

JALBIDHYUT LAGANI TATHA BIKASH COMPANY LIMITED

BABARMAHAL, KATHMANDU

**UNAUDITED FINANCIAL STATEMENT
FOR THE SECOND QUARTER ENDED ON 29th POUH 2073 (13TH JANUARY 2017), OF THE
FISCAL YEAR 2073/74**

S.N.	Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
1	Assets			
1.1	Cash & Cash Equivalents	10,550,338,013.15	10,597,818,554.93	8,739,057,507.72
1.2	Prepayments and Accrued Income	35,171,283.79	32,637,943.97	91,313,876.54
1.3	Other Assets	83,134,084.64	2,996,070.81	9,126,037.27
1.4	Investments	297,000,000.00	297,000,000.00	92,000,000.00
1.5	Loans to Business	331,918,128.44	215,356,827.68	40,127,510.66
1.6	Deferred Income Tax Assets	1,165,712.00	1,165,712.00	475,281.00
1.7	Intangible Assets	609,900.00	659,526.53	817,265.33
1.8	Property, Plant and Equipment	10,006,795.97	10,364,448.09	12,013,462.57
	Total Assets	11,309,343,917.99	11,157,999,084.01	8,984,930,941.09
2	Equity and Liabilities			
2.1	Liabilities			
2.1.1	Trade & Other Payables	1,842,028.86	4,929,394.47	2,167,964.35
2.1.2	Dividend Payable	500,000,000.00	-	-
2.1.3	Other Liabilities & Provisions	1,214,463.36	2,300,213.36	305,378.35
2.1.4	Corporate Income Tax Liabilities	91,226,453.20	44,881,826.92	71,242,654.84
2.1.5	Provisions for Possible Losses	3,319,181.28	2,153,568.28	-
	Total Liabilities(A)	597,602,126.70	54,265,003.03	73,715,997.54
2.2	Equity Attributable to Owners			
2.2.1	Share Capital	10,000,000,000.00	10,000,000,000.00	8,000,000,000.00
2.2.2	Share Premium	-	-	-
2.2.3	Convertible Preference Shares	-	-	-
2.2.4	Reserves and Surplus	711,741,791.29	1,103,734,080.98	911,214,943.55
	Total Equity(B)	10,711,741,791.29	11,103,734,080.98	8,911,214,943.55
	Total Equity and Liabilities(A+B)	11,309,343,917.99	11,157,999,084.01	8,984,930,941.09
3	Profit & Loss Account	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
3.1	Operating Income			
3.1.1	Interest Income	321,298,629.07	157,074,735.91	252,975,707.51
3.1.2	Fee Income	306,519.98	41,575.39	714,904.69
3.1.3	Other Income	60,000.00	30,000.00	60,000.00
	Total Operating Income(C)	321,665,149.05	157,146,311.30	253,750,612.20

3.2	Operating Expenses			
3.2.1	Employee Benefit Expenses	7,840,735.38	4,136,220.48	6,023,939.54
3.2.2	Depreciation and Amortization Expenses	1,289,759.25	630,640.89	1,680,145.09
3.2.3	Operating Expenses	6,697,165.20	2,189,661.30	8,534,803.22
3.2.4	Interest on borrowing	-	-	36,208.22
3.2.5	Provision For Losses	1,749,311.89	583,698.89	-
	Total Operating expenses(D)	17,576,971.72	7,540,221.56	16,275,096.07
	Profit Before Bonus and Tax(C-D)	304,088,177.33	149,606,089.74	237,475,516.13
	Staff Bonus	-	-	-
	Profit Before Income Tax	304,088,177.33	149,606,089.74	237,475,516.13
3.3	Income Tax Expenses	91,356,204.20	44,881,826.92	71,242,654.84
	Net Profit (Loss) For The Year	212,731,973.13	104,724,262.82	166,232,861.29
4	Ratios	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
4.1	Earning per share (in Rs.) (Annualized)	4.25	4.19	4.16
4.2	Market value per share (in Rs.)	224.00	299.00	N/A
4.3	Price Earning Ratio	52.65	71.38	N/A
4.4	Current Ratio	17.85	195.95	119.91
4.5	Return on Assets (%) (Annualized)	3.76	3.75	3.70
4.6	Net worth per share (in Rs.)	107.12	111.04	111.39
4.7	Total Assets per share	113.09	111.58	112.31

Note

- 1 **Figures have been regrouped/rearranged where necessary**
- 2 **Above figures may vary with the audited figures if modified by the statutory auditors.**

SECOND QUARTER DISCLOSURES AS OF 13th January, 2017 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATIONS

Annexure-14 (Related to Sub Regulation 2 of Regulation 22)

I FINANCIAL STATEMENTS

- a. The unaudited financial statements for the first quarter and financial ratios have been published along with this report.
- b. Transactions held with the related parties:
 - At the end of Poush end 2073, company has receivable of Rs 60,000 from Remit Hydro Limited (the subsidiary of the company) for the rent of the facility given to it.

2 MANAGEMENT ANALYSIS

- a. If there has been any changes in income of the institution during the quarter, details for the reason thereof:
Profit before bonus & tax earned up to Poush end 2073 is Rs 30.41 crore as compared to 23.75 crore in the same period of last fiscal year, thereby registering a growth of 28.04%. The progress is mainly due to increase in interest income of the company as company has disbursed new loan to hydro projects and the interest rate on fixed and call deposits have also increased in this quarter.
- b. Remit Hydro Limited, which is the 100% subsidiary of this company has acquired survey license for the construction of 138.5 MWs hydropower projects in the Taplejung district. These projects

may pave the way for the construction of mega projects in the future, which will support the income of the company.

3 LEGAL PROCEEDINGS

- a. Law-suit filed by or against the promoter or director of body corporate involving violation of statutory regulations or criminal offenses - None

4 ANALYSIS OF COMPANY'S SHARE TRANSACTIONS

- a. The major highlights of share transactions during the quarter are as follows (as published in the website of Nepal Stock Exchange):
- b. Maximum Price- NPR 303; Minimum Price- NPR 216; Closing Price- NPR 224 Traded Volume – 821721 shares, Total No of Transactions -7387 and Total No of transaction days – 57 days.

5 PROBLEMS AND CHALLENGES

a. Internal Risk:

- Acquisition and Retention of skilled human resource
- Limited flexibility on procurement

• External Risk:

- Limited number of projects seeking financing

6 CORPORATE GOVERNANCE

- b. Board of Directors, Audit Committee, Risk Management Committee, HR and Compensation Committee and management team provide governance within the company. The company has written policies, rules & guidelines for proper functioning of the operation of the company.

7 DECLARATION

I, the Chief Executive Officer of this Company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to second quarter of F/Y 2073/74, 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.