अपि पावर कम्पनी लिमिटेड
API POWER COMPANY LIMITED

4th Floor-Trade Tower, Thapathali, Kathmandu, Nepal

UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER

FISCAL YEAR 2083/84 ENDED 31ST ASHWIN 2083 (17TH OCTOBER 2026)

Fig in NPR

Particulars	This Quarter Ending Ashwin End 2083	Previous Quarter Ending Asadh End 2083	Corresponding Previous Year Quarter Ending Ashwin end 2082
Assets			
Non Current Assets			
Property, plant and equipment	20,562,557	21,420,977	16,746,213
Right of use assets	39,659,188	40,127,712	10,759,304
Intangible assets	10,684,321,227	10,786,741,140	11,093,842,399
Project work-in-progress	558,952,668	553,762,462	277,800,489
Investment in Subsidiaries and Associates	2,900,220,830	2,886,453,542	1,646,159,115
Other investments	78,446,379	41,207,845	38,906,706
Other non-current assets	-	-	2,587,308
Total Non Current Assets	**14,282,162,851**	**14,329,713,679**	**13,086,801,533**
Current Assets			
Trade receivables	392,495,090	312,722,015	360,059,741
Cash and cash equivalents	129,082,514	100,675,712	54,113,479
Other financial assets	48,831,020	50,703,811	285,669,173
Other current assets	303,995,661	219,158,370	126,773,434
Current tax assets (net)	-	2,796,744	-
Total Current Assets	**874,404,285**	**686,056,651**	**826,615,828**
Total Assets	**15,156,567,136**	**15,015,770,330**	**13,913,417,361**
Equity & Liabilities			
Equity			
Equity Share Capital	6,379,724,199	6,379,724,199	6,075,927,807
Retained Earnings	1,049,112,584	797,854,002	459,463,847
Total Equity	**7,428,836,783**	**7,177,578,201**	**6,535,391,654**
Liabilities			
Non-Current Liabilities			
Non-Current Borrowings	5,825,288,940	5,953,930,960	5,672,338,411
Deferred tax liabilities (net)	78,351,155	91,892,334	(547,768)
Other non-current liabilities	35,734,018	35,734,018	14,444,561
Provisions		-	-
Total Non-Current Liabilities	**5,939,374,113**	**6,081,557,312**	**5,686,235,205**
Current Liabilities			
Current Borrowings	1,444,506,945	1,433,048,736	1,081,009,135
Other financial liabilities	310,178,099	248,453,267	452,977,237
Other current liabilities	22,537,362	62,388,306	156,661,644
Current tax Liabilities (net)	6,512,540	-	1,142,491
Provisions	4,621,293	12,744,509	-
Total Current Liabilities	**1,788,356,239**	**1,756,634,817**	**1,691,790,507**
Total Liabilities	**7,727,730,352**	**7,838,192,129**	**7,378,025,712**
Total Equity and Liabilities	**15,156,567,136**	**15,015,770,330**	**13,913,417,361**

Particulars	This Quarter Ending Ashwin End 2083	Previous Quarter Ending Asadh End 2083	Corresponding Previous Year Quarter Ending Ashwin end 2082
Revenue from operations	561,018,358	1,766,558,181	538,459,207
Cost of sales	(47,826,148)	(240,513,745)	(59,257,441)
Gross Profit	**513,192,210**	**1,526,044,436**	**479,201,767**
Other Income	1,552,581	8,953,946	2,000
Administrative Expenses	(9,423,465)	(30,955,913)	(8,206,693)
Depreciation and Amortisation Expense	(104,067,089)	(415,760,352)	(103,557,453)
Profit from Operation	**401,254,238**	**1,088,282,117**	**367,439,621**
Finance Income	-	3,812,321	77,963
Finance Costs	(108,206,776)	(431,519,298)	(116,658,940)
Fair Value Gain / (Loss) on Investment through FVTPL	(44,899,854)	365,761,117	-
Profit before staff bonus and tax	**248,147,607**	**1,026,336,257**	**250,858,644**
Staff Bonus	(5,860,949)	(13,211,503)	(5,017,173)
Profit before tax	**242,286,658**	**1,013,124,754**	**245,841,471**
Current Tax	(10,377,607)	(20,292,305)	(19,491)
Deferred Tax	13,541,179	(91,518,788)	28,700
Profit/(Loss) For the Period	**245,450,230**	**901,313,661**	**245,850,680**
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
(a) Remeasurement of defined benefit plans	-	-	-
(b) Equity instruments classified at FVTOCI	-	-	-
Income Tax Relating to Above Items	-	-	-
Other Comprehensive Income (net of tax)	-	-	-
Total Comprehensive Income for the year	**245,450,230**	**901,313,661**	**245,850,680**

Ratios	This Quarter Ending Ashwin End 2083	Previous Quarter Ending Asadh End 2083	Corresponding Previous Year Quarter Ending Ashwin end 2082
Earnings per share (in Rs. Annualized)	15.39	14.13	16.19
Market value per share	345.00	320.70	270.20
Price Earning Ratio	22.42	22.70	16.69
Current Ratio	0.49	0.39	0.49
Return on Assets (Annualized)	6.48%	6.00%	7.07%
Net worth per share (in Rs.)	116.44	112.51	107.56

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.

FIRST QUARTER DISCLOSURE AS OF 17th OCTOBER, 2026
AS PER SECURITIES REGISTRATION AND ISSUE REGULATIONS, 2073

1. Financial Statements

- The unaudited financial statements for the first quarter and the financial ratios have been published along with this report.
- Important Financial Ratios: As attached in the unaudited financial statements.
- Naugad Gad Hydropower Plant (8.5 MW) successfully completed ten years of commercial operation on Bhadra 02, 2082. In accordance with the provisions of Income Tax Act 2058, hydropower companies are granted a full income tax exemption for the first ten years of commercial operation, followed by a 50% tax concession for the subsequent five years. Therefore, effective from FY 2082/83, Naugad Gad Hydropower Plant is subject to 50% of the applicable income tax rate i.e. 12.5% on its taxable profits. Besides this, income tax on other taxable income has been provisioned @ 21.25%.
- API has opted to account for its investments at cost for:
  i. unquoted securities and,
  ii. quoted securities that are not freely tradeable and,
  at fair value through profit and loss at quoted market value as at the date of reporting period for freely tradeable quoted securities.
  Previous period figures have been reclassified / adjusted / restated wherever considered necessary.

2. Management's Analysis

- The Company is commercially operating the following projects:
  i. 8.5 MW Naugad Gad Small Hydropower Project
  ii. 8.00 MW Upper Naugad Gad Small Hydropower Project
  iii. 4.00 MW Chandranigahpur Solar PV Project
  iv. 1.00 MW Dhalkebar Solar PV Project
  v. 1.00 MW Simara Solar PV Project
  vi. 40.00 MW Mathillo Chameliya Hydropower Project
- All the projects are operating smoothly and revenue growth compared to previous fiscal year is seen. Pertaining to favorable hydrological conditions, additional revenue growth is forseen in the upcoming fiscal year as well.
- The company is constructing 8.0 MW Parwanipur Solar PV project in Bara District.

3. 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 355.00, Minimum Price – NPR 305.00, Closing Price – NPR 345.00, No of Transaction Days – 61, Total Transactions – 32,720 Total Traded Volume – 1,28,88,836 Total Turnover – NPR 4,33,47,78,615.90

4. 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
- Hydrological Risks

5. Corporate Governance

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

6. 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.