



Mailing Khola Jal Vidhyut Company Ltd.

Kathmandu, Nepal

Unaudited Financial Reports for the First Quarter of Fiscal Year 2081/082 ended on Ashwin 30, 2081 (October 16, 2024)

Unaudited Statement of Financial Position

Amount in Nepalese Rupees

Particulars	This Quarter Ending Ashwin End 2081	Previous Quarter Ending Ashadh End 2081	Corresponding Previous Quarter Ending Ashwin End 2080
Assets			
Non Current Assets			
Property, Plant and Equipment	844,495	881,306	902,287
Intangible Assets	607,660,680	618,902,079	649,145,424
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	625,230	625,230	625,230
Total Non Current Assets	635,053,504	646,331,715	676,596,041
Current Assets			
Inventories	-	-	-
Trade Receivables	141,395,055	136,737,586	154,390,028
Cash and Cash Equivalents	26,295,159	4,872,098	5,215,726
Other Financial Assets	4,062,285	4,531,433	2,714,200
Other Current Assets	4,668,960	3,483,993	4,784,255
Current Tax Assets	1,392,994	1,015,410	62,417
Total Current assets	177,814,454	150,640,519	167,166,626
Total Assets	812,867,958	796,972,234	843,762,667
Equity and Liabilities			
Equity			
Share Capital	376,319,800	376,319,800	368,143,000
Reserves	790,297	790,297	125,852
Retained Earnings	11,270,523.64	(2,533,648)	22,269,293
Total Equity	388,380,620	374,576,449	390,538,145
Non Current Liabilities			
Borrowings	261,830,003	275,830,003	316,630,005
Other Non-Current Liabilities	64,860,039	48,271,797	32,922,530
Total Non current Liabilities	326,690,042	324,101,801	349,552,535
Current Liabilities			
Short Term Borrowings	89,984,223	87,844,224	92,657,508
Trade Payables	-	3,779,159	-
Other Current Liabilities	7,813,073	6,670,602	11,014,480
Total Current Liabilities	97,797,296	98,293,985	103,671,987
Total Equity and Liabilities	812,867,958	796,972,234	843,762,667

Unaudited Statement of Profit or Loss Account & Other Comprehensive Income

Particulars	This Quarter Ending Ashwin End 2081	Previous Quarter Ending Ashadh End 2081	Corresponding Previous Quarter Ending Ashwin End 2080
Revenue From Sales of Electricity	39,789,914	95,871,071	37,374,952
Cost of Sales	3,138,363	10,692,326	3,304,106
Gross profit	36,651,550	85,178,746	34,070,846
Other Income	522,156	2,390,252	562,505
Personnel Expenses	786,260	3,671,127	840,537
Other Operating and Administrative Expenses	1,287,690	5,877,732	725,523
Impairment Charges/ (Reversal)	-	-	-
Depreciation & Amortisation	11,303,210	45,017,793	11,246,121
Operating profit	23,796,546	33,002,346	21,821,170
Finance Cost	8,653,179	34,792,587	8,403,702
Share of Profit After Tax of Associates and Joint Ventures	-	-	-
Other Operating Income/ (Loss)	-	-	-
Profit Before Tax	15,143,367	(1,790,241)	13,417,468
Income Tax Expenses			
Current Tax	1,339,195	597,563	140,626
Deferred Tax	-	-	-
Profit for the period	13,804,172	(2,387,804)	13,276,842
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	13,804,172	(2,387,804)	13,276,842

Note:

- The Unaudited Financial figures are subject to change from external auditors and regulatory authorities.
- The figures are regrouped and rearranged wherever necessary.

1st QUARTER DISCLOSURE AS OF 2081.06.30 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 first quarter of FY 2081/82 have been published along with this report.
- Transaction with Related Parties:** Mailing Khola Jal Vidhyut Company Limited (MKJC) has investment of NPR. 25,923,100 (on cost price) in Mathillo Mailing Khola Jalvidhyut Limited.
- Major Financial Indicators are as follows:

Earnings per share (NPR.) (EPS)	Net-worth Per Share (NPR)	Market Value Per Share (NPR)	PE Ratio	Total Assets per share (NPR)	Current Ratio
3.67	103.20	480	130.85	216.00	1.82

2. Management Analysis

- Any change in the stock, income and liquidity during the quarter and reason for change, if any:** Upto First quarter, Mailing Khola Jal Vidhyut Company Limited (MKJC) (5MW) has generated the invoice of NPR. 39,789,914 from sale of electricity which has been increased by 2,414,962 compared to corresponding year and gross operating profit increased to NPR. 23,796,546 with the increase of NPR. 1,975,376 up to this quarter as compared to the corresponding period of last year's figure, which is mainly due to increase in the generation of electricity in wet seasons and decrease in cost of sales by NPR. 165,743.
- 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.	700.00	Total Transactions	22,638.00
Minimum price NPR.	402.00	No. of transaction Day	57
Closing price NPR.	480.00	Total traded volume	3,728,706.00
Turnover NPR.	2,118,753,495.00		

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.
- Loss due to natural disaster – flood, Earthquake, force measure issue, etc.
- Lack of domestic suppliers and vendors for hydropower equipment and spare parts.
- Inadequate existing transmission line network and disturbance in transmission 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.