

Unaudited Financial Reports (Quarterly)

As at 1st Quarter (2080.06.30) of the Fiscal Year 2080/81

Particulars	This Quarter Ending	Previous Quarter Ending	Corrospounding Previous Quarter Ending
	as on 30.06.2080	as on 31.03.2080	as on 31.06.2079
Assets			
Non Current Assets			
Intangible Assets	2,695,548,768	2,724,359,077	2,802,589,020
WIP-UMHEP	-	-	10,327,362
Property Plant & Equipment-Other	2,046,350	1,407,433	1,539,523
	2,697,595,118	2,725,766,510	2,814,455,905
Current Assets			
Commercial & Other Receivables	107,362,870	67,002,813	111,549,640
Cash & Bank	8,600,050	3,001,907	3,943,497
Advance & Deposits	10,491,123	11,333,145	6,419,149
Inventory	25,628,899	26,277,480	23,133,958
	152,082,943	107,615,345	145,046,244
Total Assets	2,849,678,061	2,833,381,856	2,959,502,149
Equity & Liabilities			
Equity			
Share Capital	1,100,000,000	1,100,000,000	1,100,000,000
Reserve & Surplus	(121,375,157)	(186,296,964)	(190,455,433)
	978,624,843	913,703,036	909,544,567
Other Funds & Liabilities			
Deferred Income	21,317,096	21,694,309	22,825,950
Deferred Tax	-	-	84,750,740
Secured Loan	1,382,982,106	1,421,941,978	1,490,801,208
	1,404,299,202	1,443,636,287	1,598,377,897
Current Liabilities & Provisions			
Commercial & Other Payables	67,206,832	77,212,439	29,472,232
Short Term Loan	399,452,880	398,452,880	422,013,149
Provisions	94,303	377,214	94,303
	466,754,015	476,042,532	451,579,684
Total Liabilities	2,849,678,061	2,833,381,856	2,959,502,149
Particulars	This Quarter Ending Ashwin End 2080	Previous Quarter Ending Ashadh End 2080	Corrospounding Quarter Ending Ashwin End 2079
Operating Income			
Electricity Sale to NEA -UMHEP	104,354,406	228,277,078	100,815,207
Electricity Sale to NEA -UMCHEP	59,189,083	146,373,891	58,886,852
Total Operating Income	163,543,489	374,650,969	159,702,059
Operating Expenses			
Power Plant Expenses - UMHEP	3,693,762	6,861,919	3,628,558
Power Plant Expenses - UMCHEP	2,047,382	4,184,450	1,986,843
Total Operating Expenses	5,741,144	11,046,369	5,615,401
Gross Operating Profit	157,802,345	363,604,600	154,086,658
Total Administrative & Other Expenses			
Employee Expenses	5,784,532	23,676,757	7,265,080
Administrative Expenses	5,423,879	20,167,307	11,766,047
Interest on Loan	53,060,198	216,363,793	49,498,025
Depreciation	29,205,928	117,074,511	29,158,272
Total Administrative & Other Expenses	93,474,537	377,282,368	97,687,423
Income from Other Sources			
Other Income			
Deferred Income	377,214	1,508,854	377,214
Gain on Sale of Assets	-	-	-
Total Income From Other Sources	377,214	1,508,854	377,214
Profit (Loss) before Employees Bonus and Tax	64,705,022	(12,168,914)	56,776,449
Provision for Employee's Bonus	-	-	-
Provision for Corporate Tax	94,303	377,214	94,303
Deferred Tax Expenses /(Income)	-	-	1,555,014
Net Profit (Loss) after Tax	64,610,718	(12,546,127)	55,127,131
Profit brought forward from last Year	(185,985,875)	(173,750,836)	(245,540,151)
Balance Transferred to Balance Sheet	(121,375,157)	(186,296,964)	(190,413,020)

Notes: The above mentioned figures are subject to change during statutory audit of the books of accounts. Previous period figures have been reclassified/adjusted whenever considered necessary.

FIRST QUARTER DISCLOSURE AS OF 2080.06.30

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 first 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.
- The company is in tax holiday due to which company has decided to reverse DTL amount from retained earnings.
- Income tax provision on deferred income (income from transmission line sharing) has been accounted @ 25%.
- Major Financial Highlights**

Earnings Per Share (EPS) Annualized	23.49	Net-worth Per Share	88.97
Current Ratio	0.33	Market Value Per Share	164.9

Management Analysis

- Upper Mai and Upper Mai Cascade plants are evacuating its power on the basis of dispatch availability.
- Revenue from sales of electricity has increased by 2.41% and total operating expenses also increased by 2.24% compared to corresponding previous year quarter ending.
- Employee expenses has decreased by 20.38% and administrative expenses has decreased by 53.90% compared to corresponding previous year quarter ending.
- Interest expenses has increased by 7.20% compared to corresponding previous year quarter ending.

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

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

Maximum Price NPR.	207.3	Minimum Price NPR.	154	Closing Price NPR	164.9
No. of Transaction Day	61	Total Traded Volume	3,24,059	Turnover NPR.	5,98,04,893

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. 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 first quarter of FY 2080/81, hereby declare that the information and details provided in this report are true, based on facts, and complete to the best of my knowledge.