Nepal Hydro Developer Limited

Dillibazar, Kathmandu

Unaudited Statement of Financial Position

As at Ashad 32, 2083 (July 16, 2026)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Ashad 2083	This Quarter Ending Chaitra 2082	Previous Quarter Ending Ashad 2082
ASSETS			
Property, Plant and Equipment (Net Blocks)	1,508	1,630	1,995
Intangible Assets (Net Blocks)	364,659	369,334	383,360
Investment	158,675	159,209	135,500
Deferred Tax Assets - *Net*	1,357	750	186
Total Non Current Asset	**526,198**	**530,923**	**521,041**
Total Current Assets	**90,130**	**100,379**	**83,055**
Total Assets	**616,329**	**631,303**	**604,097**
EQUITY AND LIABILITIES			
Equity			
Share Capital	423,134	423,134	388,197
Reserve and Surplus	105,427	99,858	84,126
Total Equity	**528,561**	**522,992**	**472,323**
Long Term Loan	24,500	48,000	71,000
Short Term Loan	46,500	46,000	50,007
Other Current Liabilities	16,767	14,311	10,767
Total Current & Non- Current Liabilities	**87,767**	**108,311**	**131,774**
Total Equity and Liabilities	**616,329**	**631,303**	**604,097**

Unaudited Statement of Profit or Loss Account and Other Comprehensive Income

for the period ended Ashad 32, 2083 (July 16, 2026)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Ashad 2083	This Quarter Ending Chaitra 2082	Previous Quarter Ending Ashad 2082
Power Sales	112,907	94,214	108,153
Less: Plant Operating Expenses	(16,731)	(12,307)	(16,759)
Gross Profit /(Loss)	**96,176**	**81,907**	**91,394**
Add: Other Income	31	23	1,502
Less: Administrative selling and Distribution Expenses	(2,731)	(1,980)	(4,730)
Operating Profit /(Loss)	**93,476**	**79,951**	**88,166**
Less: Financial Cost	(6,118)	(4,725)	(7,203)
Less: Depreciation	(19,188)	(14,391)	(19,215)
Profit or Loss before Bonus, CSR and Tax	**68,169**	**60,834**	**61,748**
Less: Provision for Bonus	(1,324)	(1,181)	(1,199)
Less: Provision for CSR	(662)	(579)	(599)
Profit Before Tax	**66,184**	**59,074**	**59,950**
Current Tax / Deferred Tax	(6,964)	(5,907)	(6,510)
Profit for the Period	**59,219**	**53,167**	**53,440**
Other Comprehensive Income:			
Other Comprehensive gain/(loss) for the year, net of tax	(613)	(558)	-
Total Comprehensive gain/(loss) for the year	**58,606**	**52,608**	**53,440**

Ratio	This Quarter Ending Ashad 2083	This Quarter Ending Chaitra 2082	Previous Quarter Ending Ashad 2082
Earnings Per Share (Annual)	14.00	16.58	13.77
Market Value Per Share	630.90	655.00	676.78
Price Earnings Ratio	45.08	39.51	49.16
Current Ratio	1.42	1.66	1.37
Return On Assets	9.51%	11.11%	8.85%
Net worth Per Share	124.92	123.60	121.67

NEPAL HYDRO DEVELOPER LIMITED

Dillibazar, Kathmandu

FOURTH QUARTER DISCLOSURE AS OF JULY 16, 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 Fourth 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 4.40% as compared to the corresponding previous year's quarter ending resulting in increase in profit for the period by 9.67%.
- Administrative, selling and distribution expenses and Finance cost of the company has decreased by 42.25% and 15.07% respectively compared to the corresponding previous year's quarter ending.
- Income Tax provision for F.Y 2082-83 has been accounted @10%.
- Company has undertaken strategic long-term investments in various hydropower companies with the objective of enhancing shareholder value and maximizing returns. The invested companies are as follows:

Invested Companies	Investment Amount	
	Non-Listed Company	Listed Company
Lower Charnawati Hydro Power Limited	5,500,000	-
Solu Hydropower Limited	-	30,000,000
Super Khudi Hydropower Limited	-	100,000,000
Mountain Energy Nepal Limited	-	13,647,911
Sahas Urja Limited	-	9,526,644
Total	**5,500,000**	**153,174,555**

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 683.90/-	Rs. 606.30/-	Rs. 630.9/-	64	1821	2,99,829	Rs. 191.38 Mio

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
- Assess the risks to minimize financial and operational risks

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 Fourth 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.