अपि पावर कम्पनी लिमिटेडको
API POWER COMPANY LIMITED

Trade Tower Nepal, Thapathali, Kathmandu, Nepal

UNAUDITED FINANCIAL STATEMENTS FOR THE SECOND QUARTER

FISCAL YEAR 2082/83 ENDED 30th Poush 2082 (14th JANUARY 2026)

Fig in NPR

Particulars	This Quarter Ending Poush End 2082	Previous Quarter Ending Ashwin End 2082	Corresponding Previous Year Quarter Ending Poush end 2081
Assets			
Non Current Assets			
Property, plant and equipment	16,103,137	16,746,213	165,195,145
Right of use assets	41,179,563	10,759,304	10,249,738
Intangible assets	10,974,276,896	11,078,157,440	11,189,384,445
Project work-in-progress	375,170,102	277,800,489	117,762,342
Investment in Subsidiaries and Associates	2,288,769,294	2,249,469,974	1,641,058,962
Other investments	40,692,466	38,906,706	36,668,614
Other non-current assets	-	2,587,308	2,016,893
Total Non Current Assets	**13,736,191,457**	**13,674,427,434**	**13,162,336,140**
Current Assets			
Trade receivables	266,695,936	360,059,741	251,842,114
Cash and cash equivalents	115,322,345	54,113,479	35,462,629
Other financial assets	218,664,714	285,669,173	118,051,185
Other current assets	148,224,368	126,773,434	126,695,533
Current tax assets (net)	-	-	40,976
Total Current Assets	**748,907,362**	**826,615,828**	**532,092,438**
Total Assets	**14,485,098,818**	**14,501,043,262**	**13,694,428,578**
Equity & Liabilities			
Equity			
Equity Share Capital	6,075,927,807	6,075,927,807	6,075,927,807
Other Equity	1,068,367,388	895,785,040	557,640,465
Total Equity	**7,144,295,194**	**6,971,712,847**	**6,633,568,271**
Liabilities			
Non-Current Liabilities			
Non-Current Borrowings	5,545,516,762	5,672,338,411	6,040,666,727
Deferred tax liabilities (net)	162,226,343	150,279,947	170,827,663
Other non-current liabilities	34,760,716	14,444,561	13,205,973
Provisions	-	-	7,920,855
Total Non-Current Liabilities	**5,742,503,821**	**5,837,062,920**	**6,232,621,217**
Current Liabilities			
Current Borrowings	1,033,465,864	1,081,009,135	524,181,177
Other financial liabilities	393,558,714	452,977,237	265,413,604
Other current liabilities	154,610,444	157,138,637	33,973,870
Current tax Liabilities (net)	8,586,195	1,142,491	-
Provisions	8,078,589	-	4,670,439
Total Current Liabilities	**1,598,299,805**	**1,692,267,500**	**828,239,089**
Total Liabilities	**7,340,803,626**	**7,529,330,419**	**7,060,860,307**
Total Equity and Liabilities	**14,485,098,818**	**14,501,043,262**	**13,694,428,578**

Particulars	This Quarter Ending Poush End 2082	Previous Quarter Ending Ashwin End 2082	Corresponding Previous Year Quarter Ending Poush end 2081
Revenue from operations	959,243,241	538,459,207	858,047,822
Cost of sales	(118,851,370)	(59,257,441)	(147,231,979)
Gross Profit	**840,391,871**	**479,201,767**	**710,815,843**
Other Income	8,819,470	2,000	16,467,381
Administrative Expenses	(15,420,767)	(8,206,693)	(25,347,882)
Depreciation and Amortisation Expense	(211,726,769)	(105,580,552)	(209,822,706)
Fair Value Gain / (Loss) on Investment through FVTPL	63,554,229	25,872,750	223,114,957
Profit from Operation	**685,618,035**	**391,289,272**	**715,227,594**
Finance Income	77,963	77,963	160,426
Finance Costs	(216,125,723)	(116,658,940)	(339,354,128)
Profit before staff bonus and tax	**469,570,276**	**274,708,295**	**376,033,891**
Staff Bonus	(9,391,406)	(5,494,166)	(7,520,678)
Profit before tax	**460,178,870**	**269,214,129**	**368,513,214**
Current Tax	(16,463,936)	(19,491)	(793,389)
Deferred Tax	(17,493,270)	(6,439,488)	(56,031,475)
Profit/(Loss) For the Period	**426,221,665**	**262,755,150**	**311,688,350**
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	**426,221,665**	**262,755,150**	**311,688,350**

Ratios	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Earnings per share (in Rs. Annualized)	14.03	17.30	10.26
Market value per share	289.30	270.20	265.00
Price Earning Ratio	20.62	15.62	25.83
Current Ratio	0.47	0.49	0.64
Return on Assets (Annualized)	5.88%	7.25%	4.55%
Net worth per share (in Rs.)	117.58	114.74	109.18

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.

SECOND QUARTER DISCLOSURE AS OF 14th JANUARY, 2026 AS PER SECURITIES REGISTRATION AND ISSUE REGULATIONS, 2073

1. Financial Statements

- The unaudited financial statements for the second quarter and the financial ratios have been published along with this report.
- Important Financial Ratios: As attached in the unaudited financial statements.

2. Management's Analysis

- The Company is commercially operating the following projects:

i. 8.5 MW Naugad Gad Small Hydropower
ii. 8.00 MW Upper Naugadh Gad Hydropower Project
iii. 4.00 MW Chandranigahpur Solar Project
iv. 1.00 MW Dhalkebar Solar Project
v. 1.00 MW Simara Solar Project
vi. 40.00 MW Mathillo Chameliya Hydropower Project

3. Legal Proceedings

- Lawsuits filed by or against the company: The company has entered into litigation against Employee Provident Fund at Lalitpur District Court for non- compliance of Syndicated Loan Agreement regarding the deduction of prepayment charges. The insitution has charged 3% instead of 0.375% resulting in the disputed amount being NPR 2,26,15,124.91 (Nepalese Rupees Two Crores Twenty Six Lakhs Fifteen Thousand One Hundred and Twenty Four and Ninety One Paisa)

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 299.8, Minimum Price – NPR 269, Closing Price – NPR 289.3, No of Transaction Days – 55, Total Transactions – 17,969 Total Traded Volume – 53,66,645 Total Turnover – NPR 1,53,87,98,844.70

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.