



Unaudited Financial Statement for the 2nd Quarter

on Poush 30, 2082 (14 January, 2026)

Amount in NRs.

Statement of Financial Position	As at Poush 30, 2082 (Current Quarter)	As at Ashwin 31, 2082 (Previous Quarter)	As at Poush 29, 2081 (Previous year)
ASSETS			
Non-Current Assets			
Property, Plant & Equipment, (Net)	13,553,655	14,445,366	7,902,234
Intangible Assets (Hydropower Project Assets)	7,790,345,132	7,866,591,271	8,053,893,979
Intangible Assets under Development	473,531,267	381,767,209	-
Total Non-Current Assets	8,277,430,054	8,262,803,846	8,061,796,213
Current Assets			
Cash & Cash Equivalents	23,607,069	30,049,030	519,772,491
Trade Receivables	175,498,022	227,907,969	101,637,894
Advances & Deposits	205,908,140	136,274,633	457,765,926
Total Current Assets	405,013,231	394,231,632	1,079,176,311
Total Assets	8,682,443,285	8,657,035,479	9,140,972,524
Equity & Liabilities			
Equity			
Share Capital	3,655,940,000	3,655,940,000	3,476,074,400
Reserve & Surplus	(700,074,337)	(803,747,212)	(1,063,935,332)
Total Equity	2,955,865,663	2,852,192,788	2,412,139,068
Non Current Liabilities			
Long Term Borrowings	5,380,000,000	5,601,973,500	6,563,608,751
Other Non-current Liabilities	179,020,873	158,112,042	131,473,457
Total Non Current Liabilities	5,559,020,873	5,760,085,542	6,695,082,208
Current Liabilities			
Sundry Creditors	40,402,804	10,258,696	18,165,310
Short Term Borrowings	126,333,799	34,220,188	14,316,990
Other Payables	820,146	278,265	1,268,948
Total Current Liabilities	167,556,749	44,757,149	33,751,248
Total Equity & Liabilities	8,682,443,285	8,657,035,479	9,140,972,524

Income Statement for the Period ended 30 Poush, 2082 (14 January, 2026)

Particulars	As at Poush 30, 2082 (Current Quarter)	As at Ashwin 31, 2082 (Previous Quarter)	As at Poush 29, 2081 (Previous Year)
Revenue From Power Sales	637,244,595	347,858,379	397,398,419
Cost of Sales	(55,060,845)	(23,867,288)	(56,705,905)
Gross Profit	582,183,749	323,991,091	340,692,514
Other Income	73,460,217	33,185,749	348,610
Administrative Expenses	(25,219,714)	(13,685,358)	(25,394,049)
Repair & Maintenance	-	-	-
Profit Before Interest & Depreciation	630,424,253	343,491,483	315,647,075
Finance Cost	(229,965,500)	(119,105,825)	(306,889,438)
Depreciation and Amortisation	(154,718,124)	(78,533,585)	(165,105,523)
Profit / (Loss) Before Tax	245,740,629	145,852,073	(156,347,886)
Income Taxes	(17,592,396)	(21,376,715)	(25,112,739)
Profit / (Loss) After Tax	228,148,233	124,475,358	(181,460,625)

First Quarter Disclosure as of 30 Poush 2082 (14 January 2026) as per securities registration and issuance regulation Annexure-14 (related to Sub regulation I of Regulation 26)

1. Financial Statement

- The financial statement for the second quarter has been published as a part of this report.
- Annualized earning per share for current year is 12.48, P/E ratio 14.31, net worth per share is 80.85 and total assets per share is 237.49.
- Previous quarter figures has been changed and re-grouped to reflect the changes made by the audited financials of FY ending on 2081.82.

2. Management Analysis

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

- During this quarter, the Company generated revenue amounting to NPR 28,93,86,216. In addition, the Company received a insurance claim totaling NPR 4,02,74,468, which has been recorded under Other Income.
- Sufficient stock levels are maintained to support the normal and efficient operation of the plant, and there are no exceptional changes.
- The Company has faced challenges in achieving its energy generation targets due to recurring damage to civil structures and electromechanical equipment caused by floods and heavy sedimentation. Upgradation works are currently in progress, and the related costs have been capitalized under "Intangible Assets under Development." Upon completion, these improvements are expected to enhance generation capacity, resulting in higher revenue and improved profitability
- Deferred tax liability recognized during the current quarter is lower, primarily due to an audit finding for the year ended 2081/82. This adjustment represents a non-cash accounting entry based on professional judgment and audit assessment, and therefore does not have any impact on the Company's cash flow for the period.

3. Legal Processing

- During the previous quarter, Urja International Pvt. Ltd. initiated an arbitration proceeding against the Company in relation to a disputed amount concerning the construction of the 132 kV transmission line. The Company has been strongly defending its position, and continues to actively contest the case in the current quarter as well, in accordance with the applicable legal procedures. The matter remains under arbitration.

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	Turnover
190.00	172.10	178.60	55	20,346	773,420,617.30

5. Problems and Challenges

- Internal Challenges**
 - Retention challenges and shortage of skilled human resources.
 - To maintain operational efficiency.
- External Challenges**
 - Frequent erosion and structural damage caused by floods and high sediment loads.
 - Unavailability of domestic suppliers and vendors for hydropower equipment and spare parts.
 - Lengthy approval and clearance process involving multiple government agencies.
 - Increasing pressure from local communities with demands for employment, contracts, and CSR support.
 - Non-Dispatch instructions and forced outage issued by NEA

6. Corporate Governance

The Board of Directors and the management team is determined to practice good corporate governance.

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 fourth quarter of F.Y 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.