



नेपाल हाइड्रो डेभलपर लिमिटेड Nepal Hydro Developer Limited

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UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND QUARTER, F/Y-2075-76 ENDED ON POUSH 30, 2075 (JANUARY 14, 2019)

Amounts in Thousand unless specified

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Property, Plant & Equipments-Net Block	531,050	536,506	555,837
Total Current Assets	112,076	125,436	97,205
Total Assets	643,127	661,942	653,042
Share Capital	260,000	260,000	260,000
Reserve & Surplus	32,592	28,425	13,685
Long Term Loans	289,500	314,139	351,245
Total Current Liability	61,035	59,377	28,112
Total Equity & Liabilities	643,127	661,941	653,042
Profit & Loss Account	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Power Sales	59,145	34,139	67,735
Less: Cost of Sales	4,231	4,121	7,060
Gross Profit / (Loss)	54,914	30,018	60,675
Less: Administrative, Selling & Distribution Expenses	1,347	444	2,872
Operating Profit / (Loss)	53,567	29,574	57,803
Less: Financial Cost	20,358	6,258	21,374
Depreciation	11,044	5,520	13,960
Profit / (Loss) Before Bonus & Tax	22,165	17,796	22,469
Less: Provision for Bonus	435	349	220
Less: Provision for CSR	215	173	-
Tax Expenses	-	-	-
Net Profit / (Loss) Transferred to Balance Sheet	21,515	17,274	22,249
Ratios	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Earning per Share (in Rs)	8.28	6.64	8.56
Market Value per share (in Rs)	124.00	136.00	222.00
Price Earning Ratio	14.98	20.47	25.94
Current Ratio	1.84	2.11	3.46
Return on Assets	3.35%	2.61%	3.41%
Net worth per share (in Rs)	112.54	110.93	105.26

SECOND QUARTER DISCLOSURE AS OF 14th JAN, 2019 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 decreased by 9.49% during second quarter of this year as compared to the corresponding period of last year's figure.
- Total Current assets increased by 15.29% and total current liability increased by 117% 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 153/-, Minimum Price – NPR 117/-, Closing Price- NPR 124/-, No of Transaction Days-50,
Total Transaction – 352, Total Traded Volume – 9,280 and Turnover – NPR -12,48,760/-

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.6,33,69,589/- till Kartik 2075 which has affected cash flow of the company.
- Due to no rain in this dry season, the generation of electricity has affected adversely.
- 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 second 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

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