



Nepal Hydro Developer Limited

Dillibazar, Kathmandu, Nepal

Unaudited Statement of Financial Position

As at Ashoj 31, 2079 (October 17, 2022)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Ashoj 2079	Previous Quarter Ending Ashad 2079	Previous Year Corresponding Quarter Ending Ashoj 2078
Assets			
Property, Plant and Equipment (Net Blocks)	775	820	939
Intangible Assets (Net Blocks)	430,897	438,122	459,071
Investment Advances	5,500	5,500	5,500
Total Non Current Asset	437,172	444,442	465,510
Total Current Assets	105,386	95,371	107,419
Total Assets	542,558	539,813	572,929
EQUITY AND LIABILITIES			
Equity			
Share Capital	319,930	319,930	299,000
Reserve and Surplus	42,079	21,252	35,405
Total Equity	362,009	341,182	334,405
Long Term Loan	114,500	128,124	168,971
Short Term Loan	59,000	64,445	62,122
Other Current Liabilities	7,049	6,062	7,431
Total Current & Non- Current Liabilities	180,549	198,631	238,524
Total Equity and Liabilities	542,558	539,813	572,929

Unaudited Statement of Profit or Loss Account and Other Comprehensive Income

for the period ended Ashoj 31, 2079

Amount In "000" Unless Specified

Particulars	This Quarter Ending Ashoj 2079	Previous Quarter Ending Ashad 2079	Previous Year Corresponding Quarter Ending Ashoj 2078
Power Sales	36,005	94,206	24,155
Less: Plant Operating Expenses	(5,149)	(18,737)	(3,892)
Gross Profit (Loss)	30,856	75,469	20,263
Add:			
Other Income	211	422	-
Less: Administrative selling and Distribution Expenses	(392)	(17,426)	(705)
Operating Profit (Loss)	30,675	58,465	19,558
Less:			
Financial Cost	(1,894)	(9,488)	(4,375)
Depreciation	(7,271)	(28,126)	(7,036)
Profit and Loss before Bonus, CSR and Tax	21,510	20,851	8,147
Less: Provision for Bonus	(421)	(409)	(160)
Less: Provision for CSR	(209)	(202)	(79)
Profit Before Tax	20,880	20,240	7,908
Current Tax	(53)	(86)	-
Profit for the Period	20,827	20,154	7,908
Ratio	This Quarter Ending Ashoj 2079	Previous Quarter Ending Ashad 2079	Previous Year Corresponding Quarter Ending Ashoj 2078
Earning Per Share (Annualized)	26.04	6.30	10.58
Market Value Per Share	301.1	473	462
Price Earning Ratio	11.56	75.09	43.67
Current Ratio	14.95	15.73	14.46
Return On Assets	15.35%	14.93%	5.52%
Net worth Per Share	113.15	106.64	111.84

FIRST QUARTER DISCLOSURE AS OF 17th OCTOBER, 2022

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 first 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 6 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 49.06% compared to the corresponding previous year's quarter ending. As a result net profit for the first quarter of 2079/80 has been increased.
- Finance cost of the company has decreased by 56.71% compared to the corresponding previous year's quarter ending

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. 427/-	Rs. 299/-	Rs. 301.1/-	66	4749/-	8,58,183/-	Rs. 33,40,98,417.1/-

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 First 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.