



Panchakanya Mai Hydropower Limited

Lalitpur Metropolitan City - 3, Pulchowk, Lalitpur

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Unaudited Financial Reports (Quarterly)

As at 4th Quarter (2078.03.31) of the Fiscal Year 2077/78

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
	as on 31.12.2077	as on 31.03.2077	as on 31.03.2078
Assets			
Non Current Assets			
Property Plant & Equipment-UMHEP	1,892,553,181	1,910,365,176	1,967,072,636
WIP-UMHEP	144,924,368	-	-
Property Plant & Equipment-UMCHEP	1,041,903,067	1,050,721,219	1,080,741,825
Property Plant & Equipment-Other	1,960,380	2,210,818	2,892,419
	3,081,340,996	2,963,297,213	3,050,706,881
Current Assets			
Commercial & Other Receivables	76,894,120	87,325,018	70,555,268
Cash & Bank	1,607,734	949,239	1,108,857
Advance & Deposits	9,648,704	40,327,073	6,857,132
Inventory	21,569,704	19,268,247	14,305,406
	109,720,263	147,869,577	92,826,662
Total Assets	3,191,061,259	3,111,166,791	3,143,533,543
Equity & Liabilities			
Equity			
Share Capital	1,100,000,000	1,100,000,000	1,100,000,000
Reserve & Surplus	(199,073,235)	(211,414,006)	(184,559,324)
Other Equity	(42,413)	(42,413)	
	900,884,352	888,543,581	915,440,676
Other Funds & Liabilities			
Deferred Income	24,712,015	25,089,229	26,220,871
Deferred Tax	70,579,097	68,063,656	48,243,905
Secured Loan	1,629,334,322	1,651,108,852	1,705,137,245
Unsecured Loan			
	1,724,625,433	1,744,261,737	1,779,602,021
Current Liabilities & Provisions			
Commercial & Other Payables	141,012,359	63,479,896	71,998,728
Short Term Loan	424,143,522	414,424,608	376,114,904
Provisions	395,594	456,968	377,214
	565,551,475	478,361,472	448,490,846
Total Liabilities	3,191,061,259	3,111,166,791	3,143,533,543

Particulars	This Quarter Ending Ashadh End 2078	Previous Quarter Ending Chaitra End 2077	Corresponding Quarter Ending Ashadh End 2077
	Operating Income		
Electricity Sale to NEA -UMHEP	203,897,842	155,015,562	225,993,053
Electricity Sale to NEA -UMCHEP	141,948,921	111,214,675	143,725,307
Total Operating Income	345,846,762	266,230,237	369,718,360
Operating Expenses			
Power Plant Expenses - UMHEP	4,959,821	4,452,011	13,339,604
Power Plant Expenses - UMCHEP	4,138,061	3,730,868	6,473,699
Total Operating Expenses	9,097,882	8,182,879	19,813,303
Gross Operating Profit	336,748,881	258,047,358	349,905,057
Administrative and Other Expenses			
Employee Expenses	5,463,424	4,890,684	5,904,687
Administrative Expenses	27,959,651	41,421,732	28,787,982
Interest on Loan	178,028,166	130,276,267	221,742,614
Depreciation	116,649,689	87,492,396	116,629,173
Loss on Sale of Assets	-	-	-
Total Administrative & Other Expenses	328,100,930	264,081,078	373,064,455
Income from Other Sources			
Other Income			
Deferred Income	1,508,856	1,131,642	1,508,854
Gain on Sale of Assets	696,231	696,231	-
Total Income From Other Sources	2,205,087	1,827,873	1,508,854
Profit (Loss) before Employees Bonus and Tax	10,853,038	(4,205,847)	(21,650,544)
Provision for Employee's Bonus	212,805		
Provision for Corporate Tax	446,837	456,968	377,214
Deferred Tax Expenses/(Income)	10,061,762	7,546,321	18,326,421
Net Profit (Loss) after Tax	131,634	(12,209,136)	(40,354,179)
Profit brought forward from last Year	(199,204,869)	(199,204,869)	(144,205,145)
Balance Transferred to Balance Sheet	(199,073,235)	(211,414,006)	(184,559,324)

FOURTH QUARTER DISCLOSURE AS OF 2078.03.31

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 fourth quarter have been published along with this report.
- Pursuant to Life of the Project, the company has deducted depreciation on Upper Mai HEP at 3.44% and Upper Mai Cascade at 3.33% so that all the investment made on electricity generation, transmission or distribution is paid back in average of 30 Years. In case of Other Fixed Assets, depreciation has been calculated based on Written-down Value as per the Provision of the Income Tax Act, 2058.
- As per Budget for F/Y 2071-72, under topic "Ujyalo Nepal Sambhridha Nepal" point 61 'For Projects completed and connected to National Grid by 2079-80, Lump-sum amount of Nrs.50 lakhs/MW to be provided as Government Grant. Additional 10% will be provided to those project which will be completed and connected to National Grid by 2074-75.' However, we have not received any amount till date. If received, it will improve the company cash-flow and will impact profitability.

Major Financial Highlights

Earnings Per Share (EPS)	0.01	Net-worth Per Share	81.89
Current Ratio	0.20	Market Value Per Share	302

Management Analysis

During the construction phase, the company had matched the entire requirements and presently the project is evacuating its power on the basis of dispatch availability.

2. Legal Proceedings

- During the period there were no legal cases against the Company and from the company.

3. Analysis of Company's Share Transaction

- PMHL shares were actively traded during fourth quarter.
- The major highlights of share transactions during the quarter are as follows:

Maximum Price NPR.	364	Minimum Price NPR.	173	Closing Price NPR	302
No. of Transaction Day	65	Total Traded Volume	13,70,443	Turnover NPR.	38,60,29,561

4. Problems & Challenges

Internal Risk

- Retention of skilled human resources.
- To maintain the operational efficiency.
- To manage the fund for bank installment during dry season.

External Risk

- Lack of political commitment in development of hydroelectric projects.
- Fluctuation of water flow.
- Possibility of flood in monsoon season in the rivers at power-plant locations.
- Loss due to natural disaster – Earthquake, Landslide etc.

5. Corporate Governance

Board of Directors, Audit Committee, other Committees and Management Team are committed for strengthening good corporate governance within the company. The company has written manuals, policies, rules & regulations for proper functioning the company.

6. Miscellaneous

Power Plant of Upper Mai HEP has resumed successful operation since Baishakh 28, 2078. The plant was under repairs due to the problems encountered in the Tunnel and Penstock Alignment by considerable underground land movement during last year's heavy rain fall. The expenditure of Rs.14,49,24,368.13 for these repair works has been transferred to WIP in the report.

7. Declaration

I the Director of this Company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to fourth quarter of F.Y 2077/078, hereby declare that the information and details provided in this report are true, based on facts, and complete to the best of my knowledge.