Nepal Hydro Developer Limited

Dillibazar, Kathmandu

Unaudited Statement of Financial Position

As at Poush 30, 2082 (January 14, 2026)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Poush 2082	Previous Quarter Ending Ashoj 2082	Previous Year Corresponding Quarter Ending Poush 2081
ASSETS			
Property, Plant and Equipment (Net Blocks)	1,751	1,873	2,202
Intangible Assets (Net Blocks)	374,010	378,685	392,711
Investment Advances	135,500	135,500	135,500
Total Non Current Asset	**511,261**	**516,058**	**530,413**
Total Current Assets	126,119	100,683	103,811
Total Assets	**637,380**	**616,741**	**634,224**
EQUITY AND LIABILITIES			
Equity			
Share Capital	423,134	388,197	359,441
Reserve and Surplus	92,088	105,806	103,309
Total Equity	**515,222**	**494,003**	**462,751**
Long Term Loan	59,500	59,500	110,499
Short Term Loan	46,499	46,499	46,000
Other Current Liabilities	16,159	16,739	14,974
Total Current & Non- Current Liabilities	**122,158**	**122,739**	**171,473**
Total Equity and Liabilities	**637,380**	**616,741**	**634,224**

Unaudited Statement of Profit or Loss Account and Other Comprehensive Income

for the period ended Poush 30, 2082 (January 14, 2026)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Poush 2082	Previous Quarter Ending Ashoj 2082	Previous Year Corresponding Quarter Ending Poush 2081
Power Sales	73,904	36,844	71,931
Less: Plant Operating Expenses	(8,320)	(4,642)	(8,623)
Gross Profit /(Loss)	**65,584**	**32,202**	**63,308**
Add: Other Income	3	3	1,101
Less: Administrative selling and Distribution Expenses	(1,393)	(761)	(1,892)
Operating Profit (Loss)	**64,193**	**31,444**	**62,516**
Less: Financial Cost	(3,388)	(1,847)	(2,927)
Less: Depreciation	(9,594)	(4,797)	(9,657)
Profit and Loss before Bonus, CSR and Tax	**51,210**	**24,799**	**49,932**
Less: Provision for Bonus	(1,004)	(482)	(979)
Less: Provision for CSR	(497)	(241)	(485)
Profit Before Tax	**49,709**	**24,077**	**48,469**
Current Tax / Deferred Tax	(4,971)	(2,408)	(5,007)
Profit for the Period	**44,738**	**21,669**	**43,462**
Ratio	**This Quarter Ending Poush 2082**	**Previous Quarter Ending Ashoj 2082**	**Previous Year Corresponding Quarter Ending Poush 2081**
Earnings Per Share (Annual)	21.15	22.33	24.18
Market Value Per Share	660.0	636.3	851.0
Price Earnings Ratio	31.21	28.50	35.19
Current Ratio	2.01	1.59	1.70
Return On Assets	14.04%	14.05%	13.71%
Net worth Per Share	121.76	127.26	128.74

NEPAL HYDRO DEVELOPER LTD.

Dillibazar, Kathmandu

SECOND QUARTER DISCLOSURE AS OF JANUARY 14, 2026 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION, 2073 Annexure -14 (Related to Sub regulation 1 of Regulation 26)

1) **FINANCIAL STATEMENTS**
- The unaudited financial statements for the Second quarter and financial ratios have been published along with this report.
- Transaction with related parties – Not Applicable (N/A).
- Important Financial Ratios: As attached in the unaudited financial statement.
- Company has amortized the intangible assets over the life of the project starting from the commercial Operation Date and in case of other fixed assets depreciation has been calculated based on Written Down Value

2) **MANAGEMENT ANALYSIS**
- Revenue from sale of Energy has increased by 2.74% as compared to the corresponding previous year's quarter ending resulting in increase in profit by 2.94%.
- Finance cost of the company has increased by 15.76% compared to the corresponding previous year's quarter ending as loan was availed for investment in other Hydropower project/s.
- Income Tax provision for F.Y 2082-83 has been accounted @10%.

3) **LEGAL PROCEEDINGS**
- Case filed by or against the company during the quarter, if any : N/A
- Case filed by or against the company or its promoter or Director for violation of the prevailing regulation or committing the criminal offence, if any: N/A
- Case filed against the Promoter or Director on financial crime, if any: N/A

4) **ANALYSIS OF SHARE TRANSACTION OF THE COMPANY**
- The shares of Nepal Hydro Developer Ltd listed in NEPSE on 6th November, 2017 and transacted from 17th November, 2017.
- The major highlights of share transactions during the quarter are as follows:

Maximum Price	Minimum Price	Closing Price	Total days of Transaction	No. of Transactions	No of Share Traded	Turnover of share Transaction
Rs 796/-	Rs. 623/-	Rs. 660/-	55	4864	926,967	Rs. 650,279,388.40 /-

5) **PROBLEMS AND CHALLENGES**

Internal Challenges
- To maintain Operational efficiency

External Challenges
- As per the Posted Rate Agreement the company is eligible to claim additional rate from Baisakh 2072 to Chaitra 2078. The company has invoiced Nepal Electricity Authority additional rate amount as per agreement and remaining amount of **Rs.3,62,53,384.79** is yet to be received which has affected cash flow of the company.
- Possibility of flood in monsoon season in rivers at power house area and disturbance in transmission line due to storm & technical fault.
- Climatic changes and hydrological fluctuation.
- Difficult to get hydropower equipment's spare parts in time.

Strategies followed by the management
- Use of internal manpower and taking expert agency advice to minimize the issues.
- Proper planning for effective maintenance and operation of power plant.
- Explore investment opportunities by utilizing fund

6) **Corporate Governance**
- The regular meeting of Board of Directors, Audit committee, Management and operation team is being conducted for strengthening good corporate governance within the company.

7) **DECLARATION**

I, the Chairman/Director of the company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to Second quarter of Financial year 2082-83, hereby declare that the information and details provided in this report are true, based on the facts and complete to the best of my knowledge and that information necessary for taking informed decision by the investors are not concealed.