

**JALVIDHYUT LAGANI TATHA BIKASH COMPANY LIMITED**  
BABARMAHAL, KATHMANDU

**UNAUDITED FINANCIAL STATEMENT**  
**FOR THE FIRST QUARTER ENDED ON 30th ASWIN 2073 (16<sup>TH</sup> OCTOBER 2016), OF THE**  
**FISCAL YEAR 2073/74**

In Rupees

S.N.	Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
<b>1</b>	<b>Assets</b>			
1.1	Cash & Cash Equivalents	10,597,818,554.93	10,522,613,928.62	8,708,289,848.54
1.2	Prepayments and Accrued Income	32,637,943.97	30,259,023.63	31,638,687.63
1.3	Other Assets	2,996,070.81	2,800,827.84	2,719,963.08
1.4	Investments	297,000,000.00	297,000,000.00	86,400,000.00
1.5	Loans to Business	215,356,827.68	156,986,938.71	29,524,922.67
1.6	Deferred Income Tax Assets	1,165,712.00	1,165,712.00	475,281.00
1.7	Intangible Assets	659,526.53	712,106.13	869,844.93
1.8	Property, Plant and Equipment	10,364,448.09	10,903,693.88	12,154,015.47
	<b>Total Assets</b>	<b>11,157,999,084.01</b>	<b>11,022,442,230.81</b>	<b>8,872,072,563.32</b>
<b>2</b>	<b>Equity and Liabilities</b>			
<b>2.1</b>	<b>Liabilities</b>			
2.1.1	Trade & Other Payables	4,929,394.47	16,122,806.07	1,317,214.64
2.1.2	Other Liabilities & Provisions	2,300,213.36	2,300,213.36	338,945.02
2.1.3	Corporate Income Tax Liabilities	44,881,826.92	3,453,869.51	37,630,296.42
2.1.4	Provisions for Possible Losses	2,153,568.28	1,569,869.39	-
	<b>Total Liabilities(A)</b>	<b>54,265,003.03</b>	<b>23,446,758.33</b>	<b>39,286,456.08</b>
<b>2.2</b>	<b>Equity Attributable to Owners</b>			
2.2.1	Share Capital	10,000,000,000.00	10,000,000,000.00	8,000,000,000.00
2.2.2	Share Premium	-	-	-
2.2.3	Convertible Preference Shares	-	-	-
2.2.4	Reserves and Surplus	1,103,734,080.98	998,995,472.49	832,786,107.24
	<b>Total Equity(B)</b>	<b>11,103,734,080.98</b>	<b>10,998,995,472.49</b>	<b>8,832,786,107.24</b>
	<b>Total Equity and Liabilities (A+B)</b>	<b>11,157,999,084.01</b>	<b>11,022,442,230.82</b>	<b>8,872,072,563.32</b>
<b>3</b>	<b>Profit &amp; Loss Account</b>	<b>This Quarter Ending</b>	<b>Previous Quarter Ending</b>	<b>Corresponding Previous Year Quarter Ending</b>
<b>3.1</b>	<b>Operating Income</b>			
3.1.1	Interest Income	157,074,735.91	507,714,492.22	133,612,612.28
3.1.2	Fee Income	41,575.39	3,849,674.53	88,236.13
3.1.3	Other Income	30,000.00	143,700.00	30,000.00
	<b>Total Operating Income(C)</b>	<b>157,146,311.30</b>	<b>511,707,866.75</b>	<b>133,730,848.41</b>
<b>3.2</b>	<b>Operating Expenses</b>			

3.2.1	Employee Benefit Expenses	4,136,220.48	16,319,169.38	3,110,117.83
3.2.2	Depreciation and Amortization Expenses	630,640.89	3,202,916.63	805,020.57
3.2.3	Operating Expenses	2,189,661.30	15,450,211.75	2,071,724.49
3.2.4	Share Issue Expenses	-	112,177,599.48	2,273,455.90
3.2.5	Interest on borrowing	-	36,208.22	36,208.22
3.2.6	Provision For Losses	583,698.89	1,569,869.39	-
	<b>Total Operating expenses(D)</b>	<b>7,540,221.56</b>	<b>148,755,974.85</b>	<b>8,296,527.01</b>
	<b>Profit Before Bonus and Tax(C-D)</b>	<b>149,606,089.74</b>	<b>362,951,891.90</b>	<b>125,434,321.40</b>
	Staff Bonus	-	-	-
	<b>Profit Before Income Tax</b>	<b>149,606,089.74</b>	<b>362,951,891.90</b>	<b>125,434,321.40</b>
<b>3.3</b>	<b>Income Tax Expenses</b>	<b>44,881,826.92</b>	<b>108,924,156.00</b>	<b>37,630,296.42</b>
	<b>Net Profit (Loss) For The Year</b>	<b>104,724,262.82</b>	<b>254,027,735.90</b>	<b>87,804,024.98</b>
<b>4</b>	<b>Ratios</b>	<b>This Quarter Ending</b>	<b>Previous Quarter Ending</b>	<b>Corresponding Previous Year Quarter Ending</b>
4.1	Earning per share (in Rs.) (Annualised)	4.19	2.54	4.39
4.2	Market value per share (in Rs.)	299.00	433.00	N/A
4.3	Price Earning Ratio	71.38	170.45	N/A
4.4	Current Ratio	195.95	450.20	222.54
4.5	Return on Assets (%) (Annualised)	3.75	2.30	3.96
4.6	Net worth per share (in Rs.)	111.04	109.99	110.41
4.7	Total Assets per share	111.58	110.22	110.90

**Note:** 1. Figures have been regrouped/ rearranged where necessary  
2. Above figures may vary with the audited figures if modified by the statutory auditors.

## FIRST QUARTER DISCLOSURES AS OF 16<sup>th</sup> October, 2016 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATIONS

Annexure-14 (Related to Sub Regulation 2 of Regulation 22)

### I FINANCIAL STATEMENTS

- a. The unaudited financial statements for the first quarter and financial ratios have been published along with this report.
- b. Transactions held with the related parties:
  - At the end of Aswin end 2073, company has receivable of Rs 30,000 from Remit Hydro Limited (the subsidiary of the company) towards the rent of the facility given to it.

### 2 MANAGEMENT ANALYSIS

- a. If there have been any changes in income of the institution during the quarter, details for the reason thereof:  
Profit before bonus & tax earned up to Aswin end 2073 is Rs 14.96 crore as compared to 12.54 crore in the same period of last fiscal year, thereby registering a growth of 19%. The progress is mainly due to increase in interest income of the company as company has disbursed new loan to hydro projects and the interest rate on fixed and call deposits have also increased in this quarter. Further share issue was also completed in last fiscal year, so there was no share issue expense in this quarter which has caused the increment in profit of the company.
- b. Remit Hydro Limited, which is the 100% subsidiary of this company has acquired survey license

for the construction of 138.5 MWs hydropower projects located in the Taplejung district. This project may pave the way for the construction of mega projects in the future, which will support the income of the company.

### **3 LEGAL PROCEEDINGS**

- a. Law-suit filed by or against the promoter or director of body corporate involving violation of statutory regulations or criminal offenses - None

### **4 ANALYSIS OF COMPANY'S SHARE TRANSACTIONS**

- a. The company shares started trading in NEPSE from July 12, 2016.
- b. The major highlights of share transactions during the quarter are as follows (as published in the website of Nepal Stock Exchange):
- c. Maximum Price- NPR 501; Minimum Price- NPR 289; Closing Price- NPR 299 Traded Volume – 2131904 shares, Total No of Transactions -14941 and Total No of transaction days – 55 days.

### **5 PROBLEMS AND CHALLENGES**

#### **a. Internal Risk:**

- Acquisition and Retention of skilled human resource
- Limited flexibility on procurement

#### **• External Risk:**

- Limited number of projects seeking financing
- The border blockade delayed the construction of hydroelectricity projects and has affected the disbursements

### **6 CORPORATE GOVERNANCE**

- b. Board of Directors, Audit Committee, Risk Management Committee, HR and Compensation Committee and management team provide governance within the company. The company has written policies, rules & guidelines for proper functioning of the operation of the company.

### **7 DECLARATION**

I, the Chief Executive Officer 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 F/Y 2073/74, 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.