UPPER SYANGE HYDROPOWER LTD.

KATHMANDU, NEPAL

Condensed Statement of Financial Position (Unaudited)

As at 29th Poush, 2081

Amount in Rs.

Particulars	Note	As at Ashadh End, 2081	As at Poush End, 2081
ASSETS			
A. Non Current Assets			
Property, Plant & Equiptment	1	1,048,660	1,202,817
Intangible Assets	1	463,013,686	471,458,906
Project Under Development	2	23,719,779	21,619,183
Investments	3	10,200,000	10,200,000
Total Non Current Assets		**497,982,125**	**504,480,906**
B. Current Assets			
Cash and Bank	4	7,155,896	7,139,856
Inventory	5A	-	1,400,818
Deposit, Advance & Receivables	5B	24,969,728	18,577,482
Total Current Assets		**32,125,624**	**27,118,156**
Total Assets (A+B)		**530,107,749**	**531,599,062**
Equity and Liabilities			
C. Equity			
Share Capital	6	220,000,000	220,000,000
Reserves & Surplus	7	(105,472,532)	(90,306,802)
Total Equity		**114,527,468**	**129,693,198**
D. Non Current Liabilities			
Long Term Loan	8	338,700,000	341,700,000
Employee Benefit Liability	9	1,185,693	1,016,356
Retention Money Payable	12	1,248,060	1,248,060
Deferred Tax Liability		1,531,220	1,531,220
Total Non Current Liabilities		**342,664,973**	**345,495,636**
E. Current Liabilities & Provision			
Short Term Loan	10	43,590,506	41,239,006
Accounts & Others Payables	11	29,323,037	15,169,457
Provisions	13	1,765	1,765
Total Current Liabilities		**72,915,308**	**56,410,228**
Total Equity and Liabilities (C+D+E)		**530,107,749**	**531,599,062**

Accompanying notes are integral parts of this financial statement

Bir Bahadur Ghale
Managing Director

Date : 2081-10-24
Place: Kathmandu, Nepal

Upper Syange Hydropower Ltd.

Rabi Lamichhane
Accountant

UPPER SYANGE HYDROPOWER LTD.

KATHMANDU, NEPAL

Condensed Statement of Comprehensive Income (Unaudited)

For the period from 1st Shrawan to 29th Poush, 2081

Amount in Rs.

Particulars	Note	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
Revenue from Operation	13	17,323,880	23,678,439	19,784,988	34,884,790
Cost of Operation	14	(2,150,116)	(3,212,798)	(409,659)	(1,856,982)
Gross Profit/ (Loss)		**15,173,764**	**20,465,641**	**19,375,329**	**33,027,808**
Other Income	15	1,177	1,898	1,409	3,382
Total Income/(Loss) from Operation		**15,174,941**	**20,467,539**	**19,376,738**	**33,031,190**
Employee Benefit Expenses	16	(1,981,153)	(4,353,339)	(1,553,268)	(3,478,522)
Depreciation and Amortisation	17	(4,308,405)	(8,615,775)	(3,512,838)	(8,617,908)
Administrative Expenses	18	(2,116,254)	(4,440,634)	(1,276,552)	(2,356,524)
Operation Profit / Loss		**6,769,129**	**3,057,791**	**13,034,080**	**18,578,236**
Finance Cost	19	(8,638,344)	(18,223,521)	(12,063,376)	(29,315,910)
Profit / Loss Before Staff Bonus		**(1,869,215)**	**(15,165,730)**	**970,704**	**(10,737,674)**
Staff Bonus		-	-	-	-
Profit / Loss Before Tax		**(1,869,215)**	**(15,165,730)**	**970,704**	**(10,737,674)**
Income Tax Expenses		-	-	-	-
Profit (Loss) For The Year		**(1,869,215)**	**(15,165,730)**	**970,704**	**(10,737,674)**
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income		**(1,869,215)**	**(15,165,730)**	**970,704**	**(10,737,674)**
Basic Earning per Share (BEPS) - Annualized		(3.40)	(13.79)	1.76	(9.76)
Diluted Earning per Share (DEPS) - Annualized		(3.40)	(13.79)	1.76	(9.76)

Bir Bahadur Ghale
Managing Director
Date : 2081-10-24
Place: Kathmandu, Nepal

Upper Syange Hydropower Ltd.

Rabi Lamichhane
Accountant

Date : 2081-10-24
Place: Kathmandu, Nepal

UPPER SYANGE HYDROPOWER LTD.

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

Schedule - 2 : Project Under Development

	As at Poush End, 2081	As at Ashadh End, 2081
Dovan Khola Hydropower		
Survey License Fee	15,520,000	15,520,000
ERT Survey Fee	113,000	113,000
Bank Guarantee Issue Commission	1,157,625	1,157,625
Other Project Development Cost	3,629,942	1,529,346
Feasibility Study Fee	3,299,212	3,299,212
Sub-Total	**23,719,779**	**21,619,183**
Total	**23,719,779**	**21,619,183**

Schedule - 3 : Investment

	As at Poush End, 2081	As at Ashadh End, 2081
Investment In Shares	10,200,000	10,200,000
(Dobhan Khola Ltd. at cost)		
Total	**10,200,000**	**10,200,000**

Schedule - 4 : Cash and Bank Balance

	As at Poush End, 2081	As at Ashadh End, 2081
Cash Balance	-	-
Bank Balance	7,155,896	7,139,856
Total	**7,155,896**	**7,139,856**

Schedule - 5A : Inventory

	As at Poush End, 2081	As at Ashadh End, 2081
Closing Stock - Spare Parts	-	1,400,818
Total	**-**	**1,400,818**

Upper Syange Hydropower Ltd.

Schedule - 5B : Deposit, Advance & Receivable

	As at Poush End, 2081	As at Ashadh End, 2081
Staff Work Advance	1,112,197	613,505
Advance Tax	12,751	12,467
Other Advances	-	-
Advance to Parties	7,875,518	7,835,521
Bank Guarantee Margin	1,560,000	1,560,000
LC Margin	1,958,100	1,958,100
Deposit	68,000	68,000
Account Receivable	11,934,816	5,403,544
Prepaid Insurance	448,346	1,126,345
Total	**24,969,728**	**18,577,482**

Schedule - 6 : Share Capital

	As at Poush End, 2081	As at Ashadh End, 2081
Authorized Share Capital *(Ordinary Shares @ Rs. 100 Each)*	220,000,000	220,000,000
Issued Share Capital *(Ordinary Shares @ Rs. 100 Each)*	220,000,000	220,000,000
Subscribed and Paid Up Share Capital *(Ordinary Shares @ Rs. 100 Each)*	220,000,000	220,000,000
Total	**220,000,000**	**220,000,000**

Schedule - 7 : Reserve and Surplus

	As at Poush End, 2081	As at Ashadh End, 2081
Retained Earnings		
Balance at the beginning of the year	(90,306,802)	(71,878,590)
Profit/(loss) for the year to date	(15,165,730)	(16,135,373)
Less: Dividend paid	-	-
Less: Share Issue Expenses		
Issue Management Fee	-	(2,292,839)
Total	**(105,472,532)**	**(90,306,802)**

Upper Sunjwa Hydropower Ltd.

Schedule - 8 : Mid and Long Term Loan

	As at Poush End, 2081	As at Ashadh End, 2081
Loan from Banks		
Project Term Loan	344,200,000	346,200,000
Vehicle Loan	-	-
Sub-Total	**344,200,000**	**346,200,000**
Less: Installments payable within next 12 months	(5,500,000)	(4,500,000)
Total	**338,700,000**	**341,700,000**

Schedule - 9 : Employee Benefit Expenses Payable

	As at Poush End, 2081	As at Ashadh End, 2081
Staff Bonus Payable	-	-
Gratuity Payable	1,185,693	1,016,356
Total	**1,185,693**	**1,016,356**

Schedule - 10 : Short Term Loan

	As at Poush End, 2081	As at Ashadh End, 2081
Bridge Gap Loan -Prime Bank	-	-
Short Term Loan	-	-
Overdraft	-	-
Other Short Term Loans	38,090,506	36,739,006
Add:		
Project Term Loan	5,500,000	4,500,000
Installments payable within next 12 months		
Total	**43,590,506**	**41,239,006**

Upper Syange Hydropower Ltd.

Schedule - 11 : Accounts and Other Payables

	As at Poush End, 2081	As at Ashadh End, 2081
Audit Fee Payable	-	133,800
Interest Payable	1,402,314	1,402,314
Advance Received (Dobhan Khola Hydrpower Pvt. Ltd.)	24,860,090	10,372,770
Other Payables	2,686,352	2,992,827
Retirement Fund Payable	91,947	4,800
Royalty Payable	120,000	107,987
TDS Payable	162,334	154,959
Total	**29,323,037**	**15,169,457**

Schedule - 12 : Retention Money Payable

	As at Poush End, 2081	As at Ashadh End, 2081
5% Retention Money	1,248,060	1,248,060
Total	**1,248,060**	**1,248,060**

Schedule - 13 : Provisions

	As at Poush End, 2081	As at Ashadh End, 2081
Income Tax Provision	1,765	1,765
Total	**1,765**	**1,765**

Upper Syange Hydropower Ltd.

UPPER SYANGE HYDROPOWER LTD.

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

Schedule - 13 : Revenue

	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
Income from Electricity Sales	17,323,880	23,678,439	19,784,988	34,884,790
Total	**17,323,880**	**23,678,439**	**19,784,988**	**34,884,790**

Schedule - 14 : Cost of Operation

	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
Royalty Expenses (DOED)	60,000	120,000	60,000	120,000
Royalty Expenses (NEA)	346,663	473,551	331,997	536,180
Repair & Maintenance - Project	1,743,453	2,619,247	17,662	1,200,802
Total	**2,150,116**	**3,212,798**	**409,659**	**1,856,982**

Schedule - 15 : Other Income

	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
Interest Income	1,177	1,898	1,409	3,382
Income from Insurance Claim	-	-	-	-
Miseellaneous Income	-	-	-	-
Total	**1,177**	**1,898**	**1,409**	**3,382**

Schedule - 16 : Employee Benefit Expenses

	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
Salary Expenses	1,667,607	3,361,814	1,053,758	2,151,683
Provident Fund	128,920	250,791	90,192	180,484
Gratuity	107,397	208,920	75,160	150,404
Field Allowance	-	-	126,158	252,683
Communication Allowance	-	-	30,333	60,333
Festival Allowance	-	429,735	-	365,975
Other Allowance	-	-	128,467	255,967
Overtime Expenses	77,229	102,079	49,200	60,993
Total	**1,981,153**	**4,353,339**	**1,553,268**	**3,478,522**

Upper Syange Hydropower Ltd.

Schedule - 17 : Depreciation and Amortisation

	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
Depreciation and Amortisation	4,308,405	8,615,775	3,512,838	8,617,908
Total	**4,308,405**	**8,615,775**	**3,512,838**	**8,617,908**

Schedule - 18 : Administrative Expenses

	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
AGM and Board Meeting Expenses	-	176,020	283,196	283,196
Internet, Telehpone & Communication	34,578	69,156	34,578	143,454
Advisory and Consultancy Charges	896,700	1,810,350	101,700	203,400
Business Promotion Expenses	103,000	140,185	50,000	50,355
Miscellaneous Expenses	-	108	-	-
Water and Electricity	48,835	77,066	18,249	40,011
General Wages	70,102	71,921	19,799	19,799
House Rent Expenses	148,811	248,019	90,189	225,471
Board Meeting Allowance	50,362	86,362	100,011	100,011
Fuel Expenses	27,828	66,497	17,500	37,830
Kitchen Expenses	133,414	188,462	49,747	99,839
Lodging and Fooding Expenses	19,980	36,765	21,420	74,045
Medical Expenses	1,842	1,842	750	750
Parking Expenses	420	1,275	90	500
Printing and Stationery Expenses	14,630	41,005	17,011	33,499
Repair & Maintenance (Others)	18,020	62,403	19,401	33,451
Travelling Expenses	127,790	165,967	59,347	135,163
Advertisement Expenses	45,935	138,110	15,101	45,202
AMC- Tally Software	-	6,780	-	6,780
Insurance Charges	369,507	759,346	362,583	755,388
Puja Expenses	4,500	14,890	15,880	15,880
Registration and Renewal Charges	-	278,105	-	52,500
Total	**2,116,254**	**4,440,634**	**1,276,552**	**2,356,524**

Schedule - 19 : Finance Cost

	F.Y. 2081-82 Kartik-Poush	F.Y. 2081-82 Shrawan-Poush	F.Y. 2080-81 Kartik-Poush	F.Y. 2080-81 Shrawan-Poush
Bank Charges and Commission	50,809	51,747	780	1,810
Interest Expenses - Bank Loan	8,587,535	18,171,774	10,996,347	27,133,131
Interest Expenses-Others	-	-	1,066,249	2,180,969
Total	**8,638,344**	**18,223,521**	**12,063,376**	**29,315,910**

Accompanying notes are integral part of this financial statement

Upper Syange Hydropower Ltd.

UPPER SYANGE HYDROPOWER LTD.

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

Schedule- 1A : Property, Plant and Equiptment — Poush End, 2081

Particulars	Vehicle	Furniture and Fixture	Office Equipment	Total
Useful Life	10 Years	5 Years	5 Years	
Cost				
Opening Balance	2,425,000	672,961	903,600	4,001,561
Addition	-	9,498	6,900	16,398
Deletion	-	-	-	-
Total	2,425,000	682,459	910,500	4,017,959
Depreciation:				
Opening Balance	1,434,792	649,560	714,392	2,798,744
Addition	121,250	6,350	42,955	170,555
Deletion	-	-	-	-
Total	1,556,042	655,910	757,347	2,969,299
Balance As On 2081/09/29	868,958	26,549	153,153	1,048,660
Balance As On 2081/03/31	990,208	23,401	189,208	1,202,817

Intangible Assets And Amortization — Poush End, 2081

Particulars	Software	2.4MW Hydro Project	Total
Cost			
Opening Balance	36,160	510,982,666	511,018,826
Addition	-	-	-
Deletion	-	-	-
Total	36,160	510,982,666	511,018,826
Amortization			
Opening Balance	36,160	39,523,760	39,559,920
Addition	-	8,445,220	8,445,220
Deletion	-	-	-
Total	36,160	47,968,980	48,005,140
Balance As On 2081/09/29	-	463,013,686	463,013,686
Balance As On 2081/03/31	-	471,458,906	471,458,906

Upper Syange Hydropower Ltd.

UPPER SYANGE HYDROPOWER LTD.

KATHMANDU, NEPAL

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

Schedule- 1B : Property, Plant & Equiptment and Depreciation

Ashadh End, 2081

Particulars	Vehicle	Furniture and Fixture	Office Equipment	Total
Useful Life	10 Years	5 Years	5 Years	
Cost				
Opening Balance	2,425,000	672,961	873,600	3,971,561
Addition	-	-	30,000	30,000
Deletion	-	-	-	-
Total	2,425,000	672,961	903,600	4,001,561
Depreciation:				
Opening Balance	1,192,292	638,227	625,222	2,455,741
Addition	242,500	11,333	89,170	343,003
Deletion	-	-	-	-
Total	1,434,792	649,560	714,392	2,798,744
Balance As On 2081/03/31	990,208	23,401	189,208	1,202,817
Balance As On 2080/03/31	1,232,708	34,734	248,378	1,515,820

Intangible Assets And Amortization

Ashadh End, 2081

Particulars	Software	2.4MW Hydro Project	Total
Cost			
Opening Balance	36,160	510,982,666	511,018,826
Addition	-	-	-
Deletion	-	-	-
Total	36,160	510,982,666	511,018,826
Amortization			
Opening Balance	36,160	22,633,230	22,669,390
Addition	-	16,890,530	16,890,530
Deletion	-	-	-
Total	36,160	39,523,760	39,559,920
Balance As On 2081/03/31	-	471,458,906	471,458,906
Balance As On 2080/03/31	-	488,349,436	488,349,436

Upper Syange Hydropower Ltd.