Nepal Hydro Developer Limited

Dillibazar, Kathmandu

Unaudited Statement of Financial Position

As at Ashoj 31, 2083 (October 17, 2026)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Ashoj 2083	This Quarter Ending Ashad 2083	Previous Quarter Ending Ashoj 2082
ASSETS			
Property, Plant and Equipment (Net Blocks)	1,508	1,508	1,873
Intangible Assets (Net Blocks)	359,984	364,659	378,685
Investment	161,939	158,675	135,500
Deferred Tax Assets - *Net*	1,905	1,357	312
Total Non Current Asset	**525,336**	**526,198**	**516,370**
Total Current Assets	**99,887**	**84,610**	**93,863**
Total Assets	**625,223**	**610,809**	**610,233**
EQUITY AND LIABILITIES			
Share Capital	423,134	423,134	388,197
Reserve and Surplus	130,789	105,427	105,806
Total Equity	**553,923**	**528,561**	**494,003**
Long Term Loan	12,500	24,500	59,500
Short Term Loan	47,000	46,500	46,499
Other Current Liabilities	11,800	11,247	10,231
Total Current & Non- Current Liabilities	**71,300**	**82,247**	**116,230**
Total Equity and Liabilities	**625,223**	**610,809**	**610,233**

Unaudited Statement of Profit or Loss Account and Other Comprehensive Income

for the period ended Ashoj 31, 2083 (October 17, 2026)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Ashoj 2083	This Quarter Ending Ashad 2083	Previous Quarter Ending Ashoj 2082
Power Sales	36,802	112,907	36,844
Less: Plant Operating Expenses	(4,922)	(16,731)	(4,642)
Gross Profit/(Loss)	**31,879**	**96,176**	**32,202**
Add: Other Income	2	31	3
Less: Administrative selling and Distribution Expenses	(823)	(2,731)	(761)
Operating Profit/(Loss)	**31,059**	**93,476**	**31,444**
Less: Financial Cost	(997)	(6,118)	(1,847)
Less: Depreciation	(4,800)	(19,188)	(4,797)
Profit and Loss before Bonus, CSR and Tax	**25,262**	**68,169**	**24,799**
Less: Provision for Bonus	(495)	(1,324)	(482)
Less: Provision for CSR	(245)	(662)	(241)
Profit Before Tax	**24,521**	**66,184**	**24,077**
Less: Current Tax / Deferred Tax	(1,812)	(6,964)	(2,408)
Profit for the Period	**22,709**	**59,219**	**21,669**
Other Comprehensive Income:			
Add: Other Comprehensive gain/(loss) for the year, net of tax	2,938	(613)	-
Total Comprehensive gain/(loss) for the year	**25,647**	**58,606**	**21,669**

Ratio	This Quarter Ending Ashoj 2083	This Quarter Ending Ashad 2083	Previous Quarter Ending Ashoj 2082
Earnings Per Share (Annual)	21.47	14.00	22.33
Market Value Per Share	640.10	630.9	636.30
Price Earnings Ratio	29.82	45.08	28.50
Current Ratio	1.70	1.47	1.65
Return On Assets	16.41%	9.59%	14.20%
Net worth Per Share	130.91	124.92	127.26

FIRST QUARTER DISCLOSURE AS OF OCTOBER 17, 2026 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION, 2073 Annexure -14 (Related to Sub regulation 1 of Regulation 26)

1) FINANCIAL STATEMENTS

- The unaudited financial statements for the First quarter and financial ratios have been published along with this report.
- Transaction with related parties – Not Applicable (N/A).
- Important Financial Ratios: As attached in the unaudited financial statement.
- Company has amortized the intangible assets over the life of the project starting from the commercial Operation Date and in case of other fixed assets depreciation has been calculated based on Written Down Value

2) MANAGEMENT ANALYSIS

- Revenue from sale of Energy is almost equal compared to the corresponding previous year's quarter ending.
- Finance cost of the company has decreased by 46.04% compared to the corresponding previous year's quarter which has resulted in increase in profit by 18.36%.
- Income Tax provision for F.Y 2083-84 has been accounted @10%.
- Company has undertaken strategic long-term investments in various hydropower companies with the objective of enhancing shareholder value and maximizing returns. The invested companies are as follows:

Invested Companies	Investment Amount	
	Non-Listed Company	Listed Company
Lower Charnawati Hydro Power Limited	5,500,000	-
Solu Hydropower Limited	-	30,000,000
Super Khudi Hydropower Limited	-	100,000,000
Mountain Energy Nepal Limited (MV as on Ashoj 31, 2083)	-	13,647,911
Sahas Urja Limited (MV as on Ashoj 31, 2083)	-	9,526,644
Total	**5,500,000**	**153,174,555**

3) LEGAL PROCEEDINGS

- Case filed by or against the company during the quarter, if any : N/A
- 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: N/A
- Case filed against the Promoter or Director on financial crime, if any: N/A

4) ANALYSIS OF SHARE TRANSACTION OF THE COMPANY

- The shares of Nepal Hydro Developer Ltd listed in NEPSE on 6th November, 2017 and transacted from 17th November, 2017.
- The major highlights of share transactions during the quarter are as follows:

Maximum Price	Minimum Price	Closing Price	Total days of Transaction	No. of Transactions	No of Share Traded	Turnover of share Transaction
Rs. 661/-	Rs. 606/20	Rs.640/10	61	1,505	187,241	Rs.118,655,223/50

5) PROBLEMS AND CHALLENGES

Internal Challenges

- To maintain Operational efficiency

External Challenges

- As per the Posted Rate Agreement the company is eligible to claim additional rate from Baisakh 2072 to Chaitra 2078. The company has invoiced Nepal Electricity Authority additional rate amount as per agreement and remaining amount of **Rs.3,62,53,384.79** is yet to be received which has affected cash flow of the company.
- Possibility of flood in monsoon season in rivers at power house area and disturbance in transmission line due to storm & technical fault.
- Difficult to get hydropower equipment's spare parts in time.

Strategies followed by the management

- Use of internal manpower and taking expert agency advice to minimize the issues.

6) Corporate Governance

- The regular meeting of Board of Directors, Audit committee, Management and operation team is being conducted for strengthening good corporate governance within the company.

7) DECLARATION

I, the Chairman/Director of the company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to First quarter of Financial year 2083-84, hereby declare that the information and details provided in this report are true, based on the facts and complete to the best of my knowledge and that information necessary for taking informed decision by the investors are not concealed.