



नेपाल हाइड्रो डेभलपर लिमिटेड

Nepal Hydro Developer Limited

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UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND QUARTER, F/Y-2076-77
ENDED ON POUISH 29, 2076 (JANUARY 14, 2020)

Amounts in Thousand unless specified

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Property, Plant & Equipments -Net Block	499,757	507,546	531,050
Total Current Assets	136,260	133,911	112,076
Total Assets	636,017	641,457	643,126
Share Capital	260,000	260,000	260,000
Reserve & Surplus	47,757	43,248	32,592
Long Term Loans	247,456	257,995	289,500
Total Current Liability	80,804	80,214	61,035
Total Equity & Liabilities	636,017	641,457	643,127
Profit & Loss Account	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Power Sales	65,826	34,767	59,145
Less: Cost of Sales	5,648	2,197	4,231
Gross Profit / (Loss)	60,178	32,571	54,914
Less: Administrative, Selling & Distribution Expenses	1,325	575	1,347
Operating Profit / (Loss)	58,853	31,995	53,567
Less: Financial Cost	16,991	3,148	20,358
Depreciation	14,004	6,914	11,044
Profit / (Loss) Before Bonus & Tax	27,858	21,933	22,165
Less: Provision for Bonus	546	430	435
Less: Provision for CSR	270	213	215
Tax Expenses	-	-	-
Net Profit / (Loss) Transferred to Balance Sheet	27,042	21,290	21,515
Ratios	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Earning per Share (in Rs)	10.40	8.19	8.28
Market Value per share (in Rs)	118.00	98.00	124.00
Price Earning Ratio	11.35	11.97	14.98
Current Ratio	1.69	1.67	1.84
Return on Assets	4.25%	3.32%	3.35%
Net worth per share (in Rs)	118.37	116.63	112.54

SECOND QUARTER DISCLOSURE AS OF 14thJan, 2020 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.

2) MANAGEMENT ANALYSIS

- The gross profit increased by 10% during second quarter of this year as compared to the corresponding period of last year's figure.
- Total Current assets increased by 22% and total current liability increased by 32% as compared to corresponding period of previous year.
- 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 of IEE.

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 14 November, 2017.
- The major highlights of share transactions during the quarter are as follows:
Maximum Price – NPR 126/-, Minimum Price – NPR 94/-, Closing Price- NPR 118/-, No of Transaction Days -56, Total Transaction – 422, Total Traded Volume – 26,454 and Turnover – NPR -29,72,358/-

5) PROBLEMS AND CHALLENGES

Internal

- N/A

External

- Nepal Electricity Authority has not yet provided difference amount of posted and normal rate which is Rs.7,76,41,756/- till Mangsir 2076 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 and technical fault.

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, 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 2076-77, 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.