



Mailung Khola Jal Vidhyut Company Ltd.

Kathmandu, Nepal

Unaudited Financial Reports (Quarterly)

As on 4th Quarter (2079.03.32) of the Fiscal Year 2078/79

Unaudited Statement of Financial Position As at 2079.03.32 (2022.07.16)

Particulars	This Quarter Ending As on 32 Ashad 2079	Previous Quarter Ending As on 30 Chaitra 2078	Corresponding Previous Quarter Ending As on 31 Ashad 2078
Assets			
Non current Assets			
Property, Plant and Equipment	1,250,810	1,354,571	,576,356
Intangible Assets	708,663,136	718,235,889	746,551,834
Intangible Assets under development	-	-	-
Investment in Subsidiaries	25,923,100	8,423,100	8,423,100
Investment in Associates	-	-	-
Investment Securities	-	-	-
Deferred Tax Assets	-	-	-
Other Non-Current Assets	-	-	-
Total Non Current assets	735,837,046	728,013,560	756,551,289
Current Assets			
Inventories	-	-	-
Trade Receivables	142,230,948	143,844,265	141,148,707
Cash and Cash equivalents	3,386,537	2,726,449	274,644
Other Financial Assets	4,552,058	5,487,214	3,929,191
Other Current Assets	9,683,463	9,645,205	13,486,077
Current Tax Assets	4,036,460	4,036,460	-
Assets Held For sale	-	-	-
Total Current assets	163,889,467	165,739,593	158,838,620
Total Assets	899,726,515	893,753,154	915,389,910
Equity and Liabilities			
Equity			
Share Capital	368,143,000	368,143,000	294,514,400
Reserves	-	-	-
Retained Earnings	20,420,532	15,572,643	4,317,429
Total Equity	388,563,532	383,715,643	298,831,829
Non Current Liabilities			
Borrowings	367,755,691	376,622,738	475,555,958
Provisions	-	-	-
Deferred Tax Liabilities	-	-	-
Other Non-Current Liabilities	37,339,079	35,627,051	37,350,399
Total Non current Liabilities	405,094,769	412,249,788	512,906,357
Current Liabilities			
Short term Borrowings	91,360,053	86,151,736	91,435,458
Trade Payables	-	-	-
Short term Provisions	-	-	-
Other Current Liabilities	14,708,160	11,635,988	12,216,266
Total Current Liabilities	106,068,213	97,787,723	103,651,723
Total Equity and Liabilities	899,726,515	893,753,154	915,389,910

Unaudited Statement of Profit or Loss Account & Other Comprehensive Income for the period ended 32 Ashad 2079 (16 July 2022)

Particulars	Up to This Quarter Ending As on 32 Ashad 2079	Up to Previous Quarter Ending As on 30 Chaitra 2078	Up to Corresponding Previous Quarter Ending As on 31 Ashad 2078
Revenue From Sales of Electricity	114,563,607	86,574,767	126,172,345
Cost of Sales	15,059,782	7,186,334	24,408,299
Gross profit	99,503,825	79,388,433	101,764,046
Other income	20,268,303	1,488,375	21,365,300
Personnel Expenses	5,623,265	2,404,896	3,104,946
Other operating and Administrative expenses	8,292,830	7,504,301	4,340,558
Impairment Charges/(Reversal)	-	-	-
Depreciation & Amortisation	38,758,580	29,068,935	38,910,139
Operating profit	67,097,454	41,898,676	76,773,702
Finance Income	-	-	-
Finance Cost	45,221,900	28,246,415	48,752,279
Share of profit after tax of associates and Joint ventures	-	-	-
Other Operating Income/(Loss)	-	-	-
Profit Before Tax	21,875,554	13,652,261	28,021,424
Income Tax Expenses	-	-	-
Current Tax	5,267,982	1,892,580	496,125
Deferred Tax	-	-	-
Profit for the year	16,607,572	11,759,682	27,525,299
Other Comprehensive Income:			
Items that will not be reclassified to profit or loss	-	-	-
Gains/(losses) from investments in equity instruments measured at fair value	-	-	-
Gains/(losses) on revaluation	-	-	-
Actuarial gains/(losses) on defined benefit plans	-	-	-
Income tax relating to above items	-	-	-
Other comprehensive gain/(loss) for the period, net of tax	-	-	-
Total comprehensive gain/(loss) for the period, net of tax	16,607,572	11,759,682	27,525,299

Note: 1. The Unaudited Financial figures are subject to change from external auditors and regulatory authorities.

2. The figures are regrouped and rearranged wherever necessary

4th QUARTER DISCLOSURE AS OF 2079.03.32

AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION

ANNEXURE-14 (RELATED TO SUB REGULATION 2 OF REGULATION 22)

1. Financial Statement

- The unaudited financial statements for the fourth quarter of FY 2078/79 have been published along with this report.
- Transaction with Related Parties:** Mailung Khola Jal Vidhyut Company Limited (MKJVCL) has investment of NPR. 25,923,100 in Mathillo Mailun Khola Jalvidhyut Limited.
- Major Financial Indicators are as follows:

Earnings per share (Rs.) (EPS)*	Net-worth Per Share (Rs.)	Market Value Per Share (Rs.)	PE Ratio	Total Assets per share (Rs.)	Current Ratio
4.51	105.55	509.8	113.01	244.40	1.55

* EPS is annualized

2. Management Analysis

- Any change in the stock, income and liquidity during the quarter and reason for change, if any:** Up to fourth quarter, Mailung Khola Jal Vidhyut Company Limited (MKJVCL) (5MW) has generated the invoice of NPR. 114,563,607.00 from sale of electricity and gross operating profit decreased to NPR. 99,503,825.00 With decline of NPR. 2,260,221.00 up to this quarter as compared to the corresponding period of last year's figure, which is mainly due to posted rate receivable amount received in corresponding year. Beside this company has other income of NPR. 20,268,303 relating to land leased to Nepal Water & Energy Development Company Pvt. Ltd. and income from license of Madhya Mailung Khola Jal Vidhyut Project acquired by Mathillo Mailun Khola Jal Vidhyut Co. Ltd. An expense of NPR. 5,145,479.57 incurred during IPO issue process have been shown in Administrative and General Expense in Profit & Loss account.
- The statement of management analysis on the Upcoming business Plan:** The management is persistently working on improving internal control system and risk management practices.
- The analytical statement on the possible effect on company's profitability, stock, and cash flow based on past experience:** The Company has maintained steady progress on profitability and there is no such other incident during the period which might have negative impact on the reserves, profit or cash flow position of the company.

3. Legal Proceedings

- 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 Company's Share Transaction

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

Maximum price NPR.	Rs. 733.9	Total Transactions	30,752.00
Minimum price NPR.	Rs.186.5	No. of transaction Day	197
Closing price NPR.	Rs. 492.6	Total traded volume	1,437,143.00
Turnover NPR.	792,656,691.30		

5. Problems & Challenges

a. Internal Challenges

- Retention and optimization of skilled human resource.
- Fund management
- To maintain the operational efficiency.

b. External Challenges

- Inconsistent regulatory and policy level commitment from the government regulatory agencies in development of hydroelectric projects
- Fluctuating cost of capital and devaluing local currency.
- Delay of statutory approvals.
- Difficulty in smooth operation due to COVID-19 pandemic.
- Loss due to natural disaster –flood, Earthquake, force measure issue, etc.
- Lack of domestic suppliers and vendors for hydropower equipment and spare parts.

c. Strategies followed by the management:

- HR optimization plan will be implemented.
- Identification of different financial instruments along with risk assessment.
- Development of various internal policies and procedures.

6. Corporate Governance

The Board of Directors and Key management Personnel are committed to upholding good corporate governance practice in the company governance, by implementing various manuals, policies, rules & guidelines for proper functioning of the operation of the company. Various committees and sub-committee are in the process of formation in compliance with companies act, 2063 and corporate Governance guideline, 2074 issued by Security Exchange Board of Nepal.

7. Reporting

This Quarter's report has been made on the basis of Nepal Financial Reporting Standard (NFRS) and necessary adjustments has been made where ever required as per the standard and retrospective effect of the same has also been shown in the figures of previous quarters.

8. Declaration

I the General Manager of this Company, take the responsibility of accuracy of the information and that the information and details provided in this report are true, based on facts, and complete to the best of my knowledge and that information necessary for taking informed decision by the investors are not concealed.