



# Api Power Company Limited

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## UNAUDITED FINANCIAL STATEMENTS FOR THE THIRD QUARTER FISCAL YEAR 2077/78 ENDED 31ST CHAITRA 2077 (13TH APRIL 2021)

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
<b>SOURCES OF FUND</b>			
Paid up Share Capital	1,929,756,150	1,929,756,150	1,190,700,000
Reserves and Surplus	280,136,290	297,081,171	134,889,779
Long Term Loan	2,098,011,893	1,703,962,071	1,710,721,232
	<b>4,307,904,332</b>	<b>3,930,799,393</b>	<b>3,036,311,011</b>
<b>APPLICATION OF FUND</b>			
Property, Plant and Equipment - Net Block	3,207,552,016	3,217,485,336	3,268,735,330
Capital Work in Progress	1,067,007,151	561,928,482	31,750,477
Investments	94,246,150	94,246,150	156,037,868
Total Current Assets	198,871,257	490,723,289	143,016,405
Total Current Liabilities	(259,772,241)	(433,583,865)	(563,229,070)
	<b>4,307,904,332</b>	<b>3,930,799,392</b>	<b>3,036,311,011</b>
<b>Income</b>			
Income from Power Sales	288,117,754	241,967,175	242,349,778
Income from Other Sources	62,989,205	61,770,353	1,547,992
<b>Total Income (A)</b>	<b>351,106,959</b>	<b>303,737,528</b>	<b>243,897,771</b>
<b>Operating Expenditure</b>			
Royalty	6,999,855	5,664,344	6,084,496
Project Operating Expenses	19,222,368	10,021,358	13,817,775
Administrative Expenses	12,071,610	7,899,609	11,951,521
<b>Total Operating Expenditure (B)</b>	<b>38,293,834</b>	<b>23,585,311</b>	<b>31,853,791</b>
<b>Non-Operating Expenditure</b>			
Financial Expenses	132,935,387	96,765,103	130,315,053
Depreciation	39,983,633	26,479,345	20,950,308
Employee Bonus	7,264,389	7,518,235	-
<b>Total Non-Operating Expenditure (C)</b>	<b>180,183,409</b>	<b>130,762,684</b>	<b>151,265,361</b>
<b>Profit / (Loss) Before Tax (A-B-C)</b>	<b>132,629,716</b>	<b>149,389,533</b>	<b>60,778,619</b>
Current Tax	6,362,044	6,176,981	119,897
Deferred Tax	-	-	-
<b>Net Profit / (Loss) after Tax</b>	<b>126,267,671</b>	<b>143,212,553</b>	<b>60,658,722</b>
<b>Ratios</b>			
Earnings per share (in Rs. annualized)	8.72	14.84	6.79
Market value per share	344	265	124
Price Earning Ratio	39.43	17.85	18.26
Current Ratio	0.77	1.13	0.25
Return on Assets (annualized)	5.25%	8.90%	2.47%
Net worth per share (in Rs.)	114.52	115.39	111.33

### 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.

## THIRD QUARTER DISCLOSURE AS OF 13TH APRIL, 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 69,198,443/- Project Payable to Makalu Developers Limited amounting NPR 13,212,447/-
- 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 smoothly.
- The Company has also completed the construction of 8.00 MW Upper Naugadh Gad Hydropower Project and is continuing to operate the same smoothly.
- The company is currently constructing 40 MW Upper Chameliya HPP in Darchula District and 4 MW Chandranigahpur Solar Project in Rautahat District.

### 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 349, Minimum Price - NPR 256, Closing Price - NPR 344, No of Transaction Days - 59, Total Transactions - 48211, Total Traded Volume - 12809714, Total Turnover - NPR 3,909,309,363/-

### 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.