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SECURITIES AND EXCHANGE COMMISSION

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Industry Classification
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LMG CHEMICALS CORPORATION

(Company's Full Name)

1006 B West Tower PSE Centre Exchange Rd. Ortigas Center Pasig City

(Company's Address)

(02) 631-1261

(Telephone Numbers)

December 31

(Fiscal Year Ending) (month & day)

SEC FORM 17-Q – Quarterly Report

Form Type

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June 30, 2019

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SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES
REGULATION CODE AND SRC RULE 17(2)(b) THEREUNDER

1. For the quarterly period ended June 30, 2019
2. Commission identification number 42020 3. BIR Tax Identification No 047-000-526-765

LMG CHEMICALS CORP.

4. Exact name of issuer as specified in its charter
- PHILIPPINES
5. Province, country or other jurisdiction of incorporation or organization

6. Industry Classification Code: (SEC Use Only)

- 1006B WEST TOWER PSE CENTER EXCHANGE RD ORTIGAS PASIG CITY 1605
7. Address of issuer's principal office Postal Code

- (632) 631-12-61
8. Issuer's telephone number, including area code

- N/A
9. Former name, former address and former fiscal year, if changed since last report

10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the RSA

Title of each Class	Number of shares of common stock outstanding and amount of debt outstanding
Common Stock, P1.00 par value	193, 544, 176

11. Are any or all of the securities listed on a Stock Exchange?

Yes [] No []

If yes, state the name of such Stock Exchange and the class/es of securities listed therein:

PHILIPPINE STOCK EXCHANGE COMMON STOCK

12. Indicate by check mark whether the registrant:

(a) has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period the registrant was required to file such reports)

Yes [] No []

(b) has been subject to such filing requirements for the past ninety (90) days.

Yes [X] No []

PART I--FINANCIAL INFORMATION

Item 1. Financial Statements.

The unaudited Financial Statements of LMG Chemicals Corp. for the quarter ended June 30, 2019 are attached as part of the SEC Form 17-Q.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

1. Plan of Operation

LMG will continue to evaluate all available opportunities in the infrastructure and heavy equipment industries.

2. Management's Discussion and Analysis

a. Results of Operation

LMG had no sales in the 2nd quarter of 2019 and also in the same quarter of 2018. It incurred net income of 3,491,834 for the two quarters of 2019 due to interest on savings deposit and short term placement amounting to 4,269,998. Net Income for the same quarters of 2018 amounted to P1,826,744.

b. Financial Condition

Total assets as of June 30, 2019 and December 31, 2018 amounted to 186,222,283 and 183,085,135, respectively. It has liabilities of 3,333 and 358,019 as of June 30, 2019 and December 31, 2018, respectively.

Below are the key performance indicators used by LMG in determining its profitability and liquidity:

Financial KPI	Formula	Jan-June 2019	Jan-June 2018
Current/liquidity ratio	$\frac{\text{Current assets}}{\text{Current liabilities}}$	55,866.74 :1	2,908.30:1
Debt-to-equity ratio	$\frac{\text{Total liabilities}}{\text{Total equity}}$	0.0000:1	0.0003:1
Asset-to-equity ratio	$\frac{\text{Total assets}}{\text{Total equity}}$	1.0000	1.0003
Return on asset ratio	$\frac{\text{Net income (loss) before interest expense after tax}}{\text{Average total assets}}$	0.01875	0.0101
Return on equity ratio	$\frac{\text{Net income (loss)}}{\text{Average total equity}}$	0.01875	0.0101

The Company is not aware of any other trend or event that would have material impact on its liquidity.

There are no events that will trigger direct or contingent financial obligations that are material to the Company, including any default or acceleration of an obligation.

The Company is neither affected by seasonality nor cyclicity of interim operations.

The following are the transactions or events that occurred in the interim period:

- a. No unusual

There were no issuances, repurchases and repayments of debt and equity securities during the interim period.

No dividends were declared during the interim period.

The following are the transactions or events that occurred subsequent to the interim period:

- a. No unusual event subsequent to the interim period

There were no changes in the composition of the issuer during the interim period.

There were no changes in contingent liabilities or contingent assets since the last annual balance sheet date.

There were no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the company with unconsolidated entities or other persons were created during the reporting period.

Events that will trigger direct or contingent financial obligations that are material to the Company, including any default or acceleration of an obligation:

- a. None

The Company is not aware of any trends, demands, commitments, events or uncertainties that would have material impact on its liquidity.

The Company has no knowledge on any events in the future that will have a material effect neither on the results of its operation or on its financial condition.

3. Financial Soundness Indicators

The following are the significant indicators used by the Company to determine its financial soundness:

	June 2019	June 2018
Asset to Equity ratio	1.000	1.000
Times-Interest Rate Coverage ratio	0.00	0.00
Book Value per Share	0.9621	0.9351

Formula:

Asset to Equity = Total Assets/Stockholders' Equity

Times-Interest Rate Coverage Ratio = EBIT (Earnings before interest and taxes/total interest expense)

Book Value per share = Stockholders' Equity/Outstanding shares

Other financial indicators to determine the Company's liquidity, solvency and profitability are

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considered by the Company as key performance indicators and are already included in the above discussion of the results of operation and financial condition.

PART II--OTHER INFORMATION

(A) Report on SEC Form 17-C

The Following are the reports on SEC Form 17-C filed to the Commission for the 2nd quarter of 2019:

Date	Subject
April 26, 2019	<p>This is a disclosure on the approval by Securities and Exchange Commission ("SEC") of the Amended Articles of Corporation of LMG Chemicals Corp. ("LMG") on 12 April 2019.</p> <p>The following amendments to LMG's Articles of Incorporation were approved by the SEC on 12 April 2019:</p> <ol style="list-style-type: none">1. The number of members of the Board of Directors was decreased from eleven (11) to nine (9) directors.2. The principal address of the Corporation was amended to 1006B West Tower, Philippine Stock Exchange Centre, Exchange Road, Ortigas Center, Pasig City, Philippines.

SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Issuer: **LMG CHEMICALS CORP.**

Signature and Title:



ROBINSON W. SIAO

President/Chief Executive Officer

Date July 25, 2019



ROMMEL L. SYTIN

Treasurer

Date July 25, 2019