



Nepal Hydro Developer Limited

Dillibazar, Kathmandu, Nepal

Unaudited Statement of Financial Position

As at Poush 29, 2080 (January 14, 2024)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Poush 2080	Previous Quarter Ending Ashoj 2080	Previous Year Corresponding Quarter Ending Poush 2079
Assets			
Property, Plant and Equipment (Net Blocks)	587	624	729
Intangible Assets (Net Blocks)	410,156	412,052	424,167
Investment Advances	35,500	35,500	5,500
Total Non-Current Asset	446,243	448,175	430,396
Total Current Assets	89,930	91,838	110,975
Total Assets	536,173	540,013	541,371
EQUITY AND LIABILITIES			
Equity			
Share Capital	359,441	335,927	335,926
Reserve and Surplus	54,319	62,099	37,701
Total Equity	413,760	398,025	373,627
Long Term Loan	42,000	68,837	100,000
Short Term Loan	66,814	58,000	60,875
Other Current Liabilities	13,599	15,150	6,869
Total Current & Non- Current Liabilities	122,413	141,988	167,744
Total Equity and Liabilities	536,173	540,013	541,371

Unaudited Statement of Profit or Loss Account and Other Comprehensive Income

for the period ended Poush 29, 2080 (Jan 14, 2024)

Amount In "000"
Unless Specified

Particulars	This Quarter Ending Poush 2080	Previous Quarter Ending Ashoj 2080	Previous Year Corresponding Quarter Ending Poush 2079
Power Sales	65,660	36,154	64,697
Less: Plant Operating Expenses	(8,896)	(4,367)	(9,700)
Gross Profit (Loss)	56,764	31,787	54,997
Add:			
Other Income	460	392	688
Less: Administrative selling and Distribution Expenses	(834)	(722)	(944)
Operating Profit (Loss)	56,390	31,457	54,741
Less:			
Financial Cost	(8,630)	(5,118)	(6,225)
Depreciation	(9,395)	(7,463)	(14,046)
Profit and Loss before Bonus, CSR and Tax	38,365	18,876	34,470
Less: Provision for Bonus	(752)	(370)	(676)
Less: Provision for CSR	(372)	(183)	(334)
Profit Before Tax	37,241	18,322	33,460
Current Tax / Deferred Tax	(4,088)	(2,291)	(3,346)
Profit for the Period	33,153	16,032	30,114
Ratio	This Quarter Ending Poush 2080	Previous Quarter Ending Ashoj 2080	Previous Year Corresponding Quarter Ending Poush 2079
Earning Per Share (Annual)	18.45	19.09	17.93
Market Value Per Share	441.1	317	380.0
Price Earning Ratio	23.91	16.61	21.19
Current Ratio	1.12	1.26	1.64
Return On Assets	12.37%	11.87%	11.13%
Net worth Per Share	115.11	118.49	111.22

SECOND QUARTER DISCLOSURE AS OF 14th January, 2024 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION, 2073 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.
- 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.

2) MANAGEMENT ANALYSIS

- The company has planned to develop new Hydropower project.
- Revenue from sale of Energy has been increased by 1.49% compared to the corresponding previous year's quarter ending.
- Finance cost of the company has increased by 38.63% compared to the corresponding previous year's quarter ending.
- Income Tax provision for F.Y 2080-81 has been accounted @10%.

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 17th 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. 443/-	Rs. 318/-	Rs. 441.10/-	49	3365	762,809	Rs. 30,91,38,871.10/-

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 Second quarter of Financial year 2080-81, 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.