



Mailung Khola Jal Vidhyut Company Ltd.

Kathmandu, Nepal

Unaudited Financial Reports for the Fourth Quarter

Fiscal Year 2079/80 ended Ashadh 31, 2080 (July 16, 2023)

Unaudited Statement of Financial Position

Amount in Nepalese Rupees

Particulars	This Quarter Ending Ashadh End 2080	Previous Quarter Ending Chaitra End 2079	Corresponding Previous Quarter Ending Ashadh End 2079 Audited
Assets			
Non current Assets			
Property, Plant and Equipment	967,424	1,026,564	1,248,163
Intangible Assets	660,058,941	671,235,396	704,450,425
Intangible Assets under development	-	-	-
Investment in Subsidiaries	25,923,100	25,923,100	25,923,100
Investment in Associates	-	-	-
Investment Securities	-	-	-
Deferred Tax Assets	-	-	-
Other Non-Current Assets	-	-	-
Total Non Current assets	686,949,465	698,185,060	731,621,688
Current Assets			
Inventories	-	-	-
Trade Receivables	141,320,094	138,542,278	142,233,948
Cash and Cash equivalents	2,331,597	2,474,983	3,522,882
Other Financial Assets	2,806,761	3,223,577	4,146,209
Other Current Assets	5,160,274	7,844,656	12,884,042
Current Tax Assets	168,962	677,897	625,257
Total Current assets	151,787,689	152,763,392	163,412,338
Total Assets	838,737,154	850,948,452	895,034,026
Equity and Liabilities			
Equity			
Share Capital	368,143,000	368,143,000	368,143,000
Reserves	125,852	125,852	125,852
Retained Earnings	9,195,563	13,921,983	9,303,231
Total Equity	377,464,415	382,190,835	377,572,083
Non Current Liabilities			
Borrowings	330,030,006	343,430,006	380,030,006
Other Non-Current Liabilities	33,070,128	33,673,530	34,537,922
Total Non current Liabilities	363,100,134	377,103,536	414,567,928
Current Liabilities			
Short term Borrowings	87,558,212	79,856,120	91,360,055
Unsecured Loan from Director&other	-	-	-
Trade Payables	-	-	-
Other Current Liabilities	10,614,392	11,797,961	11,533,960
Total Current Liabilities	98,172,605	91,654,081	102,894,015
Total Equity and Liabilities	838,737,154	850,948,451	895,034,026

Unaudited Statement of Profit or Loss Account & Other Comprehensive Income

Particulars	This Quarter Ending Ashadh End 2080	Previous Quarter Ending Chaitra End 2079	Corresponding Previous Quarter Ending Ashadh End 2079 Audited
Revenue From Sales of Electricity	107,882,703	82,341,220	114,135,123
Compensation Income	462,816	117,696	-
Cost of Sales	14,434,060	9,103,241	12,800,508
Gross profit	93,911,459	73,355,675	101,334,616
Other Income	2,056,422	1,488,375	16,882,814
Personnel Expenses	4,501,996	2,876,932	4,854,958
Other Operating and Administrative expenses	3,002,088	3,205,993	10,352,975
Impairment Charges/(Reversal)	-	-	-
Depreciation & Amortisation	45,044,059	33,779,963	45,118,667
Operating profit	43,419,739	34,981,161	57,890,829
Finance Income			
Finance Cost	33,613,301	25,290,316	37,580,495
Share of profit after tax of associates and Joint ventures	-	-	-
Other Operating Income/(Loss)	-	-	-
Profit Before Tax	9,806,438	9,690,846	20,310,334
Income Tax Expenses			
Current Tax	514,106	372,094	3,770,203
Deferred Tax	-	-	-
Profit for the year	9,292,332	9,318,752	16,540,131
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	-	-	125,852
Income tax relating to above items	-	-	-
Other comprehensive gain/ (loss) for the period, net of tax	-	-	125,852
Total comprehensive gain/ (loss) for the period, net of tax	9,292,332	9,318,752	16,665,983

- Note:** 1. Corresponding Previous Quarter Ending Ashadh End 2079 figures are from audited financial statements.
2. The Unaudited Financial figures are subject to change from external auditors and regulatory authorities.
3. The figures are regrouped and rearranged wherever necessary.

4th QUARTER DISCLOSURE AS OF 2080.03.31

AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION

ANNEXURE-14 (RELATED TO SUB REGULATION 1 OF REGULATION 26)

1. Financial Statement

- The unaudited financial statements for the fourth quarter of FY 2079/80 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 Mailung Khola Jalvidhyut Limited.
- Major Financial Indicators are as follows:

Earnings per share (NPR)	Net-worth Per Share (NPR)	Market Value Per Share (NPR)	PE Ratio	Total Assets per share (NPR)	Current Ratio
2.52	102.53	392	155.30	227.83	1.55

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. 107,882,703.00 from sale of electricity and 462,816.00 as compensation income and gross operating profit decreased to NPR. 43,419,739.00 with the decrease of NPR. 14,471,090.00 up to this quarter as compared to the corresponding period of last year's figure, which is mainly due to decrease in the generation of electricity. When compared to the corresponding quarter of previous fiscal year, other operating and administrative expenses has decreased by NPR. 7,350,887.00. This was primarily caused by the exclusion of listing fees in administration cost in the profit and loss account in this year which was included during corresponding period of previous year.
- 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.	435	Total Transactions	2,394.00
Minimum price NPR.	354	No. of transaction Day	62
Closing price NPR.	392	Total traded volume	113,061.00
Turnover NPR.	44,364,679.60		

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 devaluating local currency.
- Delay of statutory approvals.
- Loss due to natural disaster –flood, Earthquake, force measure issue, etc.
- Loss due to drought (less rainfall) during dry season.
- Lack of domestic suppliers and vendors for hydropower equipment and spare parts.
- Inadequate existing transmission line network and delay in expansion for power evacuation of hydropower projects.

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.