



कम्पनी ऐन २०६३ अन्तर्गत स्थापित (सेयरमा समित दायित्व भएको)

Ankhu Khola Jalvidhyut Company Limited

Anamnagar, Kathmandu | website: www.aankhukholahydro.com.np

Unaudited Financial Reports (Quarterly)

As at 1st Quarter (2079.06.31) of Fiscal year 2079/080

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
	As on 31-06-2079	As on 32-03-2079	As on 31-06-2078
Assets	Nrs.	Nrs.	Nrs.
Non-Current Assets	1,814,564,953	1,819,358,088	1,837,273,888
Property, Plant & Equipment	1,814,564,953	1,819,358,088	1,837,273,888
Financial Assets	6,600,000	6,600,000	6,600,000
Investment in Associates	-	-	-
Other Equity Investments	6,600,000	6,600,000	6,600,000
Deffered Tax	-	-	-
Total Non-Current Assets	1,821,164,953	1,825,958,088	1,843,873,888
Current Assets			
Inventories	-	-	-
Financial Assets			
Trade Receivables	124,417,974	112,455,094	126,089,509
Cash & Cash Equivalents	3,775,832	2,166,255	962,980
Other Current Assets	10,172,049	6,776,140	11,455,933
Total Current Assets	138,365,855	121,397,489	138,508,423
Assets Held for Sale	-	-	-
Total Assets	1,959,530,808	1,947,355,577	1,982,382,311
Equity & Liabilities			
Equity			
Equity Share Capital	800,000,000	800,000,000	800,000,000
Other Equity	(219,447,775)	(238,592,614)	(229,277,822)
Total Equity	580,552,225	561,407,386	570,722,178
Non-Current Liabilities			
Financial Liabilities			
Borrowing	1,262,304,874	1,271,623,735	1,155,515,484
Deffered Tax	-	-	-
Total Non-Current Liabilities	1,262,304,874	1,271,623,735	1,155,515,484
Current Liabilities			
Financial Liabilities			
Borrowings	52,000,000	61,647,543	189,470,507
Trade Payables	5,135,124	5,801,615	5,926,588
Other Financial Liabilities	59,513,961	46,870,799	60,695,297
Current tax Liabilities (Net)	-	-	-
Provisions	-	-	-
Other Liabilities	24,624	4,500	52,258
Total Current Liabilities	116,673,709	114,324,457	256,144,650
Total Liabilities	1,378,978,583	1,385,948,191	1,411,660,134
Total Equity & Liabilities	1,959,530,808	1,947,355,577	1,982,382,311
Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
	As on 31-06-2079	As on 32-03-2079	As on 31-06-2078
Revenue	70,623,025	222,982,094	82,075,469
Cost of Sales			
Generation & Distribution Expenses	15,416,381	44,525,726	9,320,811
Gross Profit	55,206,644	178,456,368	72,754,658
Depreciation	7,025,122	28,289,106	7,034,782
Other Income	1,738,776	793,971	-
Administrative & General Expenses	3,331,326	8,869,037	2,036,184
Gain/(loss) on sale of Non-Current Assets Held for Sale	-	-	-
Profit from Operation	46,588,972	142,092,196	63,683,693
Finance Income	-	59	15
Finance Costs	27,346,855	117,278,451	30,663,281
Profit before taxes	19,242,117	24,813,804	33,020,427
Income Tax Expenses	-	-	-
Current Tax	-	-	-
Deffered Tax Credit/Charge	-	-	-
Profit for the Year	19,242,117	24,813,804	33,020,427
Other Comprehensive Income			
Other Comprehensive Income not to be reclassified to profit or loss in subsequent periods			
i. Re-Measurement (losses)/Gains on Post Employment Defined Benefit Plans			
ii. Equity Instruments through Other Comprehensive Income			
iii. Tax Relating items that will not to be classified to Profit or Loss			
Other Comprehensive Gain/(Loss) for the Year (Net of Tax)			
Total Comprehensive Gain/(Loss) for the Year (Net of Tax)	19,242,117	24,813,804	33,020,427
Major Financial Highlights			
Earning per share - Annualized (in Rs.)	9.62	Net Worth Per Share	72.57
Current Ratio	1.19	Market Value Per Share	170.00

FIRST QUARTER DISCLOSURE AS OF 31st ASHWIN, 2079 (17th October, 2022) AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION**1. FINANCIAL STATEMENTS**

- The unaudited financial statements for the First quarter and financial ratios have been published along with this report.
- Special Refinance Loan of amount Rs. 20 crore has been obtained since Falgun 2078 from NRB, for a period of one year.
- The company will depreciate all the investments made on civil works, electricity generation, transmission or distribution within remaining license period. In case of other fixed assets, depreciation has been calculated based on Written Down Value (WDV).
- Trade receivables include Rs. 5,55,88,410 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 was not received since Mangsir 2071 and the company had filed a writ petition at Patan High Court against concerned government authorities for posted rate receivables. After the honourable High Court had made decision in favour of company, Rs. 105,016,971 has been received from Ministry of Energy, Water Resources and Irrigation till fourth quarter of FY 2076/77 and additional Rs. 97,66,849 is received for second quarter of FY 2077/78. Remaining amount is expected to be received during FY 2079/080.
- 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. Ankhu Khola -1, (8.4 MW) has been connected to National Grid on 8th Bhadra 2070. Being installed capacity of 8.4 MW, the company will get 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. 9.62	Market Value Per Share	Rs. 170
Current Ratio	1.19	Price Earning Ratio	17.67
Net worth Per Share	Rs. 72.57		

Financial Analysis

- Total Revenue up to first quarter has been decreased by Rs. 11.45 million as compared to total revenue up to first quarter of FY 2078.079 due to machinery breakdown and the production restriction imposed by NEA.
- Administrative & General Expenses for first quarter has been increased by Rs.1.29 million as compared to Administrative & General Expenses for the first quarter of FY 2078.079 due to staff cost increment
- Generation and Distribution expenses for first quarter have been increased by Rs.6.09 million as compared to Generation and Distribution Expenses for the first quarter of FY 2078.079 due to increase in staff cost, construction of site Camp and maintenance cost, turbine and power house.
- Finance Cost for the first quarter has been decreased by Rs 3.31 million as compared to Finance cost for the first quarter of FY 2078.079 due to special refinance loan and increase in payment of principal portion.
- Other Income for the first quarter had been increased by Rs. 1.73 million as compared to first quarter of FY 2078.079. Other income is received from Insurance claim on Machinery breakdown on FY 2078/79.

3. LEGAL PROCEEDINGS

- Regarding payment dispute of Ankhu Khola Jalvidhyut Company Limited and Ramechhap Sherpa Construction Pvt. Ltd. (Civil Contractor of the Ankhu Khola Hydropower Project) the proceedings is being carried on at Patan High Court.

4. ANALYSIS ON SHARE TRANSACTION OF THE COMPANY

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

Maximum Price :- Rs. 248	Minimum Price :- Rs. 163	Total Turnover :- 62,11,71,149.80
Closing Price :- Rs. 170	Transaction Day :- 66	
No. of transaction:- 16,068	Transaction volume :- 2886740.00	

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.
 - Delay on payment by the government authorities for the payment such as posted rate, Rs. 50 Lakhs per MW of Grant etc.
 - High rate of interest charged by banks and financial institutions for long term projects such as hydropower.
 - Loss due to natural disaster and shut down of Power Plant operations.

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 2079.2080, 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.