



Modi Energy Limited

Dillibazar, Kathmandu

Unaudited Statement of Financial Position

As At Poush 29, 2081 (January 14, 2025)

Amount In "000" Unless Specified

Particulars	This Quarter Ending Poush 2081	Previous Quarter Ending Ashoj 2081	Previous Year Corresponding Quarter Ending Poush 2080
ASSETS			
Property, Plant and Equipment (Net Blocks)	6,498	6,054	3,608
Intangible Assets (Net Blocks)	5,484,082	5,546,015	5,726,655
Other Assets	3,145	3,337	-
Total Non-Current Asset	5,493,724	5,555,407	5,730,262
Total Current Assets	190,940	212,606	191,725
Total Assets	5,684,664	5,768,012	5,921,988
EQUITY AND LIABILITIES			
Share Capital	2,900,000	2,900,000	2,900,000
Reserve and Surplus	(1,067,002)	(1,048,874)	(919,632)
Total Equity	1,832,998	1,851,126	1,980,368
Long Term Loan	3,339,955	3,389,952	3,539,952
Short Term Loan	323,785	330,158	232,029
Other Non-Current Liabilities	2,757	2,913	-
Other Current Liabilities	185,169	193,864	169,639
Total Current & Non- Current Liabilities	3,851,666	3,916,886	3,941,620
Total Equity and Liabilities	5,684,664	5,768,012	5,921,988

Unaudited Statement of Profit or Loss Account and Other Comprehensive Income

For the Period Ended Poush 29, 2081 (January 14, 2025)

Particulars	This Quarter Ending Poush 2081	Previous Quarter Ending Ashoj 2081	Previous Year Corresponding Quarter Ending Poush 2080
Power Sales	286,895	158,229	177,724
Less: Plant Operating Expenses	(28,567)	(16,492)	(31,750)
Gross Profit (Loss)	258,328	141,737	145,974
Add: Other Income	-	-	315
Less: Administrative selling and Distribution Expenses	(1,686)	(1,498)	(2,189)
Operating Profit (Loss)	256,642	140,239	144,099
Less: Financial Cost	(156,872)	(86,715)	(210,594)
Less: Depreciation	(133,361)	(66,633)	(132,174)
Profit and Loss before Bonus, CSR and Tax	(33,590)	(13,108)	(198,668)
Less: Provision for Bonus	-	-	-
Less: Provision for CSR	-	-	-
Profit Before Tax	(33,590)	(13,108)	(198,668)
Current Tax	-	-	-
Profit for the Period	(33,590)	(13,108)	(198,668)
Ratio	This Quarter Ending Poush 2081	Previous Quarter Ending Ashoj 2081	Previous Year Corresponding Quarter Ending Poush 2080
Earnings Per Share (Annual)	(2.32)	(1.81)	(13.70)
Market Value Per Share	340.00	300.00	239.00
Price Earnings Ratio	(146.77)	(165.92)	(17.44)
Current Ratio	0.38	0.41	0.48
Return On Assets	(1.18%)	(0.91%)	(6.71%)
Net worth Per Share	63.21	63.83	68.29

SECOND QUARTER DISCLOSURE AS OF JANUARY 14, 2025 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 Second 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 useful life of the assets.

2. MANAGEMENT ANALYSIS

- Revenue from sale of Energy has been increased by 61.43% compared to the corresponding previous year's quarter ending resulting in decrease of loss by 83.09% compared to the corresponding previous year's quarter ending.
- Finance cost of the company has decreased by 25.51% compared to the corresponding previous year's quarter ending.
- Lower Modi Hydroelectric project is evacuating generated energy as per instruction of load dispatch center (LDC), NEA.

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

Maximum Price	Minimum Price	Closing Price	Total daysof Transaction	No. of Transactions	No of Share Traded	Turnover of share Transaction
Rs. 367.50/-	Rs. 281.40/-	Rs. 340/-	55	28,128	3,542,410/-	Rs. 1,144,686,852.40/-

5. PROBLEMS AND CHALLENGES

Internal Challenges

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

External Challenges

- Generated electricity and revenue are heavily relied upon the frequent dispatch instructions issued by LDC, NEA as the company has to abide with the dispatch instruction rather than its generation capacity.
- Possibility of flood in monsoon season in rivers at power house area and disturbance in transmission line due to storm & technical fault.
- Reduction in the level of river which directly impacts power generation
- Difficult to get hydropower equipment's spare parts in time.

Strategies followed by the management

- Use of internal manpower and taking expert agency advice to minimize the issues.
- Maximize the generation of energy by atleast maintaining the monthly contract energy by efficient and effective management of power plant.

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 Second quarter of financial year 2081-82, 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.