Api Power Company Ltd.

4th Floor Trade Tower Nepal, Thapathali, Kathmandu
Tel: 01-5111037, 01-5111093, Email: apipowercompany@gmail.com
web: www.apipower.com.np

UNAUDITED FINANCIAL STATEMENTS FOR THE THIRD QUARTER, FISCAL YEAR 2078/79 ENDED 30TH CHAITRA 2078 (13TH APRIL 2022)

Particulars	This quarter ending	Previous quarter ending	Corresponding Previous Year Quarter Ending
SOURCES OF FUND			
Paid up Share Capital	2,758,915,546	2,758,915,546	1,929,756,150
Reserves and Surplus	263,150,672	232,309,486	280,136,290
Long Term Loan	3,961,481,742	3,736,615,154	2,098,011,893
	6,983,547,959	**6,727,840,186**	**4,307,904,332**
APPLICATION OF FUND			
Property, Plant and Equipment - Net Block	3,540,557,595	3,481,174,396	3,207,552,016
Capital Work in Progress	3,400,812,817	2,953,618,903	1,067,007,151
Investments	248,237,524	248,237,524	94,246,150
Total Current Assets	181,008,890	234,845,877	198,871,257
Total Current Liabilities	(387,068,867)	(190,036,515)	(259,772,241)
	6,983,547,959	**6,727,840,186**	**4,307,904,332**

Particulars	This quarter ending	Previous quarter ending	Corresponding Previous Year Quarter Ending
Income			
Income from Power Sales	435,096,583	314,686,470	288,117,754
Income from Other Sources	3,043,591	2,972,719	62,989,205
Total Income (A)	**438,140,174**	**317,659,189**	**351,106,959**
Operating Expenditure			
Royalty	9,330,225	6,785,315	6,999,855
Project Operating Expenses	25,576,225	17,704,615	19,222,368
Administrative Expenses	4,778,185	4,163,335	12,071,610
Total Operating Expenditure (B)	**39,684,635**	**28,653,265**	**38,293,834**
Non-Operating Expenditure			
Financial Expenses	112,864,562	70,181,315	132,935,387
Depreciation	105,325,824	70,371,986	39,983,633
Employee Bonus	3,848,790	3,206,870	7,264,389
CSR	1,764,164	1,452,458	-
Total Non-Operating Expenditure (C)	**223,803,340**	**145,212,628**	**180,183,409**
Profit / (Loss) Before Tax (A-B-C)	**174,652,199**	**143,793,295**	**132,629,716**
Current Tax	760,898	743,180	6,362,044
Deferred Tax	-	-	
Net Profit / (Loss) after Tax	**173,891,301**	**143,050,116**	**126,267,671**

Ratios	This quarter ending	Previous quarter ending	Corresponding Previous Year Quarter Ending
Earnings per share (in Rs. annualized)	8.40	10.37	8.72
Market value per share	310.50	526	344
Price Earning Ratio	36.95	50.72	39.43
Current Ratio	0.47	1.24	0.77
Return on Assets (annualized)	6.55%	8.22%	5.25%
Net worth per share (in Rs.)	109.54	108.42	114.52

Notes:
1. The above mentioned figures are subject to change during statutory audit of the books of accounts.
2. Previous period figures have been reclassified / adjusted wherever considered necessary.

FOURTH QUARTER DISCLOSURE AS OF 15TH JULY, 2021 AS PER SECURITIES REGISTRATION AND ISSUE REGULATIONS, 2073

1. **Financial Statements**
- The unaudited financial statements for the third quarter and the financial ratios have been published along with this report.
- Transaction with related parties: Project advance to Api Hydro Mechanical Limited amounting NPR 6,30,41,816/- Project advance to Makalu Developers Limited amounting NPR 10,27,12,963/-
- Important Financial Ratios: As attached in the unaudited financial statements.

2. **Management's Analysis**
- The Company has successfully commenced the commercial operation of the 8.5 MW Naugad Gad Small Hydropower Project and is continuing to operate the same.
- The Company has also completed the construction of 8.00 MW Upper Naugadh Gad Hydropower Project and is continuing to operate the same.
- The Company has also completed the construction of 4.00 MW Chandranigahpur Solar Project and is continuing to operate the same.
- The Company has also completed the construction of 1.00 MW Dhalkebar Solar Project and is continuing to operate the same.
- The company is currently constructing 40 MW Upper Chameliya HPP and 1 MW Simara Solar Project.

3. **Legal Proceedings**
- Law suits filed by or against the company: None

4. **Analysis of Shares Transaction**
- Shares of the company were actively traded during the quarter.
- Major highlights of share transaction during the quarter are as follows: Maximum Price - NPR 575, Minimum Price - NPR 300, Closing Price - NPR 310.50, No of Transaction Days - 58, Total Transactions - 86688, Total Traded Volume - 16687591, Total Turnover - NPR 85,33,702,517/-

5. **Problems and Challenges**
   Internal Risk
   - Retention of skilled human resources
   - To manage the overhead cost and maintain the operational efficiency

   External Risk
   - Lack of political commitment in development of hydroelectric projects
   - Delay of statutory approvals

6. **Corporate Governance**
   Board of Directors, Audit Committee and Team Management are committed to strengthening the corporate governance within the Company.

7. **Declaration**
   I, the Managing Director of the Company, hereby individually accept responsibility for the accuracy of the information and details contained in this report. Also hereby declare that to the best of my knowledge and belief, the information contained in this report is true, accurate and complete and there are no other matters concealed the omission of which shall adversely affect the informed investment decision by the investors.