



Liberty Energy Company Ltd
Kalika Marg, Kathmandu, Nepal

**UNAUDITED FINANCIAL STATEMENTS FOR THE THIRD QUARTER,
FISCAL YEAR 2080/81 ENDED 30th Chaitra, 2080 (12th April, 2024)**

(In NPR)

Particulars	Current Quarter Ending Chaitra end, 2080	Previous Quarter Ending Poush end, 2080	Corresponding Previous Year Quarter ending Chaitra end, 2079
Assets			
Non-Current Assets			
Property, plant and equipment	21,289,220.80	22,142,599.08	21,927,849.21
Intangible Assets	5,972,388,927.45	5,985,794,350.52	6,077,838,599.94
Project work-in progress	78,393,203.59	78,297,003.59	63,380,053.25
Financial Assets			
Other Investments	1,000,000.00	1,000,000.00	1,000,000.00
Other non-current assets	545,000.00	545,000.00	1,545,000.00
Deferred tax assets			
Total Non-Current Assets	6,073,616,351.83	6,087,778,953.19	6,165,691,502.40
Current Assets			
Inventories	3,312,864.24	3,561,212.55	1,255,238.28
Financial Assets			
Cash and cash equivalents	3,422,935.49	23,762,148.77	16,125,307.03
Other current assets	27,010,925.67	35,753,573.04	55,993,270.62
Trade Receivable	88,027,315.47	107,145,050.83	87,674,306.82
Total Current Assets	121,774,040.87	170,221,985.19	161,048,122.75
Total Assets	6,195,390,392.71	6,258,000,938.39	6,326,739,625.15
Equity and Liabilities			
Equity			
Equity share capital	1,500,000,000.00	1,500,000,000.00	1,500,000,000.00
Retained Earnings	(604,497,333.06)	(557,270,624.96)	(254,624,517.85)
Total Equity	895,502,666.94	942,729,375.04	1,245,375,482.15
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Long Term Borrowing	4,959,515,930.71	4,920,492,560.57	4,124,676,505.10
Other Financial Liabilities			
Deferred Tax Liabilities			
Other Non-Current Liabilities	36,918,264.00	36,918,264.00	-
Total Non-Current Liabilities	4,996,434,194.71	4,957,410,824.57	4,124,676,505.10
Current Liabilities			
Financial Liabilities			
Short Term Borrowing	41,000,000.00	51,171,335.78	543,450,591.85
Trade Payables	145,734,640.97	170,588,568.27	245,528,905.36
Other Financial Liabilities			
Provisions	115,348,908.64	132,860,439.11	141,429,064.99
Other Current Liabilities	1,369,981.45	3,240,395.62	26,279,075.70
Total Current Liabilities	303,453,531.06	357,860,738.78	956,687,637.90
Total Liabilities	5,299,887,725.77	5,315,271,563.35	5,081,364,143.00
Total Equity and Liabilities	6,195,390,392.71	6,258,000,938.39	6,326,739,625.15

(In NPR)

Statement of Profit or Loss and Other Comprehensive Income	Current Quarter Ending Chaitra End, 2080	Previous Quarter Ending Poush End, 2080	Corresponding Previous Year Quarter Ending Chaitra End, 2079
Revenue from Electricity Generation	138,274,254.03	144,676,561.37	131,155,068.65
Cost of sales			
Generation and Distribution Expenses	16,929,387.03	15,920,738.44	8,310,455.23
Gross Profit	121,344,867.00	128,755,822.93	122,844,613.42
Depreciation and Amortization	31,366,020.52	57,032,048.88	55,371,477.53
Other Income	950,000.00	119,017.36	-
Administrative and Other Operating Expenses	5,425,058.38	3,699,123.71	5,707,143.69
Impairment loss on investment	-	-	-
Gain/(loss) on Disposal	-	-	-
Profit from operation	85,503,788.10	68,143,667.70	61,765,992.20
Finance Income			
Finance Costs	132,730,496.20	139,254,343.73	141,751,524.08
Profit Before tax	(47,226,708.10)	(71,110,676.03)	(79,985,531.88)
Income tax Expense			
Current Tax			
Deferred Tax			
Profit for the Year	(47,226,708.10)	(71,110,676.03)	(79,985,531.88)
Other comprehensive gain/ (loss) for the year, net of tax	-	-	-
Total comprehensive gain/ (loss) for the year, net of tax	(47,226,708.10)	(71,110,676.03)	(79,985,531.88)

Note: The figures are regrouped and rearranged where necessary.

The Unaudited Financial figure are subject to change from external auditors and Regulatory Authority.

THIRD QUARTER DISCLOSURE AS AT 30th Chaitra, 2080 (12th April, 2024)
AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION Annexure -14
(Related to Sub regulation 1 of Regulation 26)

1. FINANCIAL STATEMENT

- The unaudited financial statement for the third quarter has been published as a part of this report.
- Key Financial Ratios at the end of the quarter:**

Period	Earnings Per Share	Net Worth Per Share	Current Ratio	P/E Ratio (Annualized)	Return on Assets
This year quarter end	(3.15)	59.70	0.401	(61.24)	-0.76%
Previous quarter end	(4.74)	62.85	0.476	(41.01)	-1.14%
Corresponding previous year quarter end	(5.33)	83.03	0.168	(50.66)	-1.26%

2. MANAGEMENT ANALYSIS

- “Any changes in the stock, income and liquidity during the quarter and reason for change, if any:**
The Upper Dordi “A” Hydropower Project (25 MW) owned by company located in Lamjung district is commercially started from 17th Mangsir, 2079. The revenue from generation of electricity is for a period of 1st Magh 2080 to Chaitra end 2080. As per the Power Purchase Agreement with NEA the rate has been increased by 3% effective from 1st Poush, 2080. The project is in continuous operation during the end of current quarter.
- “The statement of management analysis on the upcoming business plans:**
The company holds the license for the development of other two Hydroelectric Project namely Badigad Khola Hydroelectric Project 24.60 MW located at Baglung and Lodo Khola Small Hydroelectric Project 1.60 MW located at Lamjung. Company has obtained the Generation License of Badigad Khola HEP and PPA is in process and also signed on PPA of Lodo Khola SHEP and in process to obtain the Generation License.
- “The analytical statement on the possible effect on company’s profitability, stock and cash flow on the past experience:**
The company has not perceived any significant events that could have affect in the company’s financial except an event that could arise beyond our control.

3. STATEMENT RELATED TO LEGAL ACTION

- Case filed by or against the company during the quarter, if any: None
- 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: None
- Case filed against the Promoter or Director on financial crime, if any: None

4. ANALYSIS OF SHARE TRANSACTION OF THE COMPANY

- The major highlights of share transactions during the quarter are as follows:

Maximum Price	Minimum Price	Closing Price	Transaction days	Traded Volume	Turnover
249	177	192.9	58	6,319,047.00	1,338,023,881.6

5. PROBLEMS AND CHALLENGES

- Internal and External Problems**
- High Financial Cost due to the various force majeure events arise during the construction period
- Non-dispatch of energy due to forced outage by NEA
- Risk of Flood during monsoon and decreasing water flow in the rivers during dry season
- Inadequate existing transmission line network for evacuation of generated energy
- Strategies**
- Reduce operation cost and maintain plant to generate optimum energy.
- Negotiation with the bank and financial institutions to reduce interest rate.
- Request NEA to convert amended PPA clause to Take or Pay from contingency plan.

6. CORPORATE GOVERNANCE

The company has regular meetings of Board of Directors and Board Committees in compliance with the Corporate Governance Guidelines, 2074 issued by the Securities Board of Nepal. Various rules, regulations and policies has been prepared for the proper functioning of the company.

7. DECLARATION OF CHIEF EXECUTIVE ON TRUTH, FACTFULNESS

I, the Chairman of this company, take the responsibility of accuracy of the information and details mentioned in this report for the period 3rd Quarter of F.Y. 2080/81, hereby declare that the information and details provided in this report are true and factfulness, based on facts and complete to best of my knowledge.

