



Mathillo Mailun Khola Jalvidhyut Limited

Ka. Ma. Na. Pa -04, Dhumbarahi, Kathmandu, Nepal

Un-Audited Financial Reports (Quarterly)

As on 4th Quarter (2081.03.31) of the Fiscal Year 2080/081

FOURTH QUARTER DISCLOSURE AS OF 2081.03.31 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION ANNEXURE-14 (RELATED TO SUB REGULATION 1 OF REGULATION 26)

Amount in NPR

Statement of Financial Position

Particulars	Un-Audited This Quarter Ending As at 2081.03.31	Un-Audited Previous Quarter Ending As at 2080.12.30	Audited Corresponding Previous Year Quarter Ending As at 2080.03.31
Assets			
Non-Current Assets			
Property, Plant & Equipment	9,017,765	7,964,719	9,640,080
Intangible Assets	2,852,923,571	2,802,126,569	2,471,010,715
Intangible Assets under development	101,951,358	101,932,035	100,574,679
Financial Assets	300,000	300,000	300,000
Deferred Tax Assets	-	-	2,479,370
Total Non-Current Assets	2,964,192,694	2,912,323,323	2,584,004,844
Current Assets			
Advance and Receivables	75,247,039	80,427,839	94,910,591
Cash and Cash Equivalents	86,409,915	6,354,886	110,395,807
Other Financial Assets	5,312,000	5,984,000	5,517,000
Other Current Assets	4,654,891	6,116,053	210,866
Current Tax Assets	2,585,933	2,575,013	2,499,894
Total Current Assets	174,209,779	101,457,791	213,534,158
Total Assets	3,138,402,473	3,013,781,114	2,797,539,002
Equity and Liabilities			
Equity			
Share Capital	1,000,000,000	1,000,000,000	750,000,000
Retained Earnings	(99,662,734)	(80,468,263)	(46,137,984)
Other Reserves	428,708	428,708	428,708
Total Equity	900,765,974	919,960,446	704,290,724
Liabilities			
Non-Current Liabilities			
Non-current Borrowings	2,049,706,025	1,736,962,899	1,730,362,899
Provisions	486,090	353,795	753,460
Total Non-Current Liabilities	2,050,192,115	1,737,316,694	1,731,116,359
Current Liabilities			
Other Financial Liabilities			
Other Financial Liabilities	170,291,025	203,980,018	186,585,504
Other Current Liabilities	2,153,359	2,373,424	2,746,415
Current Borrowings	15,000,000	150,150,532	172,800,000
Total Current Liabilities	187,444,384	356,503,975	362,131,919
Total Liabilities	2,237,636,499	2,093,820,669	2,093,248,278
Total Liabilities and Equity	3,138,402,473	3,013,781,114	2,797,539,002

Statement of Profit or Loss

Particulars	Un-Audited This Quarter Ending As at 2081.03.31	Un-Audited Previous Quarter Ending As at 2080.12.30	Audited Corresponding Previous Year Quarter Ending As at 2080.03.31
Revenue (Construction)	427,728,800	349,165,377	813,779,536
Cost of Sales (Construction)	(427,728,800)	(349,165,377)	(813,779,536)
Revenue from Sales of Electricity	120,822,098	40,848,534	-
Power Plant Operation Expenses	(28,062,406)	(10,374,399)	-
Gross profit	92,759,692	30,474,134	-
Other Income	2,356,600	2,356,600	-
Administrative and Other Operating Expenses	(64,675,903)	(31,995,918)	(20,008,273)
Profit From Operation	30,440,389	834,816	(20,008,273)
Financial Income	573,596	500,796	2,663,848
Financial Costs	(79,393,740)	(30,560,496)	-
Profit/ (Loss) before tax	(48,379,754)	(29,224,884)	(17,344,425)
Income Tax Expense	-	-	-
Deferred Tax Income/(Expense)	(2,479,370)	(2,479,370)	905,592
Profit/ (Loss) For the Year	(50,859,125)	(31,704,254)	(16,438,833)

Major Financial Highlights

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Earnings Per Share (EPS)	(6.23)	(3.88)	(2.27)
Current Ratio	0.47	0.27	0.28
Net worth Per Share	90.03	91.95	93.85
Return on Assets (ROA)	-1.62%	-1.05%	-0.59%
Market Value Per Share	546.81	410.00	-

Financial Statements

- The Unaudited financial statement for the fourth quarter have been published as a part of this report.
- Service concession arrangements of MMKJL includes Project Work in Progress of Mathillo Mailung Khola Jalvidhyut Aayojana (14.3 MW). Service concession arrangements are amortized over the contractual period as per the Power Purchase Agreement (PPA) of MMKJL. As per Generation License, life of Mathillo Mailung Khola Jalvidhyut Aayojana is up to 2107/11/26. Pursuant to the life of the project, the company shall amortize the intangible assets after the plant starts its commercial operation. In case of Property Plant & Equipment, depreciation has been calculated based on written down value based on their useful lives.
- Mathillo Mailung Khola Jalvidhyut Aayojana (14.3 MW) is as under operation phase and the commercial operation has started since 28 Magh 2080.
- The Total outstanding loan includes term loan (non-current borrowing) and bridge gap loan (current borrowing) amounting NPR 2,064,706,025
- The Construction revenue and Construction cost as per IFRIC-12 is NPR 427,728,800.00
- The Operation revenue generated from the sales of electricity generation is NPR 120,822,098 till Asahdh 2081.

Management Analysis

- The company has incurred NPR 28,062,406 as Power Plant Operation Expenses and NPR 64,675,903 as administrative And other operating expenses including NPR 46,623,384 project amortization and depreciation expenses till Ashadh 2081.
- The financial cost includes interest paid on long term loan and working capital loan amounting NPR 79,393,740.
- The company has earned other Income amounting NPR 23,56,000 which includes the income from Insurance claim received against damages to transformer and financial income amounting NPR 573,596 from interest on deposit.
- Intangible assets underdevelopment includes Expenses NPR 101,951,358 for the development of Madhya Mailung Khola Jalvidhyut Aayojana (13 MW) cascade Aayojana and Mathillo Mailung "B" Jalvidhyut Aayojana (17 MW).

Legal Proceedings

- During the period, no legal cases were raised or pending against the Company and from the company.

Analysis of Company's Share Transaction

- The major highlights of Share transactions during the quarter are as follows:

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Maximum price NPR.	403.00	463.00	-
Minimum price NPR.	558.80	398.00	-
Closing price NPR.	558.80	410.00	-
Total Turnover NPR.	1,017,151,697.70	524,543,362	-
Total Transactions	15,438	22380	-
No. of transaction Day	61	58	-
Total traded volume	2,127,459	1,223,738	-

*Share listing on Nepal Stock Exchange Ltd and the transactions start from the 2080.08.04.

Problems & Challenges

Internal Challenges

- Retention of skilled human resources.
- To maintain operational efficiency.

External Challenges

- Delay of statutory approvals & inconsistent regulatory and policy level commitment from the government regulatory agencies in the development of hydroelectric projects.
- Fluctuating cost of capital and devaluation of local currency.
- Natural disaster such as flood, earthquake, drought, etc.
- Lack of domestic suppliers for hydropower equipment and spare parts.
- Climatic Changes & Hydrological Risk.
- Pandemics such as Covid-19, dengue, etc.

Strategies

- Implementation of HR optimization plan.
- Lobbying with government agencies for investment friendly environment.
- Fund management and strategic investment as per the project investment plan.
- Adequate insurance policies against the loss due to natural disaster.
- Maintenance of stock of spare parts & equipment.

Corporate Governance

The Board of Directors, Audit Committee, other Committees, and Management Team are committed to strengthening good corporate governance within the company. Mathillo Mailun Khola Jalvidhyut Limited has written manuals, policies, rules & guidelines for the proper functioning of the operation of the company.

Declaration

I, the General Manager of this Company, take the responsibility for the accuracy of the information and details mentioned in this report for the period up to the fourth quarter of F.Y 2080/081, 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.

Please contact on (977-01)4372828/4373030 for further inquiry about the company.