loan Outstandings	3,461,963	(3,413,567)
(Decrease)/Increase in Creditors	(2,321,002)	1,341,407
(Decrease)/Increase in Accruals	(10,212,158)	(2,335,402)

Cash Generated from Operations

	36,724,014	(11,260,050)
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Interest Paid

(254,124)

(958,635)

Income Tax Paid

Net Cash Flow From/(Used in) Operating Activities
36,469,890
(12,218,685)
Cash Flow From/(Used in) Investing Activities

Purchase of Tangible Fixed Assets	(1,928,082)	(2,207,455)
Interest Recived	133,920	2,785,428
Gratuity Investment Fund	(7,693,561)	(2,305,217)

Net Cash Flows From/(Used in) Investing Activities
(9,487,724)
(1,727,243)
Cash Flow From/(Used in) Financing Activities

NSB Loan Account - Purchase Air Compresor	-	-
Gratuity Paid	(1,907,270)	(1,382,756)

Net Cash Flows From/(Used in) Financing Activities
(1,907,270)
(1,382,756)

Effect of Forigne currency exchange of Cash & Cash Equivalent

2,657,824

4,625

Net Increase/(Decrease) Cash & Cash Equivalents

27,732,720

(15,324,060)

Cash and Cash Equivalents at beginning of the year

430,260

15,754,320

Cash and Cash Equivalents at end of the year
28,162,980
430,260
Cash & Cash Equivalents

Bank Of Ceylon - Redigama	535,382	36,243
Bank Of Ceylon - Kollupitiya	(20,052)	333,396
DFC \$ A/C - BOC Kollupitiya	15,942,380	60,621
Cash/ Cash Advance Acc.	-	-
Petty Cash - Head Office	-	-
Petty Cash - Mine Office	-	-

16,457,710
430,260

KAHATAGAHA GRAPHITE LANKA LIMITED
NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH	NOTES	2022/2023 LKR	2021/2022 LKR
10 SALE OF GRAPHITE			
Graphite Sales Income		179,476,389	123,428,333
Sales Income		179,476,389	123,428,333
11 DIRECT COST, MINING COST			
Stock Balance at beginning		205,087,846	189,793,620
Wages Cost	11-01	69,783,304	55,445,534
Support Service Cost	11-02	39,530,462	24,433,347
Depreciation	11-03	1,022,000	11,530,799
		315,423,612	281,203,300
Less Stock at closing	11-04	(240,842,337)	(205,087,846)
Add Cost of Mining During the Period		74,581,275	76,115,453
Wages Cost	11-01		
Salaries & Wages		36,808,624	34,809,612
2022 Monthly Allowance		4,878,400	
Other Allowance		2,027,575	1,439,600
Production Incentives		7,542,540	6,388,146
Overtime		2,214,018	3,050,879
Defined Contribution Plan (EPF)		4,382,266	4,082,582
Defined Contribution Plan (ETF)		1,095,567	1,107,378
Staff Welfare		9,812,313	3,802,862
Bonus		1,022,000	764,475
		69,783,304	55,445,534
Support Service Cost	11-02		
Mining Expenses		13,979,409	7,922,205
Power and Electricity		21,490,379	13,726,355
Security Charges		4,060,673	2,784,788
		39,530,462	24,433,347
Depreciation	11-03		
Plant & Machinery		7,275,095	7,275,095
Generator		1,400,000	1,400,000
Under Ground Development		2,855,703	2,855,703
		1,022,000	11,530,799
Analysis of Cost of sales and closing stocks	11-04		
	M.T.	Cost of Sales per M.T.	Rs.
O/Stocks	1,022.57	200,561.18	205,087,846
Production	439.02	251,322.87	110,335,766
	1,461.59	215,808.55	315,423,612
Sales	(345.59)	215,808.55	(74,581,275)
	1,116.00	215,808.55	240,842,337
N/Wast		-	-
Wast	-	-	-
C/Stocks	1,116.00	215,808.55	240,842,337

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH		2022/2023	2021/2022
	NOTES	LKR	LKR
12 SUNDRY INCOME			
Agricultural Income			
Income from sale of Crops / Coconut wood		1,736,036	1,609,395
Less ; Expenses			
Labour		(2,301,552)	(1,921,759)
Overtime		(35,459)	(4,096)
2022 Monthly Allowance			(70,400)
Defined Contribution Plan (EPF)		(231,394)	(216,782)
Defined Contribution Plan (ETF)		(57,849)	(54,196)
Bonus		(21,000)	(12,000)
Tools & Equipments			(23,640)
Nursery expences		(117,182)	(284,950)
		(1,028,400)	(978,428)
Other Income		16,020	90,000
		(1,012,380)	(888,428)
13 PERSONNEL COST			
Directors Remuneration		2,167,090	1,566,605
Staff Salary and Wages			
Administration Salary & wages		10,640,274	10,480,330
2022 Monthly Allowance		1,286,336	
Overtime		1,156,065	875,368
Allowances - Incentives			1,131,189
Other Allowance			276,500
Defined Contribution Plan (EPF)		1,276,833	1,257,640
Defined Contribution Plan (ETF)		319,208	314,410
Bonus		306,000	171,300
		14,984,716	14,506,737
Total Personnel Cost		17,151,806	16,073,342
14 ESTABLISHMENT AND ADMINISTRATION COST			
Rent			
Rates & Taxes		14,751	16,733
Medical Aid		78,086	385,112
Insurance	14-1	1,739,804	2,137,018
Printing & Stationery		546,549	145,154
Postage		21,316	77,083
Legal & Professional Fees	14-2	181,815	299,220
Security Charge		1,353,558	910,388
Book & Periodicals		1,360	
Secretarial Charges		381,137	198,744
Audit Fees		333,000	333,000
Travelling & Transport		5,642,271	2,881,624
License & Permits		207,659	263,147
Research & Development			-
Training Expenses		194,500	689,000
		10,695,807	8,336,222

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH	NOTES	2022/2023 LKR	2021/2022 LKR
Insurance	14-1		
Fire Insurance - Generator		54,905.15	54,905
Sharma Surekuma Insurance		362,597.58	362,598
Agrahara Insurance Scheme		1,476,000.00	1,476,000
Air Compressor Insurance		54,808.06	54,808
Vehicle Insurance		188,707.29	188,707
		<u>78,086.16</u>	<u>2,137,018</u>
		2,058,932	-
Legal & Professional Fees	14-2		
Labour Tribunal Case		111,250	111,250
Land Dispute Case		155,000	155,000
Professional Charges		32,970	32,970
		<u>3,650</u>	<u>299,220</u>
			-
15 MAINTENANCE COST			
Office & Office Equipment Maintenance		742,507	255,323
Building Maintenance		2,500	12,900
Machinery Maintenance		2,622,898	1,816,942
		<u>3,367,905</u>	<u>2,085,165</u>
16 UTILITY COST			
Water Charges		86,155	62,104
Electricity		747,835	450,001
Telephone		271,644	410,843
		<u>1,105,634</u>	<u>922,947</u>
17 DEPRECIATION COST			
Building		2,248,200	2,248,200
Electrical Equipments		7,000	7,000
Motor Vehicle		2,690,001	2,690,001
Office Equipments		59,162	59,162
Other Assets		40,900	40,900
Furniture & Fittings		260,000	260,000
		<u>4,060,673</u>	<u>5,305,262</u>
18 SELLING AND DISTRIBUTION COST			
Transport to Wharf - Export		1,772,748	549,000
Sales Promotion		159,000	197,387
Sales Discount		-	-
Advertising Expenses		403,799	646,925
Freight Expenses		505,113	434,632
		<u>2,840,659</u>	<u>1,827,944</u>
19 FINANCE COST			
Bank Charges		400	16,877
Interest Expences		254,124	958,635
Other Expences		5,195	
		<u>259,719</u>	<u>975,512</u>

KAHATAGAHA GRAPHITE LANKA LIMITED
NOTES TO THE ACCOUNTS
AS AT 31ST MARCH
**2021
LKR**
**2022
LKR**
20 Property Plant and Equipment

Cost	Balance On 1st April 2021	Additions	Revaluation Adjustments	Transfer to Consumable Stock	Non Operating Asset	Balance On 31st March 2022
Gross Carrying Amounts						
Free Hold Land	28,050,000					28,050,000
Building	74,520,000					74,520,000
Plant & Machinery	72,755,870	731,877				73,487,747
Electrical Equipment	35,000					35,000
Motor Vehicle	26,900,000					26,900,000
Other Assets	409,000					409,000
Office Equipment	1,345,360	35,699		-	-	1,699,959
Generator	17,500,000			-	-	17,500,000
U.G.Development	14,101,075	841,607		-	-	14,942,682
Furniture & Fitting	1,300,000			-	-	1,300,000
Total Assets	236,916,825	1,928,082	-	-	-	238,844,387

Item under column 3 of above schedule included property plant & equipment which later identified as consumable materials has been transferred to the consumable stock

Depreciation	Rate	Balance on 1st April 2021	Depreciation	Revaluation Adjustments	Transfer to Consumable Stock	Non Operating Asset	Balance On 31st March 2022
Building	3%	2,248,200	2,248,200				4,496,400
Plant & Machinery	10%	7,275,095	7,275,095				14,550,191
Electrical Equipment	20%	7,000	7,000				14,000
Motor Vehicle	10%	2,690,001	2,690,001				5,380,001
Other Assets	10%	40,900	40,900				81,800
Office Equipment	20%	59,162	59,162				118,324
Generator	8%	1,400,000	1,400,000		-	-	2,800,000
U.G.Development	10%	2,855,703	2,855,703		-	-	5,711,407
Furniture & Fitting	20%	260,000	260,000		-	-	520,000
Total Depreciation		16,836,061	16,836,061	-	-	-	33,672,124
Total Written Down Value		220,080,244	16,836,061		-	-	205,172,264

KAHATAGAHA GRAPHITE LANKA LIMITED
NOTES TO THE ACCOUNTS

AS AT 31 MARCH		2022/2023	2021/2022
	NOTES	LKR	LKR
21 NON OPERATING ASSETS			
Cost as at 1st April		23,210,000	23,210,000
Revaluation Adjustments			-
Balance as at 31st March		<u>23,210,000</u>	<u>23,210,000</u>
22 STOCK			
Stock Consumables		19,928,545	12,930,490
Stock-Graphite		<u>240,842,337</u>	<u>205,087,846</u>
		<u>260,770,882</u>	<u>218,018,336</u>
23 DEBTORS,DEPOSITS & RECEIVABLES			
Accounts Receivable	23-01	12,038,422	27,635,692
Purchase Advance	23-02	30,400	10,000
Deposits	23-03	3,030,016	49,574
Insurance pre paid		648,142	368,815
Sri Lanka Telecom Deposit		5,000	5,000
Value Added Tax Receivables		6,278,177	6,207,281
Ceylon Electricity Board			
Jayawimana Court Case Appeal Dep		30,000	30,000
Employee Debtors - Rathnayaka R M A		44,465	44,465
DHL Keells (Pvt) Ltd		30,000	30,000
Festival Advance		<u>1,250</u>	<u>-</u>
		<u>22,135,872</u>	<u>34,380,827</u>
Accounts Receivable	23-01		
Akshtha De Silva			96,030
Atire (Pvt) Ltd			4,500
Eastern Trading			-
First Graphite Ltd		321,498.00	11,584,599
Fujian Lufurun International Trade Co.Ltd		(8,537,430.00)	
Millenium Concreet Technologies (Pvt) Ltd			(5,400)
Royalty Receivables		1,751,829	
S Kato & Co.,		19,556,916	15,958,600
Solex Castings (Pvt) Ltd		700,638	
Other		(781)	
Thilakarathne K G C R		<u>(2,419)</u>	<u>(3,477)</u>
		<u>12,038,422</u>	<u>27,635,692</u>
			(840)
Purchase Advance	23-02		
Jayasundara		10,400.00	
Dep of Valuation - Kurunegala		10,000.00	10,000
Herath H M S R		<u>10,000.00</u>	<u>10,004</u>
		<u>30,400.00</u>	<u>10,000</u>
		-	<u>10,004</u>
Deposits	23-03		
Ceylon Petroleum Corp.		3,030,016	
Geologic Survey & Mines Bureau		<u>-</u>	<u>49,574</u>
		<u>3,030,016</u>	<u>49,574</u>

NOTES TO THE ACCOUNTS

AS AT 31 MARCH		2022/2023	2021/2022
	NOTES	LKR	LKR
24 CASH & CASH EQUIVALENT			
Bank Of Ceylon - Redigama		535,382	36,243
Bank Of Ceylon -Kollupitiya		(20,052)	333,396
DFC \$ A/C - BOC Kollupitiya		15,942,380	60,621
Petty Cash - Head Office		25,000	-
Petty Cash - Mine Office		-	-
		16,482,710	430,260
25 STATED CAPITAL			
Called Up Share Capital		13,000,000	13,000,000
		13,000,000	13,000,000
26 DEFERRED TAX LIABILITY			
Balance B/F		(78,745)	(4,545)
Provision For The Year			(74,200)
Closing Balance		(78,745)	(78,745)
27 GRATUITY PROVISION			
Balance B/F		18,091,672	16,881,328
Provision For The Year		1,639,870	2,593,101
Paid During The Year		(1,907,270)	(1,382,756)
Closing Balance		17,824,272	18,091,672
		-	-

Draft Unaudited Financial Statements

NOTES TO THE ACCOUNTS

AS AT 31 MARCH		2022/2023	2021/2022
	NOTES	LKR	LKR
28 NSB LOAN PAYABLE			
Rental Amount	266,013.75		
Rental Period	36		
Cost	7,895,000.00		
Interest	1,681,495.04		
Total	<u>9,576,495.04</u>		
Opening Balance		129,026.61	3,542,593.67
Paid During the year		<u>(129,026.61)</u>	<u>(3,413,567.06)</u>
Balance		<u>(0.00)</u>	<u>129,026.61</u>
Long Term		-	-
Current		<u>(0.00)</u>	<u>129,027</u>
Balance		<u>(0.00)</u>	<u>129,027</u>
Interest in Suspense			
Opening Interest		-	181,599
Revenue Account		<u>-</u>	<u>(181,599)</u>
Balance		<u>-</u>	<u>-</u>
Balance			
Long Term		-	-
Current		<u>-</u>	<u>-</u>
Total		<u>-</u>	<u>-</u>
Balance			
Long Term		-	-
Current		<u>(0.00)</u>	<u>129,027</u>
Total		<u>(0.00)</u>	<u>129,027</u>

Draft Unaudited Financial Statements

NOTES TO THE ACCOUNTS

AS AT 31 MARCH

	NOTES	2022/2023 LKR	2021/2022 LKR
29 TRADE AND OTHER CREDITORS			
4M International (Pvt) Ltd		45,000	45,000
A.M.Distributors			14,950
Accounting Secretarial Services(pvt)Ltd			57,000
Accsoft Solutions Pvt Ltd			
Airline Traders			45,000
Alliance Valves & Fitting Company			113,800
B I Commodities & Logistics (Pvt) Ltd		(400)	(150)
Blackwatch Security Syndicates (pvt) Ltd		650	375,850
BCC Lanka Limited		300,363	
Brown & Company PLC			1,275,025
Browns Thermal Engineering (pvt) Ltd			135,000
Cambridge Traders		28,500	276,000
Car Lovers (pvt) Ltd.			24,800
D N Dinesh Suranga		30,900	29,710
DHL Keels(Pvt) Ltd.			84,678
Diligant Cargo Services			106,818
Dinapala Super Centre		1	
Disanayaka Hardware		268,449	447,548
Eastern Trading Company		1,249,550	399,275
ET Lab Manufacturing (Pvt) Ltd		25,000	25,000
Finlay Rentokil ceylon (pvt)ltd		(0)	
Fleming & Jenner Pharmaceuticals		12,000	
Geological Survy & Mines B.			
Global Enterprises			28,160
Gunarathne D R		15,600	15,600
Hunter & Company PLC			25,033
Ikon Tech Systems			
Industrial Safty Equipments Co.Ltd			
Infotec Computer System		17,250	
Internal Timber Productions		205,215	72,415
Janatha Estate Development Board			147,000
Jayalanka Agencies		345,083	152,843
Kulasooriya E H			47,000
Lanka I B C Company (Pvt) Ltd		(276,170)	(5)
Lakhiru Enterprises		19,000	
M P C S - Ridigama		976,843	538,581
M P C S Hiriyala		13,500	6,400
Manju Electricals		(0)	57,330
Mega Heaters (Pvt) Ltd		(256,500)	
Metropolitan Office (Pvt) Ltd			
Nanayakkara L D J M P			203,375
National Insurance Trust Fund			427,218
National Water Supply & Dra.Board 1/4		6,723	17,238
New National hardware		1,035	26,240
Nipon Air		11,000	11,000
NIroshan W E		3,000	3,000
P M Samarasekara			41,350
Rathna Lee Mola			12,000
Rathkarawwa Servo Lube Distributors			
Rotax 9Pvt) Ltd			16,988
Salim Textiles		2,140	2,140
Samota Trade Center		39,350	168,950
Sathosa Motors PLC			25,428
Sewmini Lee Mola		225,020	50,715
Somapala Motors		255	255
Sri Lanka Insurance			127,802
Sri Lanka State Trading (General) Cop		119,196	67,342

Sri Lanka Telecom	100,000	100,000
St.Anthony's Hardware (Pvt) Ltd	825	825
State Pharmaceuticals Corporation Of Sri	16	16
Supreme Furbishers	29,245	29,245

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The Associated Newspapers of Ceylon Ltd	577,949	238,050
United Motors Lanka PLC	102,375	102,375
United Tractor & Equipment (pvt) Ltd		237,751
Vanoja Motor Stores		104,000
	<u>4,237,962</u>	<u>6,558,964</u>

30 PROVISION FOR TAXATION

Opening Balance	9,752,442	9,365,368
Income Tax Paid	-	-
Income Tax Payable for the Year	2,697,714	387,074
With Holding Tax - Paid at source On Interest Income	-	-
	<u>12,450,156</u>	<u>9,752,442</u>
	-	-

31 ACCRUED EXPENCES

Audit Fees -Earnest & Young		-
Audit Fees - Auditor General	977,434	1,337,434
Defined Contribution Plan (EPF) Payable	731,223	2,476,187
Defined Contribution Plan (ETF) Payable	99,712	337,662
Electricity Board	(2,922)	6,374,866
P.A.Y.E Tax Payable	11,073	1,859
With Holding Tax - Vendor Collections	764,551	6,059
Salaries & Wages Payable Account	4,306,650	6,346,205
Telephone Bills Payable	177	39,488
Alpex network security Ltd	4,516,134	4,516,135
Refundable Tender Deposits		(5,000)
Nation Building Tax Payable		185,294
	<u>11,404,031</u>	<u>21,616,189</u>

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KAHATAGAHA GRAPHITE LANKA LIMITED

INCOME TAX COMPUTATION

YEAR OF ASSESSMENT 2021/22

Profit/(loss) per Account	60,236,756.36
less: Interest Income	(133,920.11)
	<u>60,102,836.25</u>

Add Back:

Gratuity Provision	1,639,869.70	100%	1,639,869.70
Legal Fees (LT case)	155,000.00	100%	155,000.00
Impairment	-	100%	-
Depreciation	16,836,061.20	100%	16,836,061.20
Advertisement	403,798.50	25%	100,949.63
Professional Charges	144,220.00	100%	144,220.00
			<u>18,876,100.53</u>
			78,978,936.77

Less:

Capital Allowances	(12,301,659.42)
Gratuity Paid of The Year	(1,907,270.40)
Gain on Foreign Exchange Gain/Loss	
	<u>64,770,006.95</u>

Business Profit/(Loss) for the Year	64,770,006.95
Interest Income	133,920.11
Total Statutory Income	64,903,927.06

Total Taxable Income

	Income	Rate	
Export Income	64,770,006.95	14%	9,067,800.97
Interest Income	133,920.11	24%	32,140.83
Total Tax payable	64,903,927.06		9,099,941.80

DEFERRED TAX LIABILITY

Gratuity	Asset	17,824,271.62
Capital allowance to be claim (Note 1)		27,525,546.48
Accounting depreciation to be claim		43,392,984.46
Tax over claimed		<u>15,867,437.98</u>
Capital expenses over deduct for taxable profit than accounting profit	Liability	(15,867,437.98)
Coconut Plantation Development	Liability	(1,694,235.36)
Deferred Tax Liability		262,598.28
Tax Rate	14%	36,763.76

Current Asset / (Liability) as at 31/03/2022	36,763.76
Opening Asset / (Liability) 31/03/2021	(376,143.49)
Over provision	(412,907.25)

KAHATAGAHA GRAPHITE LANKA LIMITED

INCOME TAX COMPUTATION

YEAR OF ASSESSMENT 2020/21

Dividends Tax Payable

Net Profit After Taxation	57,539,042.36
Less : Property, Plant & Equipments Acquired	(1,573,483.45)
Add : Depreciation for Property, Plant & Equipments Acquired	-
Distributable Profit	<u>55,965,558.91</u>

TAX WRITTEN DOWN VALUE

Note 01 : Capital Allowance on Assets

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

Plant & Machinery

2010/11	8	12.50%	3,476,500.00	-
2015/16	2	50.00%	494,750.00	-
2016/17	2	50.00%	3,707,868.80	-
2016/17	2	50.00%	142,541.78	-
2017/18	2	50.00%	291,239.14	-
2018/19	3	20.00%	187,560.00	37,512.00
2019/20	2	20.00%	8,204,100.00	1,640,820.00
2020/21	1	15.00%	371,756.66	55,763.50
2021/22	1	20.00%	1,520,370.00	304,074.00

Motor Vehicle

2013/14	5	20.00%	1,649,000.00	-
2018/19	3	20.00%	6,100,000.00	1,220,000.00

U.G.Development

Trally Rails - Underground TruckLines	1	40.00%	11,428,645.93	4,571,458.37
2021/22	1	20.00%	430,275.00	86,055.00

Furniture & Fittings

2014/15	5	20.00%	468,391.73	
2018/19	3	20.00%	74,488.98	14,897.80
			87,523,841.99	12,301,659.42

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