

JALVIDHYUT LAGANI TATHA BIKASH COMPANY LIMITED

BABARMAHAL, KATHMANDU

UNAUDITED FINANCIAL STATEMENT

**FOR THE FOURTH QUARTER ENDED ON 31ST ASHAD 2074 (15TH JULY 2017)
OF THE FISCAL YEAR 2073/74**

In Rupees

S.N.	Particulars	This Quarter Ending 31st Ashad, 2074	Previous Quarter Ending 31st Chaitra 2073	Corresponding Previous Year Quarter Ending 31st Ashad 2073
1 Assets				
1.1	Cash & Cash Equivalents	9,924,143,203.85	9,882,697,640.41	10,522,613,928.62
1.2	Prepayments and Accrued Income	86,531,750.31	184,984,537.11	30,279,518.31
1.3	Other Assets	2,546,299.60	41,115,066.23	2,800,827.84
1.4	Investments	335,500,000.00	331,000,000.00	297,000,000.00
1.5	Loans to Business (Power Projects)	762,631,485.87	613,538,063.85	156,986,938.71
1.6	Onlending-Loan from GoN	263,906,556.00		
1.7	Deferred Income Tax Assets	1,196,173.00	1,165,712.00	1,165,712.00
1.8	Property, Plant and Equipment	11,062,132.65	10,273,863.47	11,615,800.01
	Total Assets	11,387,517,601.28	11,064,774,883.07	11,022,462,725.49
2 Equity and Liabilities				
2.1 Liabilities				
2.1.1	Trade & Other Payables	680,875.48	2,551,292.22	16,122,806.07
2.1.2	Dividend Payable	66,329,494.00	71,764,984.75	-
2.1.3	Other Liabilities & Provisions	58,985,843.19	1,214,463.36	2,300,213.36
2.1.4	Corporate Income Tax Liabilities	-	145,268,608.48	3,460,018.51
2.1.5	Provisions for Possible Losses	7,626,314.86	6,135,380.64	1,569,869.39
2.1.6	Loan From GoN (Kabeli Energy Ltd))	263,906,556.00		-
	Total Liabilities(A)	397,529,083.53	226,934,729.45	23,452,907.33
2.2 Equity Attributable to Owners				
2.2.1	Share Capital	10,000,000,000.00	10,000,000,000.00	10,000,000,000.00
2.2.2	Share Premium	-	-	-
2.2.3	Convertible Preference Shares	-	-	-
2.2.4	Reserves and Surplus	989,988,517.75	837,840,153.62	999,009,818.16
	Total Equity(B)	10,989,988,517.75	10,837,840,153.62	10,999,009,818.16
	Total Equity and Liabilities(A+B)	11,387,517,601.28	11,064,774,883.07	11,022,462,725.49
3 Profit & Loss Account				
		This Quarter Ending	Previous Quarter Ending 31st Chaitra 2073	Corresponding Previous Year Quarter Ending
3.1 Operating Income				
3.1.1	Interest Income From Bank Deposit	744,194,947.88	485,671,083.93	501,486,630.82
3.1.2	Interest Income From Loan to Business	38,320,045.50	21,315,745.43	6,227,861.40
3.1.3	Fee Income	18,866,263.11	6,035,485.62	3,849,674.53
3.1.4	Other Income	145,775.00	100,000.00	143,700.00
	Total Operating Income(C)	801,527,031.49	513,122,314.98	511,707,866.75
3.2 Operating Expenses				
3.2.1	Employee Benefit Expenses	18,442,975.97	11,557,944.09	16,319,169.38
3.2.2	Depreciation and Amortization Expenses	2,744,281.82	1,974,077.75	3,413,235.03
3.2.3	Operating Expenses	16,573,147.59	10,796,086.95	15,239,893.35
3.2.4	Share Issue Expenses	-	-	112,177,599.48
3.2.5	Interest on borrowing	-	-	36,208.22
3.2.6	Provision For Losses	6,056,445.47	4,565,511.25	1,569,869.39
	Total Operating expenses(D)	43,816,850.85	28,893,620.04	148,755,974.85
	Profit Before Bonus and Tax(C-D)	757,710,180.64	484,228,694.94	362,951,891.90
	Staff Bonus	56,126,680.05	-	-
	Profit Before Income Tax	701,583,500.59	484,228,694.94	362,951,891.90
3.3 Income Tax Expenses				
		210,604,801.00	145,398,359.48	108,924,156.00
	Net Profit (Loss) For The Year	490,978,699.59	338,830,335.46	254,027,735.90
4 Ratios				
		This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
4.1	Earning per share (in Rs.) (Annualised)	4.91	4.52	2.54
4.2	Market value per share (in Rs.)	197.00	218.00	433.00
4.3	Price Earning Ratio	40.12	48.25	170.45
4.4	Current Ratio	74.94	44.54	450.08
4.5	Return on Assets (%) (Annualised)	4.31	4.08	2.30
4.6	Net worth per share (in Rs.)	109.90	108.38	109.99
4.7	Total Assets per share	113.88	110.65	110.22

Note 1 Figures have been regrouped/rearranged where necessary

2 Above figures may vary with the audited figures if modified by the statutory auditors.

3 Loan loss provision has not been made for the loan disbursed to Kabeli Energy Limited. JLTBCL does not assume any risk in this loan.

4 Bonus is subject to approval from Government of Nepal

FOURTH QUARTER DISCLOSURES AS AT 15th July, 2017 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATIONS

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

1 FINANCIAL STATEMENTS

- a. The unaudited financial statements for the third quarter and financial ratios have been published along with this report.
- b. Transactions held with the related parties:
 - Up to Ashad end 2074, company has received Rs 120,000.00 from Remit Hydro Limited (the subsidiary of the company) as rent.

2 MANAGEMENT ANALYSIS

- a. If there has been any changes in income of the institution during the quarter, details for the reason thereof:

Profit before bonus & tax earned up to Ashad end 2074 is Rs 75.77 crore as compared to 36.29 crore in the same period of the last fiscal year, thereby registering a growth of 108.76 %. The progress is mainly due to increase in interest income of the company. The company has incurred huge expenses in the last fiscal year in initial public offering. The company has disbursed more loans to hydropower projects and the interest rate on fixed and call deposits has also increased in this quarter.
- b. The company has made equity investment of Rs. Two Crores in Vidhyut Utpadan Company Limited, which is formed for the purpose of developing mega hydropower projects in Nepal. This is a government initiative venture, where JLTBCL has 4% shares in the capital structure.
- c. The company has also made 15% commitment in NEA initiated NEA Engineering Company Ltd and Nepal Power Trading Company Limited. During the reporting period, the company has made investment in promoter shares of Rs 22.50 lakhs each in these companies.

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 major highlights of share transactions during the quarter are as follows (as published in the website of Nepal Stock Exchange):
- b. Maximum Price- NPR 228; Minimum Price- NPR 189 Closing Price- NPR 197 Traded Volume – 757459 shares, Total No of Transactions - 5821 and Total No of transaction days – 57 days.

5 PROBLEMS AND CHALLENGES

Internal Risk:

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

• **External Risk:**

- Limited number of projects seeking financing and investment

6 CORPORATE GOVERNANCE

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 the fourth 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.