Mailung Khola Jal Vidhyut Company Ltd.

Kathmandu, Nepal

Unaudited Financial Reports for the Fourth Quarter of Fiscal Year 2082/083 ended on Ashadh 32, 2083 (July 17, 2026)

Unaudited Statement of Financial Position

Amount in Nepalese Rupees

Particulars	This Quarter Ending Ashadh End 2083	Previous Quarter Ending Chaitra End 2082	Corresponding Previous Quarter Ending Ashadh End 2082
Assets			
Non-Current Assets			
Property, Plant and Equipment	503,672	552,022	659,371
Intangible Assets	537,335,417	546,796,524	580,845,400
Investment Securities	55,734,665	69,746,101	76,745,338
Other Non-Current Assets	3,245,334	7,745,334	4,111,333
Total Non-Current Assets	**596,819,089**	**624,839,981**	**662,361,442**
Current Assets			
Inventories	-	-	-
Trade Receivables	134,716,588	135,269,280	135,148,959
Cash and Cash Equivalents	1,246,964	6,479,851	2,647,495
Other Financial Assets	1,043,197	1,041,697	3,172,437
Other Current Assets	6,208,180	4,043,781	3,299,533
Current Tax Assets	1,569,012	-	853,552
Total Current assets	**144,783,940**	**146,834,609**	**145,121,976**
Total Assets	**741,603,028.67**	**771,674,590**	**807,483,418**
Equity and Liabilities			
Equity			
Share Capital	376,319,800	376,319,800	376,319,800
Reserves	2,028,846	2,028,846	2,028,846
Retained Earnings	5,402,555	15,226,166	3,669,894
Total Equity	**383,751,201**	**393,574,812**	**382,018,540**
Non-Current Liabilities			
Borrowings	159,029,605	174,229,605	218,929,605
Other Non-Current Liabilities	57,700,186	59,606,652	62,635,211
Deferred Tax Liabilities	39,282,553	43,322,284	46,015,950
Total Non-Current Liabilities	**256,012,344**	**277,158,540**	**327,580,765**
Current Liabilities			
Short Term Borrowings	98,860,121	98,560,121	93,655,071
Other Current Liabilities	2,979,363	157,885	4,229,042
Current Tax Liabilities	-	2,223,231	-
Total Current Liabilities	**101,839,484**	**100,941,238**	**97,884,113**
Total Equity and Liabilities	**741,603,029**	**771,674,590**	**807,483,418**

Unaudited Statement of Profit or Loss Account & Other Comprehensive Income

Particulars	This Quarter Ending Ashadh End 2083	Previous Quarter Ending Chaitra End 2082	Corresponding Previous Quarter Ending Ashadh End 2082
Revenue From Sales of Electricity	97,118,705	79,260,115	89,203,290
Cost of Sales	12,182,203	7,751,905	12,036,918
Gross profit	**84,936,502**	**71,508,210**	**77,166,372**
Other Income	3,052,564	2,294,951	3,497,636
Personnel Expenses	4,264,019	2,868,654	4,466,433
Other Operating and Administrative Expenses	3,855,015	2,952,101	3,239,495
Depreciation & Amortisation	45,696,687	34,266,230	45,320,044
Operating profit	**34,173,346**	**33,716,177**	**27,638,036**
Finance Cost	18,163,409	14,065,127	27,385,269
Fair Value Gain/ (Loss) on Investment through FVTPL	(21,010,673)	(6,999,237)	4,316,196
Other Operating Income/ (Loss)	-	-	-
Profit Before Tax	**(5,000,736)**	**12,651,813**	**4,568,963**
Income Tax Expenses			
Current Tax	-	3,789,207	1,265,566
Deferred Tax Expense/ (Income)	(6,733,397)	(2,693,666)	313,803
Profit for the period	**1,732,661**	**11,556,272**	**2,989,594**
Other Comprehensive Income:			
Items that will not be Reclassified to Profit or Loss	-	-	-
Gains/ (losses) from Investments in Equity Instruments measured at Fair Value	-	-	-
Gains/ (losses) on Revaluation	-	-	-
Actuarial gains/ (losses) on Defined Benefit Plans	-	-	-
Income Tax relating to above Items	-	-	-
Other Comprehensive Gain/ (Loss) for the period, Net of Tax	**-**	**-**	**-**
Total Comprehensive Gain/ (Loss) for the period, Net of Tax	**1,732,661**	**11,556,272**	**2,989,594**

Note:

1. Corresponding Previous Quarter Ending Ashadh End 2082 figures are from audited Financial Statements.
2. The Unaudited Financial figures are subject to change from external auditors and regulatory authorities.
3. The figures are regrouped and rearranged wherever necessary.

4th QUARTER DISCLOSURE AS OF 2083.03.32
AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION
ANNEXURE-14 (RELATED TO SUB REGULATION 1 OF REGULATION 26)

1. Financial Statement

- The unaudited financial statements for the fourth quarter of FY 2082/83 have been published along with this report.
- **Transaction with Related Parties:** Mailung Khola Jal Vidhyut Company Limited (MKJC) has investment of NPR. 25,923,100 in Mathillo Mailung Khola Jalvidhyut Limited having Fair value of NPR. 55,734,665.
- Major Financial Indicators are as follows:

Earnings Per Share (EPS) (Annualized) (NPR)	Net-worth Per Share (NPR)	Market Value Per Share (NPR)	PE Ratio (Annualized)	Total Assets Per Share (NPR)	Current Ratio
0.46	101.97	461.00	1001.25	197.07	1.42

2. Management Analysis

- **Any change in the stock, income and liquidity during the quarter and reason for change, if any:** Upto Fourth quarter, Mailung Khola Jal Vidhyut Company Limited (MKJC) (5MW) has generated the invoice of NPR. 97,118,705 from sale of electricity which has been increased by NPR. 7,915,414.30 compared to corresponding year and gross operating profit increased to NPR. 84,936,502 with the increment of NPR. 7,770,130 up to this quarter as compared to the corresponding period of last year's figure, which is mainly due to increase in sale of electricity. Net profit for current quarter has been decreased as compared to previous quarter, mainly due to decrease in fair value of the investment which has been classified as Fair Value through Profit or Loss (FVTPL).
- **The statement of management analysis on the Upcoming business Plan:** The management is persistently working on improving internal control system and risk management practices.
- **The analytical statement on the possible effect on company's profitability, stock, and cash flow based on past experience:** The Company has maintained steady progress on profitability and there is no such other incident during the period which might have negative impact on the reserves, profit or cash flow position of the company.

3. Legal Proceedings

- 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**

4. Analysis of Company's Share Transaction

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

Maximum price NPR.	538.00	**Total Transactions**	2,995.00
Minimum price NPR.	434.10	**No. of transaction Day**	64
Closing price NPR.	445.00	**Total traded volume**	386,601.00
Turnover NPR.	191,116,652		

5. Problems & Challenges

a. **Internal Challenges**

- Retention and optimization of skilled human resource.
- Fund management.
- To maintain the operational efficiency.

b. **External Challenges**

- Inconsistent regulatory and policy level commitment from the government regulatory agencies in development of hydroelectric projects.
- Fluctuating cost of capital and devaluating local currency.
- Delay of statutory approvals.
- Loss due to natural disaster –flood, Earthquake, force measure issue, etc.
- Lack of domestic suppliers and venders for hydropower equipment and spare parts.
- Inadequate existing transmission line network and delay in expansion for power evacuation of hydropower projects.

c. **Strategies followed by the management:**

- HR optimization plan will be implemented.
- Identification of different financial instruments along with risk assessment.
- Development of various internal policies and procedures.

6. Corporate Governance

The Board of Directors and Key management Personnel are committed to upholding good corporate governance practice in the company governance, by implementing various manuals, policies, rules & guidelines for proper functioning of the operation of the company. Various committees and sub-committee are in the process of formation in compliance with companies act, 2063 and corporate Governance guideline, 2074 issued by Security Exchange Board of Nepal.

7. Reporting

This Quarter's report has been made on the basis of Nepal Financial Reporting Standard (NFRS) and necessary adjustments has been made where ever required as per the standard and retrospective effect of the same has also been shown in the figures of previous quarters.

8. Declaration

I the General Manager of this Company, take the responsibility of accuracy of the information and 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.