



# Modi Energy Limited

Dillibazar, Kathmandu

## Unaudited Statement of Financial Position As At Aswin 30, 2080 ( Oct 17, 2023)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Ashwin 2080	Previous Quarter Ending Ashad 2080	Previous Year Corresponding Quarter Ending Ashwin 2079
<b>Assets</b>			
Property, Plant and Equipment (Net Blocks)	4,102	3,971	3,908
Intangible Assets (Net Blocks)	5,790,309	5,831,681	5,927,796
<b>Total Non Current Asset</b>	<b>5,794,410</b>	<b>5,835,652</b>	<b>5,931,704</b>
Total Current Assets	152,302	199,318	158,778
<b>Total Assets</b>	<b>5,946,712</b>	<b>6,034,970</b>	<b>6,090,482</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share Capital	2,900,000	2,900,000	2,175,000
Reserve and Surplus	(825,063)	(712,096)	(315,147.62)
<b>Total Equity</b>	<b>2,074,937</b>	<b>2,187,904</b>	<b>1,859,852</b>
Long Term Loan	3,688,750	3,633,200	3,790,187
Short Term Loan	74,112	104,481	240,036
Other Current Liabilities	108,913	109,385	200,406
<b>Total Current &amp; Non- Current Liabilities</b>	<b>3,871,775</b>	<b>3,847,066</b>	<b>4,230,629</b>
<b>Total Equity and Liabilities</b>	<b>5,946,712</b>	<b>6,034,970</b>	<b>6,090,482</b>

## Unaudited Statement of Profit or Loss Account and Other Comprehensive Income

For the Period Ended Aswin 30, 2080 (Oct 17, 2023)

Amount In "000"  
Unless Specified

Particulars	This Quarter Ending Ashwin 2080	Previous Quarter Ending Ashad 2080	Previous Year Corresponding Quarter Ending Ashwin 2079
Power Sales	65,534	361,703	73,630
Less: Plant Operating Expenses	(11,337)	(67,421)	(12,934)
<b>Gross Profit ( Loss)</b>	<b>54,197</b>	<b>294,282</b>	<b>60,696</b>
Add:			
Other Income	315	-	
Less: Administrative selling and Distribution Expenses	(1,909)	(6,727)	(1,138)
<b>Operating Profit ( Loss)</b>	<b>52,603</b>	<b>287,555</b>	<b>59,558</b>
Less:			
Financial Cost	(99,826)	(477,993)	(68,199)
Depreciation	(65,744)	(264,175)	(65,642)
<b>Profit and Loss before Bonus, CSR and Tax</b>	<b>(112,967)</b>	<b>(454,613)</b>	<b>(74,282)</b>
Less: Provision for Bonus		-	
Less: Provision for CSR		-	
<b>Profit Before Tax</b>	<b>(112,967)</b>	<b>(454,613)</b>	<b>(74,282)</b>
Current Tax		-	
<b>Profit for the Period</b>	<b>(112,967)</b>	<b>(454,613)</b>	<b>(74,282)</b>
<b>Ratio</b>	<b>This Quarter Ending Ashwin 2080</b>	<b>Previous Quarter Ending Ashad 2080</b>	<b>Previous Year Corresponding Quarter Ending Ashwin 2079</b>
Earning Per Share (Annual)	(15.58)	(15.68)	(13.66)
Market Value Per Share	166.9	207.1	-
Price Earning Ratio	(10.46)	(13.21)	-
Current Ratio	0.83	0.93	0.36
Return On Assets	-7.60%	-7.53%	-4.88%
Net worth Per Share	71.55	75.44	85.51

## FIRST QUARTER DISCLOSURE AS OF 17<sup>th</sup> November, 2023 AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION Annexure -14 (Related to Sub regulation 1 of Regulation 26)

### 1) FINANCIAL STATEMENTS

- The financial statements are prepared as per the Nepal Financial Reporting Standard (NFRS).
- The unaudited financial statements for the First quarter and financial ratios have been published as a part of this report.
- Transaction with related parties - Not Applicable (N/A).
- Important Financial Ratios: As attached in the unaudited financial statement.
- Inventories have been kept at optimum level to ensure normal operation of project.
- Company has amortized the intangible assets over the life of the project starting from the commercial Operation Date and in case of other fixed assets depreciation has been calculated based on Written Down Value as per the provision of Income Tax Act, 2058.
- The above mentioned figures are subject to change during statutory audit of the books of accounts.

### 2) MANAGEMENT ANALYSIS

- Lower Modi Hydroelectric project has been generating energy since Ashoj 14, 2078. It is evacuating generated energy as per instruction of NEA load dispatch center.

### 3) LEGAL PROCEEDINGS

- Case filed by or against the company during the quarter, if any : N/A
- Case filed by or against the company or its promoter or Director for violation of the prevailing regulation or committing the criminal offence, if any: N/A
- Case filed against the Promoter or Director on financial crime, if any: N/A

### 4) ANALYSIS OF SHARE TRANSACTION OF THE COMPANY

- The shares of Modi Energy limited is listed in NEPSE on 4<sup>th</sup> July, 2023 and transacted from 5<sup>th</sup> July 2023.
- The major highlights of share transactions during the quarter are as follows:

Maximum Price	Minimum Price	Closing Price	Total day of Transactions	No of Transactions	No of share Traded	Turnover of share Transactions
Rs. 230/-	Rs. 160/-	Rs. 166.9/-	61	91683	2281183	Rs. 440,709,924 -/-

### 5) PROBLEMS AND CHALLENGES

#### Internal Challenges

- To maintain Operational efficiency
- Management of retention of skilled manpower

#### External Challenges

- Possibility of flood in monsoon season in rivers at power house area and disturbance in transmission line due to storm & technical fault.
- Difficult to get hydropower equipment's spare parts in time.
- Climate Change & Hydrological Risk.
- Increasing interest rates.

#### Strategies followed by the management

- Use of internal manpower and taking expert agency advice to minimize the issues.

### 6) Corporate Governance

- The regular meeting of Board of Directors, Audit committee, Management and operation team is being conducted for strengthening good corporate governance within the company.

### 7) DECLARATION

I, the Chairman/Director of the company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to First quarter of Financial year 2080-81, hereby declare that the information and details provided in this report are true, based on the facts and complete to the best of my knowledge and that information necessary for taking informed decision by the investors are not concealed.