Butwal Power Company Limited
Buddha Nagar, Kathmandu, Nepal

UNAUDITED FINANCIAL STATEMENTS FOR THE FOURTH QUARTER, FISCAL YEAR 2082/83 ENDED 32ND ASHADH 2083
(JULY 16, 2026)

Figures in NPR'000

Statement Of Financial Position	This Quarter Ending Ashadh end 2083	Previous Quarter Ending Chaitra end 2082	Corresponding Previous Year Quarter Ending Ashadh end 2082 (Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment	295,727	237,459	248,443
Capital work-in-progress	13,307	3,559	-
Intangible assets	1,658,113	1,680,711	1,745,862
Project work-in-progress	430,628	392,691	386,949
Financial assets	4,348,907	4,453,592	5,263,793
Total Non-Current Assets	**6,746,682**	**6,768,012**	**7,645,047**
Current Assets			
Inventories	86,001	55,707	58,200
Trade receivables	93,651	73,822	79,623
Cash and cash equivalents	731,224	502,425	43,142
Other Financial assets	180,220	412,537	280,428
Other current assets	16,618	9,709	16,106
Current tax assets (net)	16,657	8,056	10,565
Total Current Assets	**1,124,371**	**1,062,256**	**488,064**
Total Assets	**7,871,053**	**7,830,268**	**8,133,111**
EQUITY AND LIABILITIES			
Equity			
Equity share capital	3,409,065	3,409,065	3,409,065
Other equity	3,779,562	3,761,384	3,672,465
Total Equity	**7,188,627**	**7,170,449**	**7,081,530**
Liabilities			
Non-Current Liabilities			
Grant aid in reserve	208,056	153,460	159,327
Financial liabilities	34,654	38,409	49,659
Provisions	77,758	110,769	196,217
Deferred tax	185,928	183,672	163,199
Other non-current liabilities	16,652	17,573	16,652
Total Non-Current Liabilities	**523,048**	**503,883**	**585,054**
Current Liabilities			
Trade payables	22,983	5,317	24,353
Other Financial liabilities	44,595	56,469	351,230
Provisions	2,412	2,673	2,278
Other current liabilities	89,388	91,477	88,666
Total Current Liabilities	**159,378**	**155,936**	**466,527**
Total Liabilities	**682,426**	**659,819**	**1,051,581**
Total Equity and Liabilities	**7,871,053**	**7,830,268**	**8,133,111**
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Figures in NPR'000

Statement of Profit or Loss and other Comprehensive Income	This Quarter Ending Ashadh end 2083	Previous Quarter Ending Chaitra end 2082	Corresponding Previous Year Quarter Ending Ashadh end 2082 (Audited)
Revenue	801,615	622,704	733,793
Cost of Sales			
Generation Expenses	(284,721)	(195,614)	(293,681)
Distribution Expenses	(157,035)	(111,157)	(139,071)
Gross profit	**359,859**	**315,933**	**301,041**
Depreciation Being Revenue Portion of Grant Aid	7,901	5,866	7,922
Other income	214,617	174,500	89,302
Administrative and other operating expenses	(160,381)	(121,559)	(132,234)
Profit from Operation	**421,996**	**374,740**	**266,031**
Finance Income	5,866	3,888	14,134
Finance Costs	(13,473)	(12,559)	(12,896)
Profit Before Tax	**414,389**	**366,069**	**267,269**
Income Tax Expense	(78,947)	(66,752)	(49,933)
Current tax	(48,284)	(44,327)	(44,453)
Deferred tax credit/charge	(30,663)	(22,425)	(5,480)
Profit for the year	**335,442**	**299,317**	**217,336**
Other comprehensive gain/(loss) for the year, net of tax	(23,802)	(5,853)	2,500
Total Comprehensive gain/(loss) for the year, net of tax	**311,640**	**293,464**	**219,836**

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Butwal Power Company Limited

Buddha Nagar, Kathmandu, Nepal

FOURTH QUARTER DISCLOSURE AS OF 32ND ASHADH 2083 (16TH JULY 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 fourth 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 worth NPR 11,553,643 from Nepal Hydro & Electric Limited and NPR 32,865 from Beltron Trading Pvt. Ltd.. BPC proviced advances of NPR 44,500,000 to Chino Hydro Power Company and NPR 17,000,000 to SCIG International Nepal Hydro Joint Dev. Pvt. Ltd. during the fourth quarter.
- ***Key Financial 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. 9.84	Rs. 210.87	7.05	67.89	4.26%
Previous quarter end	Rs. 8.78	Rs. 210.33	6.81	81.42	3.82%
Corresponding previous year quarter end	Rs.6.38	Rs. 207.73	1.05	150.05	2.67%

2 MANAGEMENT ANALYSIS

- ***Any changes in the stock, income and liquidity during the quarter and reason for change, if any :***
  Inventories are maintained for normal operation of power plants. Revenue from sale of electricity and services increased by 9.24% compared to last year. Finance income decreased by 58.50% due to decrease in interest rates at Banks. Net profit for the period end of Ashadh 2083 increased by 54.34% in comparison to 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) has been in operation from Baisakh 2079 through a SPV Nyadi Hydropower Ltd (NHL) under contingency power evacuation resultin in only partial evacuation of generated energy during the wet season. However, the construction of the switching station at Upper Marsyangdi-A plant has been recently completed which we expect will lead to higher power evaculation from NHP. 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 under construction at pace with completion expected by the end of 2027. The Company is working with our international partners on financial closure of LMMHEP. DPR of the third project UM-2HEP has been approved by IBN. Construction of 7.9 MW Chino Khola Hydropower Project (CHP) developed by SPV Chino Hydropower Ltd, is ongoing through the EPC Contractor.

- ***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 fourth quarter, BPC shares were actively traded.
- 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
740	612	668	64	9,237	1,786,252	1,210,652,074

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.
  - 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.
  - 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 fourth 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.

