

SECOND QUARTER DISCLOSURES AS AT 14th January, 2018
AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATIONS, 2073
Annexure-14 (Related to Sub Regulation 1 of Regulation 26)

I FINANCIAL STATEMENTS

- a. The unaudited financial statements for the second quarter and financial ratios have been published along with this report.
- b. Transactions held with the related parties:
 - Up to Poush end 2074, company has receivable of Rs 30,000.00 from Remit Hydro Limited (the subsidiary of the company) as rent.

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 2074 is Rs 64.29 crore as compared to 30.41 crore in the same period of the last fiscal year, thereby registering a growth of 111.41%. The progress is mainly due to increase in interest income of the company. The company has disbursed more loans to hydropower projects and the company has also started to earn dividend income from equity investment in transmission project.
- b. The company has made equity investment of Rs.13.2 Crores in Vidhyut Utpadan Company Limited, which is formed for the purpose of developing mega hydropower projects in Nepal. This is a government initiative venture, where JLTBCL has 4% shares in the capital structure.

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):
Maximum Price- NPR 196; Minimum Price- NPR 164 Closing Price- NPR 168 Traded Volume – 743131shares, Total No of Transactions - 4073 and Total No of transaction days – 57 days.

5 PROBLEMS AND CHALLENGES

Internal Risk:

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

External Risk:

- Limited number of projects seeking financing and investment

6 CORPORATE GOVERNANCE

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 the second quarter of F/Y 2074/75, 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.