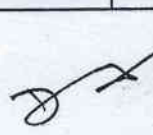



Nepal Hydro Developer Ltd
Dillibazar, Kathmandu

**UNAUDITED FINANCIAL STATEMENTS FOR THE THIRD QUARTER, F/Y-2076-77 ENDED ON
CHAITRA 30, 2076 (APRIL 12, 2020)**

Amounts in Thousand unless specified

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Property, Plant & Equipments -Net Block	495,885	499,757	525,637
Total Current Assets	116,832	136,260	112,025
Total Assets	612,716	636,017	637,662
Share Capital	260,000	260,000	260,000
Reserve & Surplus	52,929	47,757	31,150
Long Term Loans	236,423	247,456	289,215
Total Current Liability	63,364	80,804	57,297
Total Equity & Liabilities	612,716	636,017	637,662
Profit & Loss Account	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Power Sales	86,976	65,826	75,646
Less: Cost of Sales	8,819	5,648	5,957
Gross Profit / (Loss)	78,157	60,178	69,689
Add: Other Income	113	-	-
Less: Administrative, Selling & Distribution Expenses	1,786	1,325	2,509
Operating Profit / (Loss)	76,484	58,853	67,180
Less: Financial Cost	25,341	16,991	30,081
Depreciation	17,957	14,004	16,574
Profit / (Loss) Before Bonus & Tax	33,187	27,858	20,525
Less: Provision for Bonus	651	546	302
Less: Provision for CSR	322	270	150
Tax Expenses	-	-	-
Net Profit / (Loss) Transferred to Balance Sheet	32,214	27,042	20,073
Ratios	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Earning per Share (in Rs)	12.39	10.40	7.72
Market Value per share (in Rs)	117.00	118.00	125.00
Price Earning Ratio	9.44	11.35	16.19
Current Ratio	1.84	1.69	1.96
Return on Assets	5.26%	4.25%	3.15%
Net worth per share (in Rs)	120.36	118.37	111.98

Nepal Hydro Developer Ltd.
Dillibazar, Kathmandu

**THIRD QUARTER DISCLOSURE AS OF 12th Apr, 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 Third 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 12% during Third quarter of this year as compared to the corresponding period of last year's figure.
- Total Current assets increased by 4% and total current liability increased by 11% 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 116/-, Closing Price- NPR 117/-, No of Transaction Days -44, Total Transaction – 897, Total Traded Volume – 53,490 and Turnover – NPR -74,92,298/-

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.3,33,02,392/- till Falgun 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 Third 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.

