



Mathillo Mailun Khola Jalvidhyut Limited

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

Un-Audited Financial Reports (Quarterly)

As on 2nd Quarter (As at 2082.09.30) of the Fiscal Year 2082/083

SECOND QUARTER DISCLOSURE AS OF 2082.09.30

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 2082.09.30	Un-Audited Previous Quarter Ending As at 2082.06.31	Un-Audited Previous Corresponding Quarter As at 2081-09-29
Assets			
Non-Current Assets			
Property, Plant & Equipment	12,342,937	12,950,965	8,699,901
Intangible Assets	2,716,593,103	2,743,633,094	2,811,285,182
Intangible Assets under development	107,773,222	104,444,266	101,951,358
Right of use Assets	8,248,314	8,487,900	
Financial Assets	300,000	300,000	300,000
Total Non Current Assets	2,845,257,576	2,869,816,225	2,922,236,441
Current Assets			
Financial Current Assets			
Sundry Debtor and Receivables	63,934,109	99,609,336	52,891,972
Cash and Cash Equivalents	207,968,517	167,705,246	184,157,744
Other Financial Assets	3,377,000	3,377,000	3,498,000
Non- Financial Current Assets			
Other Current Assets	10,446,755	12,532,202	3,567,210
Current Tax Assets	3,014,783	2,966,336	2,729,092
Total Current Assets	288,741,164	286,190,120	246,844,017
Total Assets	3,133,998,740	3,156,006,345	3,169,080,458
Equity and Liabilities			
Equity			
Share Capital	1,000,000,000	1,000,000,000	1,000,000,000
Other Equity			
Retained Earnings	(21,131,137)	(46,211,327)	(64,354,048)
Other Reserves	1,556,310	1,556,310	1,186,554
Total Equity	980,425,174	955,344,983	936,832,506
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Non-Current Borrowings	2,028,623,145	2,028,623,145	2,111,575,145
Provisions	525,082	525,082	481,588
Lease Liabilities	8,885,648	8,885,647	-
Total Non- Current Liabilities	2,038,033,875	2,038,033,874	2,112,056,733
Current Liabilities			
Other Financial Liabilities			
Current Borrowings	40,321,000	85,987,071	4,790,621
Lease Liabilities	227,320	340,980	
Other Financial Liabilities	73,621,367	74,184,222	114,414,329
Other Current Liabilities	1,370,005	2,115,214	986,270
Total Current Liabilities	115,539,692	162,627,488	120,191,219
Total Liabilities	2,153,573,566	2,200,661,362	2,232,247,952
Total Liabilities and Equity	3,133,998,740	3,156,006,345	3,169,080,458

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

Particulars	Current Period (30-09-2082)	Previous Period (31-06-2082)	Previous Corresponding Quarter (29-09-2081)
Revenue (Construction)	4,654,024	1,325,068	12,183,750
Cost of Sales (Construction)	(4,654,024)	(1,325,068)	(12,183,750)
Revenue from Sales of Electricity	253,261,187	147,859,456	223,951,990
Power Plant Operation Expenses	(26,133,556)	(14,192,116)	(32,958,438)
Gross profit	227,127,631	133,667,339	190,993,552
Other Income	-	-	357,750
Administrative and Other Operating Expenses	(11,622,754)	(5,966,857)	(10,351,281)
Depreciation	(1,947,556)	(965,367)	(864,733)
Amortization	(54,079,983)	(27,039,991)	(53,822,140)
Profit From Operation	159,477,339	99,695,123	126,313,149
Financial Income	1,088,689	522,379	954,330
Financial Costs	(73,160,933)	(39,640,700)	(91,670,506)
Profit/ (Loss) before tax	87,405,095	60,576,803	35,596,974
Staff Bonus Provision	(1,748,102)	-	-
Profit/ (Loss) For the Period	85,656,993	60,576,803	35,596,974

Major Financial Highlights

Earnings Per Share (EPS)	8.57	6.06	3.56
Current Ratio	2.50	1.76	2.05
Net worth Per Share	97.89	95.38	93.56
Return on Assets (ROA)	2.73%	1.92%	1.12%
Market Value Per Share - NPR	587.00	594.00	698.90

Financial Statements

The Unaudited financial statement for the second 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 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. 25,32,61,187/- for Mathillo Mailung Khola Jalvidhyut power plant (14.3 MW) has been raised up to Poush 2082 for FY 2082/083.

The Total outstanding loan includes term loan and working capital loan (Overdraft) amounting NPR. 2,06,89,44,145/-.

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. 46,54,024.

The company has generated NPR. 25,32,61,187/- as revenue from the sales of electricity and earned financial income amounting NPR. 10,88,689/- from interest on deposit.

Management Analysis

The company has incurred NPR. 2,61,33,556/- as Power Plant Operation Expenses, NPR. 1,16,22,754/- as administrative and other operating expenses, NPR. 19,47,556/- depreciation on PPE and NPR. 5,40,79,983/- for amortization expenses till end Poush 2082.

The financial cost includes interest paid on long term loan and working capital loan amounting NPR. 7,31,60,933/- 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 10,77,73,222/-

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 (30-09-2082)	Previous Quarter Ending (31-06-2082)	Corresponding Previous Year Quarter Ending (29-09- 2081)
-------------	----------------------------------	--------------------------------------	----------------------------------------------------------

Maximum price NPR.	659.00	675.00	765
Minimum price NPR.	570.00	561.38	529
Closing price NPR.	587.00	594.00	698.90
Total Turnover NPR.	69,85,25,930.00	34,64,74,068.00	17,14,23,927
Total Transactions	8,486	5,859	16,445
No. of transaction Day	55	51	55
Total traded volume	11,44,102	5,59,562	26,19,749

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 Mailung 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 second quarter of FY 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.