

# Butwal Power Company Ltd

Buddha Nagar, Kathmandu, Nepal



## UNAUDITED FINANCIAL RESULTS FOR THE FIRST QUARTER, FY 2066/67, ENDED

31<sup>st</sup> ASWIN 2066

(Rs./ Thousands unless specified)

S.N.	Particulars	This Quarter Ending	Corresponding Previous Year Quarter Ending	Previous FY Ending
		3 Months period Ended 31st Aswin 2066	3 Months period Ended 30th Aswin 2065	12 Months period Ended 31st Ashadh 2066
<b>1</b>	<b>Total Income</b>			
	a) Income from Operations	126,067	125,630	466,949
	b) Other Operating Income	2,714	2,026	13,110
	<b>Total</b>	<b>128,781</b>	<b>127,656</b>	<b>480,059</b>
<b>2</b>	<b>Total Expenditure</b>			
	a) Generation Expenses	21,622	18,703	88,491
	b) Distribution Expenses	13,451	9,659	48,700
	c) Engineering & Consultancy Services	-	4,292	18,957
	d) Administrative Expenses	16,768	15,419	66,060
	e) Depreciation	15,468	13,776	61,873
	<b>Total</b>	<b>67,309</b>	<b>61,849</b>	<b>284,081</b>
<b>3</b>	<b>Profit from Operations Before Provision (1-2)</b>	<b>61,472</b>	<b>65,807</b>	<b>195,978</b>
4	Provision of Loss in Investment	-	-	21,491
<b>5</b>	<b>Profit from Operations Before Other Income, Interest &amp; Tax (3-4)</b>	<b>61,472</b>	<b>65,807</b>	<b>174,487</b>
<b>6</b>	<b>Other Income</b>			
	b) Dividend Income	-	24,175	104,843
	c) Forex Income	-	-	30,809
	<b>Total</b>	<b>-</b>	<b>24,175</b>	<b>135,652</b>
<b>7</b>	<b>Profit Before Interest, Bonus &amp; Tax (5+6)</b>	<b>61,472</b>	<b>89,981</b>	<b>310,139</b>
8	Interest (Net)	(776)	522	3,359
<b>9</b>	<b>Profit Before Bonus &amp; Tax (7+8)</b>	<b>60,695</b>	<b>90,503</b>	<b>313,498</b>
10	Provision for Employees' Bonus	-	-	9,659
11	Provision for Corporate Tax	-	-	12,247
<b>12</b>	<b>Profit After Bonus &amp; Tax (9-10-11)</b>	<b>60,695</b>	<b>90,503</b>	<b>291,592</b>
13	Paid-up Equity Share Capital (Face Value per Shares, Rs. 100/-)	8,390,577	8,390,577	8,390,577
14	Reserve & Surplus	806,709	793,775	746,013
<b>15</b>	<b>Earning per share (in Rs.)</b>	<b>7.23</b>	<b>10.79</b>	<b>34.75</b>
<b>16</b>	<b>Market value per share (in Rs.)</b>	<b>960</b>	<b>1,152</b>	<b>1,270</b>
<b>17</b>	<b>Price Earning Ratio</b>	<b>133</b>	<b>107</b>	<b>37</b>
<b>18</b>	<b>Current Ratio</b>	<b>1.88</b>	<b>5.97</b>	<b>1.46</b>
<b>19</b>	<b>Return on Assets</b>	<b>2.81%</b>	<b>4.93%</b>	<b>12.88%</b>
<b>20</b>	<b>Net worth per share (in Rs.)</b>	<b>213</b>	<b>207</b>	<b>204</b>

(Note: Rounded off to nearest thousand)

## **1 RELATED PARTY TRANSACTION**

- There was no related party transaction during the first quarter.

## **2 MANAGEMENT ANALYSIS**

- There are no major changes in stock, income and liquidity in this quarter compared with corresponding previous quarter.
- BPC has purchased 80% shares of Hydro Consult Pvt. Ltd. and the engineering business of BPC has been merged with Hydro Consult Pvt. Ltd.
- New consumers will be added with the extension of distribution network under the REEP project.
- MOU for inter connection facility of Andhikhola Upgrading Project has been signed with NEA and PPA signing is expected shortly.
- The income tax exemption facility for 12 MW Jhimruk Power Plant ended on Shrawan end 2066 having completed 15 years of operation. This has effect on income tax as well as the royalty increase.

## **3 LEGAL PROCEEDING**

- There are no legal cases filed by or against the Company in the competent court of Nepal.

## **4 SHARE TRANSACTIONS**

- The major highlights of share transactions during first quarter are as follows:  
High Price- Rs.1,245; Low Price- Rs. 952; Closing Price- Rs. 960; No. of Transaction Days- 19; Total Transactions- 40; Volume - 85,430 and Turnover - Rs. 91.71mn.

## **5 RISKS AND CHALLENGES**

- Retention of high skilled human resources has been major challenges because of entry of many
- The law and order situation at the project sites are not conducive to conduct the project activities. The frequent strike and bandhs have posed threat to expedite business programs and process.

## **6 CORPORATE GOVERNANCE**

- The Company follows prudent corporate governance practices in all business transactions.
- Two meetings of the Board of Directors and two meetings of Audit Committee were held during the first quarter of F/Y 2066/67.
- Company received Merit Award from South Asian Federation of Accountants for presentation of financial statement and annual report for the year 2008 in manufacturing sector.

## **7 DECLARATION**

I, the Chief Executive Officer of this Company, take the responsibility of accuracy of the information and details mentioned in this Report for the first quarter of f/y 2066/67, 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 the information necessary to for taking informed decision by the investors are not concealed.