



Unaudited Statement of Financial Position
As at Poush 30, 2079 (January 14, 2023)

Amount in "000" Unless Specified

| Particulars | This Quarter Ending Poush 2079 | Previous Quarter Ending Ashoj 2079 | Previous Year Corresponding Quarter Ending Poush 2078 |
|---|--------------------------------|------------------------------------|---|
| Assets | | | |
| Property, Plant and Equipment (Net Blocks) | 729 | 775 | 883 |
| Intangible Assets (Not Blocks) | 424,167 | 430,897 | 452,214 |
| Investment Advances | 5,500 | 5,500 | 5,500 |
| Total Non Current Asset | 430,396 | 437,172 | 458,597 |
| Total Current Assets | 110,975 | 105,386 | 104,116 |
| Total Assets | 541,371 | 542,558 | 562,715 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share Capital | 335,926 | 319,930 | 319,930 |
| Reserve and Surplus | 37,701 | 42,079 | 23,291 |
| Total Equity | 373,627 | 362,009 | 343,221 |
| Long Term Loan | 100,000 | 114,500 | 155,345 |
| Short Term Loan | 60,875 | 59,000 | 55,875 |
| Other Current Liabilities | 6,869 | 7,049 | 8,274 |
| Total Current & Non- Current Liabilities | 167,744 | 180,549 | 219,494 |
| Total Equity and Liabilities | 541,371 | 542,558 | 562,715 |

Unaudited Statement of Profit or Loss Account and Other Comprehensive Income
for the period ended Poush 30, 2079

Amount in "000" Unless Specified

| Particulars | This Quarter Ending Poush 2079 | Previous Quarter Ending Ashoj 2079 | Previous Year Corresponding Quarter Ending Poush 2078 |
|--|--------------------------------|------------------------------------|---|
| Power Sales | 64,697 | 36,005 | 54,912 |
| Less: Plant Operating Expenses | (9,700) | (5,141) | (9,584) |
| Gross Profit (Loss) | 54,997 | 30,866 | 45,328 |
| Add: | | | |
| Other Income | 688 | 211 | - |
| Less: Administrative and Distribution Expenses | (944) | (352) | (1,194) |
| Operating Profit (Loss) | 54,741 | 30,675 | 44,135 |
| Less: | | | |
| Financial Cost | (5,225) | (1,894) | (6,203) |
| Depreciation | (14,046) | (7,271) | (14,069) |
| Profit and Loss before Bonus, CSR and Tax | 34,470 | 21,510 | 23,863 |
| Less: Provision for Bonus | (676) | (421) | (458) |
| Less: Provision for CSR | (334) | (200) | (232) |
| Profit Before Tax | 33,460 | 20,889 | 23,163 |
| Current Tax | (172) | (53) | - |
| Profit for the Period | 33,288 | 20,827 | 23,163 |
| Ratio | | | |
| Earning Per Share (Annual) | 10.82 | 26.04 | 14.48 |
| Market Value Per Share | 380.0 | 301 | 459 |
| Price Earning Ratio | 19.17 | 11.56 | 34.46 |
| Current Ratio | 1.64 | 1.63 | 1.62 |
| Return On Assets | 24.60% | 15.35% | 16.47% |
| Net worth Per Share | 116.78 | 113.15 | 114.79 |

SECOND QUARTER DISCLOSURE AS OF 14th JANUARY, 2023 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION 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 as per the provision of Income Tax Act.
- Income Tax provision on interest income from term deposit has been accounted @ 25%.

2) MANAGEMENT ANALYSIS

- The company has planned to develop cascading project of 5 MW in Charnawati Khola. It has received survey license from Department of electricity Development and is in the process to obtain Generation License.
- Revenue from sale of Energy has been increased by 17.82 % compared to the corresponding previous year's quarter ending. As a result net profit for the second quarter of 2079/80 has been increased.

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 14th November, 2017
- The major highlights of share transactions during the quarter are as follows:

| Maximum Price | Minimum Price | Closing Price | Total day of Transactions | No of Transactions | No of share Traded | Turnover of share Transactions |
|---------------|---------------|---------------|---------------------------|--------------------|--------------------|--------------------------------|
| Rs. 394.10/- | Rs. 297.2/- | Rs. 380/- | 52 | 2494/- | 462295/- | Rs. 16,17,16,907.9/- |

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.
- 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.

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 2079-80, 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.