



**BALEPHI**  
HYDROPOWER LTD.

# Balephi Hydropower Ltd.

Durbarmarg-1, Kathmandu

## Unaudited Financial Statement for the 1<sup>st</sup> Quarter

on Ashwin 30, 2081 (16 Oct, 2024)

Amount in NRs

Particulars	As at Ashwin 30, 2081 (Current Quarter)	As at Ashadh 31, 2081 (Previous Quarter)	As at Ashwin 30, 2080 (Previous Year)
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, Plant & Equipment, (Net)	7,381,890	6,148,408	1,866,088
Intangible Assets (Hydropower Project Assets)	8,233,434,115	8,250,736,796	8,545,977,567
<b>Total Non-Current Assets</b>	<b>8,240,816,005</b>	<b>8,256,885,204</b>	<b>8,547,843,655</b>
<b>Current Assets</b>			
Cash & Cash Equivalents	1,782,960	2,891,187	49,510,424
Trade Receivables	165,017,499	152,913,038	112,581,581
Advances & Deposits	54,160,752	36,791,751	58,811,655
<b>Total Current Assets</b>	<b>220,961,211</b>	<b>192,595,976</b>	<b>220,903,660</b>
<b>Total Assets</b>	<b>8,461,777,216</b>	<b>8,449,481,181</b>	<b>8,768,747,315</b>
<b>Equity &amp; Liabilities</b>			
<b>Equity</b>			
Share Capital	1,827,970,000	1,827,970,000	1,827,970,000
Reserve & Surplus	(912,261,084)	(855,426,369)	(435,702,760)
<b>Total Equity</b>	<b>915,708,916</b>	<b>972,543,631</b>	<b>1,392,267,240</b>
<b>Non Current Liabilities</b>			
Long Term Borrowings	6,672,307,752	6,689,904,751	6,632,306,250
Other Non-Current Liabilities	506,446,860	306,446,860	306,446,860
<b>Total Non Current Liabilities</b>	<b>7,178,754,612</b>	<b>6,996,351,612</b>	<b>6,938,753,110</b>
<b>Current Liabilities</b>			
Sundry Creditors	12,027,452	7,699,922	102,076,720
Short Term Borrowings	245,509,214	354,300,140	321,039,680
Other Payables	109,777,022	118,585,875	14,610,565
<b>Total Current Liabilities</b>	<b>367,313,688</b>	<b>480,585,937</b>	<b>437,726,965</b>
<b>Total Equity &amp; Liabilities</b>	<b>8,461,777,216</b>	<b>8,449,481,181</b>	<b>8,768,747,315</b>

## Income Statement for the Period ended 30 Ashwin, 2081 (16 Oct, 2024)

Particulars	Upto Ashwin end (This Quarter)	Upto Ashadh end (Previous Quarter)	Upto Ashwin end (Previous Year)
Revenue From Power Sales	238,578,664	893,895,737	255,295,152
Cost of Sales	(40,731,672)	(138,105,584)	(46,711,438)
<b>Gross Profit</b>	<b>197,846,992</b>	<b>755,790,153</b>	<b>208,583,714</b>
Other Income	-	886,131	-
Repair and Maintenance Expenses	(9,420,097)	(42,913,628)	(3,491,089)
Administration Expenses	(964,238)	(42,385,998)	(4,814,326)
<b>Profit Before Interest &amp; Depreciation</b>	<b>187,462,657</b>	<b>671,376,658</b>	<b>200,278,299</b>
Finance Cost	(159,526,262)	(765,868,698)	(203,365,387)
Depreciation and Amortisation	(84,771,110)	(325,231,568)	(78,609,313)
<b>Profit / (Loss) Before Tax</b>	<b>(56,834,715)</b>	<b>(419,723,608)</b>	<b>(81,696,402)</b>
Income Taxes			
<b>Profit / (Loss) After Tax</b>	<b>(56,834,715)</b>	<b>(419,723,608)</b>	<b>(81,696,402)</b>

### Notes:

#### 1. Financial Statements

- The financial statement for the first quarter has been published as a part of this report
- Hydropower project asset is amortized over the remaining period of generation license of Upper Balephi-A (36MW), which is up to 2108/04/11.
- Annualized earning per share for current year is -12.44, net worth per share is 50.09 and total assets per share is 462.91

#### 2. Management Analysis

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

- Revenue generated up to the end of Ashwin totals NPR 238,578,663.65. Cost of sales for this period includes a short-supply fine of NPR 33,291,715.46 imposed by NEA, expensed on a prudent basis. An application for the refund of this fine has been submitted to NEA and is currently under review. During this quarter, previously recognized short-supply fine amounting to NPR 9,827,270.29 was refunded by NEA and it has been adjusted in cost of sales.
- Sufficient stock levels are maintained to support the normal and efficient operation of the plant.
- 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 has received approval from SEBON for issuance of right shares at a ratio of 1:1, book closure for the same is already completed and we expect to complete the issuance within couple of months.

#### 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
499	387.4	447	57	20,391	2,251,558	984,282,593

#### 6. 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.

#### 7. 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 first quarter of FY 2081/82. 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.