



समाचारपत्र

Sanima Middle Tamor Hydropower Limited

Dhumbarahi, KMC-4, Kathmandu, Nepal

Unaudited Financial Reports (Quarterly)

As on 4th Quarter (2080.03.31) of the Fiscal Year 2079/080

FOURTH QUARTER DISCLOSURE AS OF 2080.03.31

AS PER SECURITIES REGISTRATION AND ISSUANCE REGULATION

ANNEXURE-14 (RELATED TO SUB REGULATION 1 OF REGULATION 26)

Statement of Financial Position	Un-Audited This Quarter Ending	Un-Audited Previous Quarter Ending	Audited Corresponding Previous Year Quarter Ending (Restated)
	As on 31-03-2080	As on 30-12-2079	As on 32-03-2079
Assets			
Non-Current Assets			
Property Plant & Equipment	66,232,109	57,883,151	58,663,797
Intangible Assets	10,110,951,089	8,959,976,476	6,375,404,483
Deferred Tax Assets	188,199	670,290	670,290
Current Assets			
Cash and cash equivalents	605,184,486	670,382,604	174,322,507
Other Financial Assets	329,255,247	682,144,587	824,728,039
Other Current Assets	33,966,014	32,551,675	3,113,541
Current tax assets	3,323,055	2,899,443	2,487,832
Total Assets	11,149,100,200	10,406,508,225	7,439,390,489
Liabilities			
Non-Current Liabilities			
Borrowings	7,125,152,564	6,306,621,491	4,475,365,844
Other Financial Liabilities (Retention)	690,867,179	695,295,375	353,198,276
Provisions	1,736,821	1,193,153	1,355,080
Deferred Tax Liabilities			
Other Non-Current Liabilities			
Current Liabilities			
Current Borrowings			97,599,980
Other Financial Liabilities	133,532,621	153,441,130	35,430,271
Other Current Liabilities	889,760	2,605,492	7,540,867
Total Liabilities	7,892,178,945	7,159,156,641	4,970,490,318
Equity			
Share Capital	3,332,500,000	3,332,500,000	2,499,375,000
Less Calls In Arrears	(3,000)	(3,000)	
Net Share Capital	3,332,497,000	3,332,497,000	2,499,375,000
Retained Earnings	(76,141,284)	(85,710,954)	(31,040,367)
Other Reserves	565,538	565,538	565,538
Total Equity	3,256,921,255	3,247,351,584	2,468,900,171
Total Liabilities and Equity	11,149,100,200	10,406,508,225	7,439,390,489

Statement of Profit or Loss	Un-Audited This Quarter Ending	Un-Audited Previous Quarter Ending	Audited Corresponding Previous Year Quarter Ending (Restated)
	As on 31-03-2080	As on 30-12-2079	As on 32-03-2079
Revenue (Construction)	3,703,984,103	2,552,963,605	2,251,044,164
Cost of Sales (Construction)	(3,703,984,103)		(2,251,044,164)
Revenue From Sale of Electricity			
Plant operating expenses			
Gross profit			
Other Income	394,100	336,790	
Administrative and Other operating expenses	30,833,793	25,554,304	29,285,784
Net operating profit/(Loss)	(30,439,693)	(25,217,515)	(29,285,784)
Financial costs			
Financial income	5,568,154	2,744,076	292,882
Foreign exchange gain/(loss)	(4,715,193)	(8,450,629)	(18,577,162)
Profit/(Loss) before tax & bonus	(29,586,732)	(30,924,067)	(47,570,665)
Provision for Staff Bonus			
Profit/(Loss) before tax	(29,586,732)	(30,924,067)	(47,570,665)
Income Tax Expense			
Deferred Tax Income/(Expense)	(482,091)		1,579,441
Net Profit	(30,068,823)	(30,924,067)	(45,990,624)

Major Financial Highlights

	(1.09)	(1.20)	(1.84)
Earnings Per Share (EPS)	7.23	8.89	7.15
Current Ratio	97.73	97.44	98.78
Net worth Per Share	(0.27%)	(0.30%)	(0.62%)
Return on Assets (ROA)	285.00	321.00	
Market Value Per Share	(262.21)	(266.75)	
P/E Ratio			

Financial Statements

- The Unaudited financial statement for the fourth quarter have been published as a part of this report.
- The Construction Revenue and Construction Cost for the period as per IFRIC-12 is NPR 3,703,984,103/-
- Service concession arrangement of Sanima Middle Tamor Hydropower Limited (SMTHL) includes
- Project Work in Progress of Middle Tamor Hydropower Project (73 MW). Service Concession arrangements are amortized over the contractual period of 30 years from the commercial operation date or as per the term of Generation License of SMTHL, whichever is lower. As per Generation License, the life of Middle Tamor Hydropower Project is up to 21/10/02/21 B.S. The total Intangible Assets (Service Concession Arrangements) as on Ashad End 2080 is NPR. 10,110,951,089 /-
- The Middle Tamor Hydropower Project is under Construction and total physical progress till Ashad End 2080 is about 91%. Previous quarter figures has been rearranged and regrouped whenever necessary.

Management Analysis

- The Company has incurred NPR 30,833,793 /- as administrative and other operating expenses till Ashad 2080.
- The Company has earned other income 394,100 /- from insurance claim receipts and NPR 5,568,154/- as financial income.

Legal Proceedings

- During the period, no legal cases were raised or pending against the Company and from the Company.

Analysis of Company's Share Transaction

The major highlights of Share transactions during the quarter are as follows:

Particulars	This Quarter Ending	Previous Quarter Ending	Corresponding Previous Year Quarter Ending
Maximum price NPR.	336	338.10	
Minimum price NPR.	258	295	
Closing Price NPR.	285	321	
Total Turnover NPR.			159,392,345.40
Total Transactions	64,086	33,031	
No. of transaction Day	62	4	
Total traded volume	2,508,019	496,534	

Problems & Challenges

Internal Challenges

- Retention of skilled human resources.
- Maintaining operational efficiency.

External Challenges

- Delay of statutory approvals, inconsistent regulatory and policy level commitment from the government regulatory agencies in the development of hydroelectric projects.
- Fluctuating cost of capital and devaluation of local currency.
- Increasing trend of interest rate.
- Natural disaster such as flood, earthquake, landslides, etc.
- Lack of domestic suppliers for construction materials, equipment and spare parts and difficulties in logistics management.
- Climatic changes and hydrological risk.
- Pandemics such as Covid-19, dengue, etc.

Strategies

- Mobilize all required resources for the completion of remaining construction works at the earliest.
- Implementation of HR optimization plan.
- Lobbying with government agencies for investment friendly environment.
- Fund management and strategic investment, as per the project investment plan.
- Adequate insurance policies, against the loss due to natural disasters.
- Maintenance of required equipment and machineries, and arrangement of multiple suppliers for smooth supply of spare parts and construction materials.

Corporate Governance

The Board of Directors, Audit Committee, other Committees, and Management Team are committed to strengthening good corporate governance within the Company. Sanima Middle Tamor Hydropower Ltd. has written manuals, policies, rules & guidelines for the proper functioning of the operation of the Company.

Declaration

I, the Chief Executive Officer of this Company, take the responsibility for the accuracy of the information and details mentioned in this report for the period up to the Fourth quarter of FY 2079/080. I hereby declare that the information and details provided in this report are true, based on facts, and complete to the best of my knowledge and that any information necessary for taking informed decision by the investors are not concealed.

Please contact at 01-4372828/4373030 for any further inquiry about the Company.