

Nepal Hydro Developer Ltd
Dillibazar, Kathmandu

**UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER, F/Y-2075-76 ENDED ON
ASHWIN 31, 2075 (OCTOBER 17, 2018)**

Amounts in Thousand unless specified

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Property, Plant & Equipments -Net Block	536506	546640	563965
Total Current Assets	125436	105860	85760
Total Assets	661,942	652,500	649,725
Share Capital	260,000	260,000	260,000
Reserve & Surplus	28,425	11,214	(6,261)
Long Term Loans	314,139	310,495	341997
Total Current Liability	59,377	70,791	53989
Total Equity & Liabilities	661,941	652,500	649,725
Profit & Loss Account	This Quarter Ending	This Quarter Ending	Corresponding Previous Year Quarter Ending
Power Sales	34,139	107,615	37286
Less: Cost of Sales	4,121	15,946	4641
Gross Profit / (Loss)	30,018	91,669	32645
Less: Administrative, Selling & Distribution Expenses	444	6,159	483
Operating Profit / (Loss)	29,574	85,510	32162
Less: Financial Cost	6,258	41,832	11517
Depreciation	5,520	23,303	5832
Profit/(Loss) Before Bonus & Tax	17,796	20,375	14813
Less: Provision for Bonus	349	400	290
Less: Provision for CSR	173	198	144
Tax Expenses	-	-	-
Net Profit / (Loss) Transferred to Balance Sheet	17,274	19,777	14,379
Ratios	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Earning per Share (in Rs)	6.64	7.61	5.53
Market Value per share (in Rs)	136.00	168.00	-
Price Earning Ratio	20.47	22.09	-
Current Ratio	2.11	1.50	1.59
Return on Assets	2.61%	3.03%	2.21%
Net worth per share (in Rs)	110.93	104.31	97.59



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**FIRST QUARTER DISCLOSURE AS OF 17th OCTOBER, 2018 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.

2) MANAGEMENT ANALYSIS

- The gross profit decreased marginally during first quarter of this year as compared to the corresponding period of last year's figure.
- Total Current assets increased by 46% and total current liability increased by 10 % 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 14th November, 2017.
- The major highlights of share transactions during the quarter are as follows:
Maximum Price – NPR 176/-, Minimum Price – NPR 133/-, Closing Price- NPR 136/-, No of Transaction Days -61, Total Transaction – 501, Total Traded Volume – 10,030 and Turnover – NPR -15,87,000/-

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.6,11,36,912/- till Ashwin 2075 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 are 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 2075-76, 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.

