



Mathillo Mailun Khola Jalvidhyut Limited

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

Un-Audited Financial Reports (Quarterly)

As on 3rd Quarter (As at 2082.12.30) of the Fiscal Year 2082/083

THIRD QUARTER DISCLOSURE AS OF 2082.12.30 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION ANNEXURE-14 (RELATED TO SUB REGULATION 1 OF REGULATION 26)

Statement of Financial Position

Particulars	Amount in NPR		
	Un-Audited This Quarter Ending As at 2082.12.30	Un-Audited Previous Quarter Ending As at 2082.09.30	Un-Audited Previous Corresponding Quarter As at 2081-12-31
Assets			
Non Current Assets			
Property, Plant & Equipment	11,667,661	12,342,937	8,083,818
Intangible Assets	2,689,850,679	2,716,593,103	2,792,659,385
Intangible Assets under development	108,767,356	107,773,222	102,177,584
Right of use Assets	8,008,728	8,248,314	-
Financial Assets	300,000	300,000	300,000
Total Non Current Assets	2,818,594,423	2,845,257,576	2,903,220,787
Current Assets			
Financial Current Assets			
Sundry Debtor and Receivables	48,942,630	63,934,109	54,784,440
Cash and Cash Equivalents	215,421,356	207,968,517	157,461,334
Other Financial Assets	2,601,000	3,377,000	3,377,000
Non- Financial Current Assets			
Other Current Assets	16,733,198	10,446,755	9,755,741
Current Tax Assets	3,059,067	3,014,783	2,829,094
Total Current Assets	286,757,251	288,741,164	228,207,609
Total Assets	3,105,351,674	3,133,998,740	3,131,428,396
Equity and Liabilities			
Equity			
Share Capital	1,000,000,000	1,000,000,000	1,000,000,000
Other Equity			
Retained Earnings	(22,175,264)	(21,131,137)	(80,943,352)
Other Reserves	1,556,310	1,556,310	1,186,554
Advance towards Share Capital	-	-	-
Total Equity	979,381,046	980,425,174	920,243,202
Liabilities			
Non Current Liabilities			
Non current Borrowings	2,050,925,145	2,028,623,145	2,111,625,145
Provisions	525,082	525,082	467,223
Lease Liabilities	8,885,648	8,885,648	-
Total Non- Current Liabilities	2,060,335,875	2,038,033,875	2,112,092,368
Current Liabilities			
Other Financial Liabilities			
Current Borrowings	15,120,000	40,321,000	92,239,887
Lease Liabilities	113,660	227,320	-
Other Financial Liabilities	49,319,723	73,621,367	1,094,597
Other Current Liabilities	1,081,371	1,370,005	5,758,342
Total Current Liabilities	65,634,753	115,539,692	99,092,826
Total Liabilities	2,125,970,628	2,153,573,566	2,211,185,194
Total Liabilities and Equity	3,105,351,674	3,133,998,740	3,131,428,396

Statement of Profit or Loss (For the Quarter ending 30 Chaitra 2082)

Particulars	Current Period (30-12-2082)	Previous Period (30-09-2082)	Previous Corresponding Quarter (31-12-2081)
Revenue (Construction)	5,648,157	4,654,024	20,709,255
Cost of Sales (Construction)	(5,648,157)	(4,654,024)	(20,709,255)
Revenue from Sales of Electricity	327,496,698	253,261,187	289,436,426
Power Plant Operation Expenses	(37,434,687)	(26,133,556)	(43,763,517)
Gross profit	290,062,012	227,127,631	245,672,909
Other Income	-	-	357,750
Administrative and Other Operating Expenses	(17,208,640)	(11,622,754)	(14,055,400)
Depreciation	(2,934,930)	(1,947,556)	(1,519,215)
Amortization	(81,128,949)	(54,079,983)	(80,973,442)
Profit From Operation	188,789,493	159,477,339	149,482,601
Financial Income	1,679,916	1,088,689	1,645,229
Financial Costs	(104,126,057)	(73,160,933)	(131,728,542)
Profit/ (Loss) before tax	86,343,352	87,405,095	19,399,288
Staff Bonus Provision	(1,726,867)	(1,748,102)	(387,986)
Income Tax Expenses	(3,620)	-	(3,633)
Profit/ (Loss) For the Year	84,612,865	85,656,993	19,007,669

Major Financial Highlights

Particulars	2082.12.30	2082.09.30	2081.12.31
Earnings Per Share (EPS)	8.46	8.57	1.90
Current Ratio	4.37	2.50	2.30
Net worth Per Share	97.78	97.89	92.02
Return on Assets (ROA)	2.72%	2.73%	0.61%
Market Value Per Share - NPR	538.10	587.00	646.24

Financial Statements

- The Unaudited financial statements for the third quarter have been published as a part of this report.
- Service concession arrangements of MMKJL includes 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 has amortized the intangible assets from the commercial operation dated 28 Magh 2080. In case of Property, Plant & Equipment, depreciation has been calculated based on written down value based on their useful lives.
- An invoice of NPR. 32,74,96,698/- for Mathillo Mailun Khola Jalvidhyut power plant (14.3 MW) has been raised up to Chaitra 2082 for FY 2082/083
- The Total outstanding loan including term loan and working capital loans amount to NPR 2,06,60,45,145/-
- The Construction revenue and Construction cost of Madhya Mailung Khola Jalvidhyut Aayojana (13MW) and Mathillo Mailung "B" Jalvidhyut Aayojana (17MW) as per IFRIC-12 is NPR 56,48,157.
- The company has generated NPR 32,74,96,698/- as revenue from the sales of electricity and earned financial income amounting NPR 16,79,916/- from interest on deposit.

Management Analysis

- The company has incurred NPR 3,74,34,687/- as Power Plant Operation Expenses, NPR 1,72,08,640/- as administrative and other operating expenses, NPR 29,34,930/- depreciation on PPE and NPR 8,11,28,949/- for amortization expenses till end Chaitra 2082.
- The financial cost includes interest paid on long term loan and working capital loan amounting NPR 10,41,26,057/-
- Intangible assets under development includes expenses incurred for the development of Madhya Mailung Khola Jalvidhyut Aayojana (13 MW) cascade Aayojana and Mathillo Mailung "B" Jalvidhyut Aayojana (17 MW) amounting NPR 10,87,67,356 /-

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 (30-12-2082)	Previous Quarter Ending (30-09-2082)	Corresponding Previous Year Quarter Ending (31-12-2081)
Maximum price NPR.	613.00	659.00	856.00
Minimum price NPR.	525.00	570.00	646.24
Closing price NPR.	538.10	587.00	646.24
Total Turnover NPR.	49,62,55,143.70	69,85,25,930.00	1,67,95,94,265.00
Total Transactions	7,276	8,486	14,591
No. of transaction Day	53	55	56
Total traded volume	8,50,077	11,44,102	21,53,124

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.
- Riot, Strike, and Malicious Risk

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 third quarter of fiscal year 2082/083, 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.