Butwal Power Company Limited
Buddha Nagar, Kathmandu, Nepal

UNAUDITED FINANCIAL STATEMENTS FOR THE THIRD QUARTER, FISCAL YEAR 2082/83 ENDED 30th Chaitra 2082
(April 13, 2026)

Figures in NPR'000

Statement Of Financial Position	This Quarter Ending Chaitra end 2082	Previous Quarter Ending Poush end 2082	Corresponding Previous Year Quarter Ending Chaitra end 2081
ASSETS			
Non-Current Assets			
Property, plant and equipment	237,459	240,858	252,063
Capital work-in-progress	3,559	2,780	2,313
Intangible assets	1,680,711	1,702,107	1,739,111
Project work-in-progress	392,691	390,391	385,176
Financial assets	4,453,592	4,461,780	4,942,260
Total Non-Current Assets	**6,768,012**	**6,797,916**	**7,320,923**
Current Assets			
Inventories	55,707	55,956	62,771
Trade receivables	73,822	74,595	75,727
Cash and cash equivalents	502,425	533,672	40,539
Other Financial assets	412,537	539,903	443,118
Other current assets	9,709	12,830	5,886
Current tax assets (net)	8,056	-	-
Total Current Assets	**1,062,256**	**1,216,956**	**628,041**
Total Assets	**7,830,268**	**8,014,872**	**7,948,964**
EQUITY AND LIABILITIES			
Equity			
Equity share capital	3,409,065	3,409,065	3,409,065
Other equity	3,761,384	3,695,288	3,668,270
Total Equity	**7,170,449**	**7,104,353**	**7,077,335**
Liabilities			
Non-Current Liabilities			
Grant aid in reserve	153,460	155,387	161,361
Financial liabilities	38,409	42,159	53,409
Provisions	110,769	200,556	196,785
Deferred tax	183,672	163,377	165,974
Other non-current liabilities	17,573	17,599	18,426
Total Non-Current Liabilities	**503,883**	**579,078**	**595,955**
Current Liabilities			
Trade payables	5,317	6,515	12,842
Other Financial liabilities	56,469	42,241	175,775
Provisions	2,673	2,655	1,864
Other current liabilities	91,477	277,416	85,058
Current tax liabilities (net)	-	2,614	135
Total Current Liabilities	**155,936**	**331,441**	**275,674**
Total Liabilities	**659,819**	**910,519**	**871,629**
Total Equity and Liabilities	**7,830,268**	**8,014,872**	**7,948,964**
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BUTWAL POWER COMPANY LIMITED

Figures in NPR'000

Statement of Profit or Loss and other Comprehensive Income	This Quarter Ending Chaitra end 2082	Previous Quarter Ending Poush end 2082	Corresponding Previous Year Quarter Ending Chaitra end 2081
Revenue	622,704	464,044	558,735
Cost of Sales			
Generation Expenses	(195,614)	(130,668)	(199,152)
Distribution Expenses	(111,157)	(75,280)	(99,322)
Gross profit	**315,933**	**258,096**	**260,261**
Depreciation Being Revenue Portion of Grant Aid	5,866	3,940	5,887
Other income	174,500	75,159	84,125
Administrative and other operating expenses	(121,559)	(59,045)	(99,324)
Profit from Operation	**374,740**	**278,150**	**250,949**
Finance Income	3,888	1,504	13,905
Finance Costs	(12,559)	(11,721)	(6,140)
Profit Before Tax	**366,069**	**267,933**	**258,714**
Income Tax Expense	(66,752)	(42,553)	(48,415)
Current tax	(44,327)	(43,036)	(41,107)
Deferred tax credit/charge	(22,425)	483	(7,308)
Profit for the year	**299,317**	**225,380**	**210,299**
Other comprehensive gain/(loss) for the year, net of tax	(5,853)	1,986	5,342
Total Comprehensive gain/(loss) for the year, net of tax	**293,464**	**227,366**	**215,641**

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Butwal Power Company Limited

Buddha Nagar, Kathmandu, Nepal

THIRD QUARTER DISCLOSURE AS OF 30TH CHAITRA 2082 (13TH APRIL 2026)
AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION ANNEXURE -14
(Related to Sub Regulation 1 of Regulation 26)

1 FINANCIAL STATEMENTS

- The financial statements for the third quarter have been published as a part of this report.
- ***Transactions with related parties:*** Business transactions were conducted with related parties at arm's length in line with section 93 (3.c) of the Company Act. BPC purchased services of worth NPR 880,648 from Nepal Hydro & Electric Limited and NPR 129,673 from Beltron Trading Pvt. Ltd. during the period of third quarter.
- ***Key Finoncial Ratios at the end of the quarter;***

Period	Earning per Share (Quarterly)	Net worth per share	Current Ratio (Times)	P/E Ratio (Times)	Return on Assets
This year quarter end	Rs. 8.78	Rs. 210.33	6.81	81.42	3.82%
Previous quarter end	Rs. 6.61	Rs. 208.40	3.67	118.91	2.81%
Corresponding previous year quarter end	Rs.6.17	Rs. 207.60	2.28	64.67	2.65%

2 MANAGEMENT ANALYSIS

- ***Any changes in the stock, income and liquidity during the quarter and reason for change, if any :***
  Inventories have been kept sufficient for normal operation of power plants. Revenue from sale of electricity and services is increased by 11.45% to NPR 622.70 million compared to corresponding period last year. This increase is mainly due to the increase in Tariff of Andhikhola distribution area. Finance income decreased significantly by 72.04% due to decrease in deposits at Banks. Net profit for the period end of Chaitra 2082 is increased by 42.33% in comparison to the corresponding period last year. Sufficient liquidity has been maintained even while the Company is making major investments in new projects.

- ***The statement of management analysis on the upcoming business plan:***
  Nyadi Hydropower plant (NHP) 30 MW has been in operation from Baisakh 27, 2079 through a SPV Nyadi Hydropower Ltd (NHL) under contingency power evacuation so that the power generated from the plant is partially evacuated during wet season. Under such power evacuation plan, the construction of switching station at Upper Marsyangdi-A plant is ongoing. NHL is a listed company in NEPSE. BPC via a joint venture with international partners is undertaking 601 MW Marsyangdi Cascade Projects (MCPs) comprising 135 MW Manang Marsyangdi HEP (MMHEP), 139.2 MW Lower Manang Marsyangdi HEP (LMMHEP) and 327 MW Upper Marsyangdi-2 HEP (UM-2HEP) in the Marsyangdi basin. All three projects have completed detail engineering and secured approvals of EIA studies. The first project of MCPs, MMHEP is being constructed at pace with completion expected by the end of 2027. The PPA of MCP's second project LMMHEP, was signed with NEA on August 15, 2023 (Shrawan 30, 2080) and the Company is working with our international partners on financial closure. DPR of the third project UM-2HEP has been approved by IBN. The Connection Agreement for 327 MW project has been signed with NEA. Construction of 7.9 MW Chino Khola Hydropower Project (CHP) developed by a SPV Chino Hydropower Ltd, is ongoing through the EPC Contractor. The feasibility study of Mugu Karnali HEP (MKHEP) has been completed and the project capacity fixed at 174 MW. Department of National Parks and Wildlife Conservation (DNPWC) has granted consents for feasibility study and EIA for MKHEP as the project is located in the buffer zone of Rara National Parks. The consent on project capacity as optimized under the detailed feasibility study has yet to be obtained from MOEWRI because of the license boundary overlap with downstream project.

- ***The analytical statement on the possible effect on company's profitability, stock and cashflow based on the past experience:***
  The company maintained steady progress on improving profitability and is continuing to invest in the construction of new projects as per the strategic growth plan. Discussions are ongoing with NEA for transfer of 50% project assets of Himal Power Limited (HPL) to NEA and a new power purchase rate, as per the PPA.

3 STATEMENT RELATING TO LEGAL ACTION

- ***Case filed by or against the Company during the quarter, if any*** : None
- ***Case filed by or against the Company or its Promoter or Director for violation of the prevailing regulation or committing the criminal offence, if any*** : None
- ***Case filed against the Promoter or Director on financial crime, if any:*** None

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4 ANALYSIS OF SHARE TRANSACTION OF THE COMPANY

- During third quarter, BPC shares were actively traded till the end of Chaitra 2082. Share prices are being determined by the open share market in NEPSE.
- The major highlights of share transactions during the quarter are as follows:

Maximum Price	Minimum Price	Closing Price	Transaction days	Total Transaction	Traded Volume	Turnover
819	655	714.9	53	22,502	5,840,675	4,392,398,768

5 PROBLEMS AND CHALLENGES

- **Internal**
  - Financial sustainability of the distribution business.
  - Optimal fund management and asset optimization for investment in large projects, especially the Marshyangdi Cascade Projects (MCPs).
- **External**
  - Lengthy bureaucratic processes in development of hydropower projects.
  - Inadequate rules, regulations, policies, guidelines etc. to expedite project developments.
  - Fluctuating cost of capital and foreign exchange fluctuation risk.
  - Floods and low water flow risk in the rivers for hydropower plants/projects.
  - Land acquisition and compensation challenges for ongoing projects.
  - Inadequate transmission line networks and delays in its expansion for power evacuation of hydropower projects.
- **Strategies**
  - Optimal investment fund generation and management to support ambitious growth plans.
  - Lobbying with government authorities for investment friendly environment and more speedy execution of projects.
  - FDIs with Project Financing and PPA in foreign currency for large projects.
  - Prudent risk management to minimize financial and operational risks.
  - Stakeholder's engagement from planning stage of projects under development

6 CORPORATE GOVERNANCE

- The Company has regular meetings of Board of Directors and Board Committees viz Audit Committee, Risk Management Committee and Asset & Liability Committee in compliance with the Corporate Governance Guidelines, 2074 issued by the Securities Board of Nepal. The Management Team meeting are also being conducted regularly. The provisions of SEBON Corporate Guidelines has been fully complied.

7 DECLARATION OF CHIEF EXECUTIVE ON TRUTH, TACTFULNESS

I, the Chief Executive Officer of this Company, take the responsibility of accuracy of the information and details mentioned in this report for the third quarter of FY 2082/83, 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.

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