

BALEPHI
HYDROPOWER LTD.

Balephi Hydropower Ltd.

Durbar Marg-1, Kathmandu

Unaudited Financial Statement for the 4th Quarter
on Ashadh 31, 2081 (15 July, 2024)

Particulars	As at Ashadh 31, 2081 (Current Quarter)	As at Chaitra 30, 2080 (Previous Quarter)	Amount in NRs As at Ashadh 31, 2080 (Previous year)
Assets			
Non-Current Assets			
Property, Plant & Equipment, (Net)	6,148,408	5,301,803	88,577,665
Intangible Assets(Hydropower Project Assets)	8,250,736,795	8,349,239,672	8,708,841,615
Total Non-Current Assets	8,256,885,204	8,354,541,475	8,797,419,280
Current Assets			
Cash & Cash Equivalents	2,891,187	3,554,650	6,043,338
Trade Receivables	152,913,038	128,490,370	167,639,712
Advances & Deposits	36,791,751	49,587,068	38,044,338
Total Current Assets	192,595,976	181,632,088	211,727,388
Total Assets	8,449,481,180	8,536,173,562	9,009,146,668
Equity & Liabilities			
Equity			
Share Capital	1,827,970,000	1,827,970,000	1,827,970,000
Reserve & Surplus	(855,426,369)	(704,222,494)	(139,732,641)
Total Equity	972,543,631	1,123,747,506	1,688,237,359
Non Current Liabilities			
Long Term Borrowings	6,689,904,751	6,703,587,751	6,654,454,185
Other Non-Current Liabilities	306,446,860	306,446,860	306,446,860
Total Non Current Liabilities	6,996,351,612	7,010,034,612	6,960,901,045
Current Liabilities			
Sundry Creditors	7,699,922	6,697,050	105,769,773
Short Term Borrowings	354,300,140	279,152,302	225,277,872
Other Payables	118,585,874	116,542,094	28,960,619
Total Current Liabilities	480,585,937	402,391,446	360,008,264
Total Equity & Liabilities	8,449,481,180	8,536,173,562	9,009,146,668

Income Statement for the Period ended 31 Ashadh, 2081 (15 July, 2024)

Particulars	Upto Ashadh end (This Quarter)	Upto Chaitra end (Previous Quarter)	Upto Ashadh end (Previous Year)
Revenue From Power Sales	893,895,737	699,048,641	568,923,384
Cost of Sales	(138,105,584)	(100,825,041)	(64,729,891)
Gross Profit	755,790,153	598,223,600	504,193,493
Other Income	886,131	-	8,500,000
Repair and Maintenance Expenses	(42,385,998)	(19,754,757)	-
Administration Expenses	(42,913,628)	(26,058,720)	(9,400,565)
Profit Before Interest & Depreciation	671,376,658	552,410,123	503,292,928
Finance Cost	(765,868,698)	(579,545,071)	(329,737,938)
Depreciation and Amortisation	(325,231,568)	(241,384,787)	(214,144,173)
Profit / (Loss) Before Tax	(419,723,608)	(268,519,735)	(40,589,183)
Income Taxes			
Profit / (Loss) After Tax	(419,723,608)	(268,519,735)	(40,589,183)

Notes:

1. Financial Statements

- The financial statement for the forth qtr has been published as a part of this report
- Hydropower project assets are amortized over the remaining contractual period as per the Power Purchase Agreement (PPA) of BHL. As per Generation License, life of Upper Balephi Hydropower Project is up to 2108/04/11.
- Annualized earning per share for current year is -22.96.00, net worth per share is 53.20 and total assets per share is 462.23

2. Management Analysis

Any change in the stock, income and liquidity during the quarter and reason for change, if any:

- Stocks are kept sufficient for the normal and efficient operation of the plant. Total of 89,38,95,737.15 has been generated in revenue upto Ashadh 31. Cost of sales upto this quarter consists of 3,78,30,062.19 charged by NEA as a penalty for Short supply has been expensed on prudent basis during upto this quarter. An application for the refund of the same has been submitted to NEA and the application is under review. Liquidity has been maintained sufficient for the day to day operation of the company.

Management analysis on upcoming business plan

- Currently, the management does not intend to invest in other companies or projects.
- Analytical statement on the possible effect on company's profitability, stock and cash flow based on past experiences
- The Company plans to issue right shares, for which final approval has been granted by the ERC. The decision to enhance capital and issue right shares at a ratio of 1:1 has been passed through the AGM and under process for approval by SEBON, which is expected to ease the cash flow of the company.

3. Legal Processing

- During the period no legal cases were raised or pending against and by the company.

4. Share Transaction of the Company

- During the quarter share of the company has been actively traded under script name "BHL". Share prices has been determined by the open market operation.

Maximum Price	Minimum Price	Closing Price	Transaction days	Total Transaction	Traded Volume	Turnover
433	312.7	415	61	9,124	859,240	315,927,438

5. Problem & Challenges

Internal Challenges

- Retention of skilled human resources.
- To maintain operational efficiency.

External Challenges

- Frequent changes in Interest Rate.
- Loss due to a natural disaster –flood, earthquake, drought, force majeure issue, etc
- Lack of domestic suppliers and vendors for hydropower equipment and spare parts.

6. Declaration

- I, the chairman of this company take responsibility for the accuracy of the information and details mentioned in this report for the period up to the fourth quarter of F.Y 2080/81. I, hereby declare that the information and details provided in this report are true, based on facts, and complete to the best of my knowledge and the information necessary for taking informed decision by the investors are not concealed.