



"UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND QUARTER, FISCAL YEAR 2080/81 ENDED 29th Poush, 2080 (14th January, 2024)"
(In NPR)

Statement of Financial Position	Current Quarter Ending Poush End, 2080	Previous Quarter Ending Ashoj End, 2080	Corresponding Previous Year Quarter ending Poush End, 2079
Assets			
Non-Current Assets			
Property, plant and equipment	22,142,599.08	19,924,725.71	23,061,255.67
Intangible Assets	5,985,794,350.52	6,032,697,917.03	6,119,595,663.11
Project work in progress	78,297,003.59	75,582,807.75	62,463,053.25
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	6,087,778,953.19	6,129,750,450.49	6,207,664,972.03
Current Assets			
Inventories	3,561,212.55	2,559,561.12	2,497,775.32
Financial Assets			
Cash and cash equivalents	23,762,148.77	5,051,663.74	1,978,255.37
Other current assets	35,753,573.04	42,794,015.66	137,557,625.13
Trade Receivable	107,145,050.83	68,655,385.44	68,655,385.44
Total Current Assets	170,221,985.19	119,060,625.96	142,033,655.82
Total Assets	6,258,000,938.38	6,248,811,076.45	6,349,698,627.85
Equity and Liabilities			
Equity			
Equity share capital	1,500,000,000.00	1,500,000,000.00	1,500,000,000.00
Retained Earnings	(557,270,624.96)	(486,159,948.93)	(174,638,985.97)
Total Equity	942,729,375.04	1,013,840,051.07	1,325,361,014.03
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Long Term Borrowing	4,920,492,560.57	4,367,905,788.98	4,029,849,188.55
Other Financial Liabilities			
Deferred Tax Liabilities			
Other Non-Current Liabilities	36,918,264.00	29,525,790.00	
Total Non-Current Liabilities	4,957,410,824.57	4,397,431,578.98	4,029,849,188.55
Current Liabilities			
Financial Liabilities			
Short Term Borrowing	51,171,335.78	417,816,137.19	598,796,305.95
Trade Payables	170,588,568.27	275,233,766.22	266,560,349.96
Other Financial Liabilities			
Provisions	132,860,439.11	142,043,256.03	105,160,055.70
Other Current Liabilities	3,240,395.62	2,446,286.96	23,971,713.66
Total Current Liabilities	357,860,738.78	837,539,446.40	994,488,425.27
Total Liabilities	5,315,271,563.35	5,234,971,025.38	5,024,337,613.82
Total Equity and Liabilities	6,258,000,938.38	6,248,811,076.45	6,349,698,627.85

Statement of Profit or Loss and Other Comprehensive Income	Current Quarter Ending Poush End, 2080	Previous Quarter Ending Ashoj End, 2080	Corresponding Previous Year Quarter Ending Poush End, 2079
Revenue from Electricity Generation	144,676,561.37	101,498,847.98	82,512,735.55
Cost of sales			
Generation and Distribution Expenses	15,920,738.44	14,598,967.48	3,178,103.44
Gross Profit	128,755,822.93	86,899,880.50	79,334,632.11
Depreciation and Amortization	57,032,048.88	57,351,988.76	1,133,516.93
Other Income	119,017.56	1,846,061.28	
Administrative and Other Operating Expenses	3,699,123.71	5,269,550.46	5,028,686.06
Impairment loss on investment			
Gain/(loss) on Disposal			
Profit from operation	68,143,667.70	26,124,402.56	73,172,429.12
Finance Income			
Finance Costs	139,254,343.73	144,314,558.29	61,630,711.81
Profit Before tax	(71,110,676.03)	(118,190,155.73)	11,541,717.31
Income tax Expense			
Current Tax			
Deferred Tax			
Profit for the Year	(71,110,676.03)	(118,190,155.73)	11,541,717.31
Other comprehensive gain/ (loss) for the year, net of tax			
Total comprehensive gain/ (loss) for the year, net of tax	(71,110,676.03)	(118,190,155.73)	11,541,717.31

Note: The figures are regrouped and rearranged where necessary.
The Unaudited Financial figure are subject to change from external auditors and Regulatory Authority.

"SECOND QUARTER DISCLOSURE AS OF 29th Poush, 2080 (14th January, 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 second 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 quarter end	(4.74)	62.85	0.476	(41.01)	-1.14%
Previous quarter end	(7.88)	67.59	0.142	(13.18)	-1.89%
Corresponding previous year quarter end	0.77	88.36	0.143	358.70	0.18%

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 Kartik 2080 to Poush end 2080. We could not generate electricity on full capacity on Kartik, 2080 due to force outage by Nepal Electricity Authority which has reduced the income of the company. But plant could generate excess of contract energy during the month of Mangsir & Poush. The plant is in continuous operation during the 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
204.50	138	194.40	49	57,49,724	98,17,51,021.90

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
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 2nd quarter of FY 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.