



कम्पनी ऐन २०६३ अन्तर्गत स्थापित (शेयरमा सिमित दायित्व भएको)

आँखुखोला जलविद्युत कम्पनी लिमिटेड

का.म.नं.पा. बडा नं. १, नारायणचौर नक्साल, काठमाण्डौ
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Unaudited Financial Results (Quarterly)

As at First Quarter 30 -06- 2076 of the Fiscal Year 2076/2077

Particulars	This Quarter Ending As on 30-06-2076	Previous Quarter Ending As on 31-03-2076	Corresponding Previous Year Quarter Ending As on 31-06-2075
	Nrs.	Nrs.	Nrs.
Capital & Liabilities			
Equity Holder's Fund			
Sources of Fund			
Share Capital	800,000,000	800,000,000.00	662,398,000
Reserve & Surplus	(212,528,118)	(221,166,955)	(172,656,462)
Total Equity Holder's Fund	587,471,882	578,833,045	489,741,538
Secured Loan			
Long term Loan	1,395,787,532	1,399,240,817	1,525,683,532
Sub Total	1,395,787,532	1,399,240,817	1,525,683,532
Total	1,983,259,414	1,978,073,862	2,015,425,070
Assets			
Non Current Assets			
Property, Plant & Equipment	2,426,871,657	2,426,871,657	2,426,871,657
Less: Accumulated Depreciation	(493,632,730)	(473,470,105)	(412,822,079)
Sub Total	1,933,238,926	1,953,401,551	2,014,049,577
Net Non Current Assets	1,933,238,926	1,953,401,551	2,014,049,577
Investment (at Cost)	6,600,000	6,600,000	6,600,000
Current Assets			
Cash & Bank Balance	325,585	1,507,321	1,091,962
Loans, Advances, Prepaid and Deposit	13,220,372	9,659,266	10,951,636
Receivable from NEA	200,034,431	178,025,955	181,519,578
Total Current Assets	213,580,388	189,192,542	193,563,175
Less: Current liabilities & Provisions			
Bank Overdraft	27,000,000	27,000,000	10,863,545
Sundry Creditors and Payables	3,914,999	3,748,610	4,268,522
Other Payable	139,244,902	140,371,622	183,655,615
Total Current Liabilities & Provisions	170,159,900	171,120,232	198,787,683
Net Current Assets	43,420,487	18,072,310	(5,224,507)
Total	1,983,259,414	1,978,073,862	2,015,425,070
Particulars	This Quarter Ending 30-06-2076	Previous Quarter Ending 31-03-2076	Corresponding Previous Year Quarter Ending 31-06-2075
	Nrs.	Nrs.	Nrs.
Income From Sale of Electricity	72,032,252	204,470,705	82,135,207
Interest Income	45	172	44
Other Income	-	26,670,943	-
Total Income	72,032,297	231,141,819	82,135,250
Less:			
Administrative & General Expenses	2,660,732	11,937,467	2,415,540
Generation & Distribution Expenses	8,517,941	29,398,996	6,792,378
Finance Expenses	32,052,162	142,347,195	38,374,705
Depreciation & Amortization	20,162,625	80,890,382	20,242,356
Total Expenses	63,393,460	264,574,039	67,824,979
Net Profit/(Loss)	8,638,837	(33,432,220)	14,310,271
Staff Bonus Provision	-	-	-
Net Profit Before Tax	8,638,837	(33,432,220)	14,310,271
Income Tax Provision	-	-	-
Net Profit after tax of the Year	8,638,837	(33,432,220)	14,310,271
Major Financial Highlights			
Earning per share (in Rs.)	1.08	Net Worth Per Share	73.43
Current Ratio	1.26	Market Value Per Share	56.00

FIRST QUARTER DISCLOSURE AS OF 30 ASHWIN 2076 (17th October 2019) AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION Annexure-14 (Related to Sub regulation 2 of regulation 22)

1. FINANCIAL STATEMENTS

- The unaudited financial statements for the First quarter and financial ratios have been published along with this report.
- Pursuant to life of the project, the company has deducted depreciation so that all the investments made on electricity generation, transmission or distribution is paid back in 30 years from the Date of Commercial Operation. In case of other fixed assets, depreciation has been calculated based on Written Down Value (WDV) as per the provisions of Income Tax Act, 2058.
- Till the end of Ashwin 2076, Ankhukhola Hydropower Project (8.4 MW) has generated total revenue of Rs. 7,20,32,252 against total revenue of Rs.8,21,35,207 upto First quarter of FY 2075/76.
- Trade receivables include Rs. 14.67,24,705 for 20% increment in PPA rate (Posted Rate) of the third amendment of Power Purchase Agreement entered on 19th Ashad 2069. The amount of posted rate has not been received since Mangsir 2071. The company has filed a writ petition at Patan High Court against concerned government authorities for posted rate receivables. Honourable High Court has made decision in favour of the company and this amount is expected to be received during Second quarter of FY 2076/77.
- As decided by Council of Ministers on 8th Chaitra 2067 and approved by Federal Parliament, Nepal on 9th Chaitra, 2067 for projects completed and connected to National Grid by 2079-80, lump sum amount of Rs. 50 lakhs per Mega Watt to be provided as Government Grant. Additional 10% will be provided to those projects which will be completed and connected to National Grid by 2074-75. Ankhukhola -1 (8.4 MW) has been connected to National Grid on 8th Bhadra 2070. Being installed capacity of 8.4 MW, the company will receive grant of Rs. 4.62 Crore from Nepal Government. This income has not been included in revenue as it is not received yet from Nepal Government.

2. MAJOR FINANCIAL HIGHLIGHTS AND ANALYSIS

Earning Per Share (EPS)	Rs. 1.08
Current Ratio	1.26
Net worth Per Share	Rs.73.43
Market Value Per Share	Rs. 56.00
Price Earning Ratio	51.85

Financial Analysis

- Total revenue up to First quarter has been decreased by NPR 10 million as compared to total revenue up to First quarter of FY 2075/76.
- Administrative & General Expenses for the First quarter has been Increased by NPR 0.25 million as compared to Administrative & General Expenses of FY 2075/76.
- Generation and Distribution expenses for the First quarter has been Increased by NPR 1.73 million as compared to Generation and Distribution expenses of FY 2075/76.
- Finance Expenses for the First quarter has been decreased by NPR 6.32 million as compared to Finance Expenses of FY 2075/76.

3. LEGAL PROCEEDINGS

- During the period a writ petition was filed at Patan High Court against concerned government authorities regarding non-payment of 20% increase in Power Purchase Agreement Rate (Posted Rate). Honourable High Court has made decision in favour of company.
- Regarding payment dispute of AnkhukholaJalvidhyut Company Ltd. and Ramechhap Sherpa Construction Pvt. Ltd. (Civil Contractor of the Ankhukhola Hydropower Project) the Honourable PatanHigh Court has decided for arbitration proceeding.

4. ANALYSIS ON SHARE TRANSACTION OF THE COMPANY

- AnkhukholaJalvidhyut Company Limited's (AKJCL) shares were actively traded during Fourth quarter.
- The major highlights of share transaction during the quarter are as follows:-

Maximum Price - NRS. 74	Minimum Price - NRS.52
Closing Price - NRS.56	No. of Transaction Day - 63
Total Transaction - 1,320	Total Traded Volume- 32,205
Total Turnover NRS. - 20,48,323	

5. PROBLEMS AND CHALLENGES

Internal

- Retention of skilled human resources.
- To maintain operational efficiency on Power plant operation.

External

- Inconsistent regulatory and policy level commitment from the government regulatory agencies in development of hydroelectric projects.
- Loss due to natural disaster and shut down of Power Plant operations.
- Delay on payment by government authorities for payment such as posted rate, NRS. 50 lakhs per MW Grant etc.
- High rate of interest charged by banks and financial institutions for long term projects such as hydropower.

Strategies followed by the management

- Use of Internal manpower enhancing training and development.
- Maintaining optimum operational efficiency.

6. CORPORATE GOVERNANCE

The Board of Directors and Management team are committed for strengthening good corporate governance within the company. The company has Financial Administrative Policy, Employee Service regulation and other policies and guidelines for proper functioning of the operations of the Company.

7. DECLARATION

I, the Executive Head of this Company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to First quarter of FY 2076/77, 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 that information necessary for taking informed decision by the investors are not concealed.