

# API POWER COMPANY LIMITED

Trade Tower Nepal, Thapathali, Kathmandu, Nepal

FOURTHQUARTER DISCLOSURE AS OF 16TH JULY 2023

AS PER SECURITIES REGISTRATION AND ISSUE REGULATIONS, 2073

	This Quarter	Previous Quarter Ending Chaitra end 2079	Corresponding Previous Year Quarter Ending Ashadh end 2079
<b>ASSETS</b>			
Non-current Assets			
(a) Property, Plant & Equipment			
<b>i) General Assets (Gross)</b>	43,137,719	43,112,719	41,626,959
Less: Accumulated Depreciation	28,132,555	26,239,367	20,086,278
General Assets	15,005,165	16,873,352	21,540,681
<b>ii) Project Assets (Gross)</b>	3,824,286,613	3,824,994,538	3,729,972,104
Less: Accumulated Depreciation	386,230,198	352,539,898	251,376,661
Project Assets	3,438,056,416	3,472,454,640	3,478,595,443
Project Assets Under Development	6,712,141,139	5,706,513,671	3,405,501,069
(b) Intangible Assets	22,780,386	23,031,349	23,695,237
(c) Investments	376,728,000	220,728,000	220,550,000
Total Non-current Assets	10,564,711,105	9,439,601,012	7,149,882,430
Current Assets			
(a) Financial Assets			
(i) Trade Receivables	38,897,310	60,228,358	56,737,874
(ii) Cash and Cash Equivalents	38,150,339	26,336,623	423,833,625
(iii) Investments in Equity Instruments	26,088,142	26,970,986	29,997,371
<b>(iv) Other Financial Assets</b>	19,487,130	86,771,577	95,055,734
<b>(b) Current Tax Assets</b>	2,846,932	1,779,343	132,617
(c) Other Current Assets	577,364,855	877,018,655	1,234,809,350
Total Current Assets	702,834,709	1,079,105,542	1,840,566,572
Total Assets	11,267,545,814	10,518,706,554	8,990,449,002
<b>EQUITY AND LIABILITIES</b>			
Equity			
(a) Equity Share Capital	4,133,284,209	4,133,284,212	3,844,915,546
(b) Other Equity	162,257,151	49,750,540	308,895,682
Total Equity	4,295,541,359	4,183,034,752	4,153,811,228
Liabilities			
Non-current Liabilities			
(a) Financial Liabilities			
Borrowings	5,869,167,058	5,727,258,685	4,218,920,622
Total Non-current Liabilities	5,869,167,058	5,727,258,685	4,218,920,622
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	1,017,694,368	534,921,383	547,502,649
(ii) Other Financial Liabilities	28,467,185	20,129,209	29,853,592
(b) Current Tax Liabilities	2,642,109	1,218,657	
(c) Other Current Liabilities	54,033,735	52,143,867	40,360,911
Total Current Liabilities	1,102,837,397	608,413,116	617,717,152
Total Liabilities	6,972,004,455	6,335,671,801	4,836,637,774
Total Equity and Liabilities	11,267,545,814	10,518,706,554	8,990,449,002
	<b>This Quarter</b>	<b>Previous Quarter Ending Chaitra end 2079</b>	<b>Corresponding Previous Year Quarter Ending Ashadh end 2079</b>
Revenue from Operations	446,616,023	369,505,202	518,521,323
Cost of Sales	(86,848,730)	(57,214,624)	(87,486,129)
Gross Profit	359,767,293	312,290,578	431,035,194
Other Income	13,210,543	6,093,285	10,778,726
	372,977,837	318,383,863	441,813,920
Expenses			
Administrative Expenses	20,246,883	11,906,765	7,839,019
Employee Benefits Expense	-	-	-
Finance Costs	194,124,819	141,792,566	188,799,534
Depreciation and Amortisation Expense	143,903,664	108,069,214	133,523,508

Gain/Loss on Investment through FVTPL	3,909,229	3,026,386	(556,841)
Impairment on Financial Assets	-	-	-
Total Expenses	362,184,595	264,794,930	329,605,219
Profit Before Bonus & Tax	10,793,241	53,588,933	112,208,701
Provision For Staff Bonus	1,272,708	1,559,241	2,980,430
Profit Before Tax	9,520,533	52,029,691	109,228,271
Tax Expense			
(1) Current Tax	2,642,109	1,218,657	2,013,893
(2) Deferred Tax			-
Profit/(Loss) Before CSR	6,878,424	50,811,034	107,214,378
Provision For CSR	68,784	508,110	1,072,144
Profit/(Loss) For the Period	6,809,640	50,302,924	106,142,234
Other Comprehensive Income			
Fair Value Gain on Investment	156,000,000	-	-
Total Other Comprehensive Income	156,000,000	-	-
Total Comprehensive Income For The Period	162,809,640	50,302,924	106,142,234
<b>Ratios</b>	<b>This Quarter Ending</b>	<b>Previous Quarter Ending</b>	<b>Corresponding Previous Year Quarter Ending</b>
Earnings per share (in Rs. Annualized)	3.94	1.62	3.06
Market value per share	197	257	245
Price Earning Ratio	50.01	158.64	79.90
Current Ratio	0.64	1.77	2.98
Return on Assets (Annualized)	1.44%	0.64%	1.18%
Net worth per share (in Rs.)	103.93	101.20	108.03

## Notes:

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

### 1. Financial Statements

- The unaudited financial statements for the fourth quarter and the financial ratios have been published along with this report.
- Transaction with related parties: Project advanced to Api Hydro Mechanical Limited amounting NPR 67,541,778.38/- and Makalu Developers Limited amounting NPR 37,912,211/-
- 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 Hydro-power 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 has also completed the construction of 1.00 MW Simara Solar Project and is continuing to operate the same.
- 40 MW Upper Chameliya HPP Project was on construction phase as on fourth quarter end (i.e., 31 Ashadh 2080). It has started its commercial operation from Shrawan 2080.

### 3. Legal Proceedings

- Lawsuits 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 192, Minimum Price – NPR 265.2, Closing Price – NPR 197, No of Transaction Days – 62, Total Transactions – 32304, Total Traded Volume – 68,33,466, Total Turnover – NPR 1,63,14,31,711.7/-

### 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.