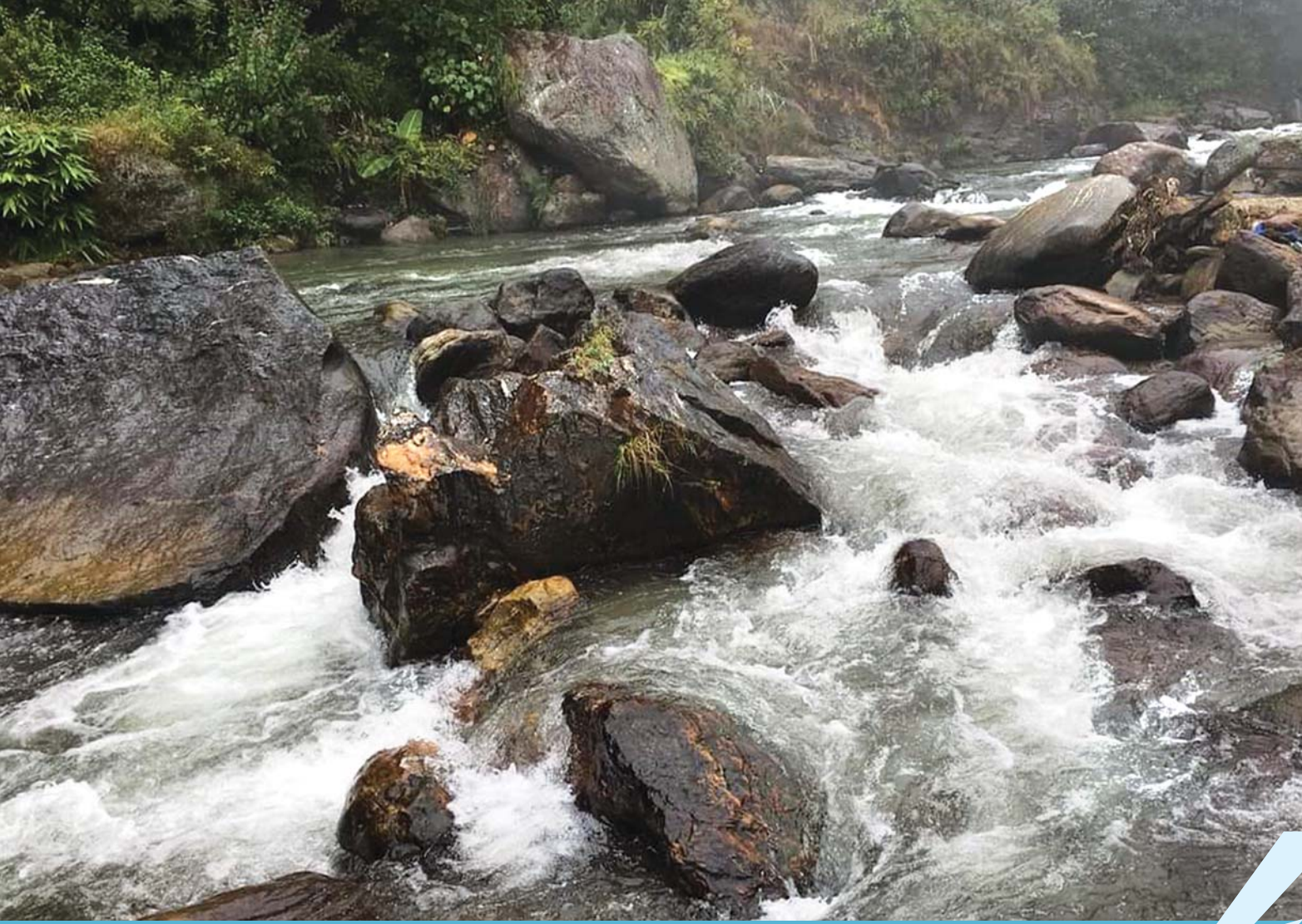




People's Power Ltd.

पिपुल्स पावर लिमिटेड



छैठौं र सातौं बार्षिक प्रतिवेदन

आर्थिक वर्ष २०७८/०७९ र २०७९/०८०

संचालक समिति



श्री भरत बहादुर खत्री
अध्यक्ष



श्री बिरेन्द्र बहादुर न्यौपाने
सञ्चालक



श्री सन्तोष राज नेपाल
सञ्चालक



श्री टंकराज अर्याल
सञ्चालक



श्री रमन अग्रवाल
सञ्चालक



श्रीमती सविता गोदार थापा
कम्पनी सचिव

पिपुल्स पावर लिमिटेड

केन्द्रिय कार्यालय : का.म.न.पा.-२, बालुवाटार, काठमाडौं, फोन नं. ०१-४५३७५४४

प्रतिनिधि नियुक्ति फारम

श्री संचालक समिति
पिपुल्स पावर लिमिटेड
का.म.न.पा.-२ बालुवाटार काठमाडौं ।

विषय : प्रतिनिधि नियुक्ति गरिएको सम्बन्धमा ।

महाशय,

..... जिल्ला न.पा./गा.पा.वडा नं. बस्ने म/हामी
२०८१ वैशाख १७ (तदनुसार अप्रिल २९, २०२४)का दिन हुने छैठौं र सातौं साधारण सभामा स्वयं उपस्थित भई छलफल तथा
निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन तथा मतदान गर्नका लागि मेरो/हाम्रो प्रतिनिधित्व गरी भागलिन
..... जिल्ला न.पा./गा.पा. वडा नं. बस्ने
श्री लाई मेरो /हाम्रो प्रतिनिधित्व मनोनयन गरी पठाएको छु/छौं ।

प्रतिनिधि नियुक्ति भएको व्यक्तिको :

हस्ताक्षरको नमुना :

शेयरधनी भए शेयर प्रमाणपत्र, एलोटमेन्ट नं.

वा DMAT खाता विवरण:

शेयरधनी नभए ना.प्र.प.नं. :

मिति :

निवेदक :

दस्तखत :

नाम :

शेयर प्रमाणपत्र :

शेयर संख्या :

मिति :

द्रष्टव्य : यो निवेदन साधारण सभा हुनु भन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको प्रधान कार्यालयमा पेश गरिसक्नु पर्नेछ ।



पिपुल्स पावर लिमिटेड

छैठौं र सातौं साधारण सभा

प्रवेश-पत्र

शेयरधनीको नाम :

प्रमाण पत्र नं. :

कुल शेयर संख्या :

शेयरधनीको दस्तखत :

हितग्राही खाता नं.:

.....
कम्पनी सचिव

द्रष्टव्य : (यो प्रवेशपत्रमा शेयरधनीको नाम, दस्तखत अनिवार्य रूपमा उल्लेख गरी सभा कक्षमा प्रवेश गर्दा यो प्रवेश-पत्र पेश गर्नुपर्नेछ ।)



विषयसूची

क्र.सं.	विवरणहरु	पेज
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पिपुल्स पावर लिमिटेड

केन्द्रिय कार्यालय : का.म.न.पा.-२, बालुवाटार, काठमाडौं, फोन नं. ०१-४५३७५४४
Email: peoplespowerltd@gmail.com

(प्रथम पटक प्रकाशित मिति : २०८०/१२/२२ गते)

छैठौं र सातौं साधारण सभा सम्बन्धि सूचना

आदरणीय शेयरधनी महानुभावहरू,

पिपुल्स पावर लिमिटेडको मिति २०८०/१२/२० गते मंलबार बसेको सञ्चालक समितिको बैठकको निर्णय अनुसार कम्पनीको छैठौं र सातौं वार्षिक साधारण सभा निम्न मिति, समय र स्थानमा देहायका विषयहरूमा छलफल तथा निर्णय गर्ने गरी बस्ने भएकोले कम्पनी ऐन, २०६३ को दफा ६७ अनुसार शेयरधनी महानुभावहरूको जानकारी तथा उपस्थितिको लागि यो सूचना प्रकाशित गरिएको छ ।

वार्षिक साधारण सभा हुने मिति, समय र स्थान :

मिति : २०८१/०१/१७ गते सोमबार (तदनुसार अप्रिल २९, २०२४)

स्थान : लिसारा बैङ्क्याट हल, नक्साल, काठमाडौं ।

समय : विहान १०:०० बजे

साधारण सभामा छलफल गरिने विषयहरू (एजेण्डा) :

क) सामान्य प्रस्ताव :-

- १) आ.व २०७८/०७९ र २०७९/०८० को सञ्चालक समितिको तर्फबाट पेश हुने अध्यक्षज्यूको वार्षिक प्रतिवेदन छलफल गरी पारित गर्ने सम्बन्धमा ।
- २) लेखा परिक्षकको प्रतिवेदन सहितको आ.व. २०७८/०७९ र २०७९/०८० को वासलात, नाफा, नोक्सान हिसाब र नगद प्रवाह विवरण लगायतका वित्तीय विवरणहरू छलफल गरी पारित गर्ने सम्बन्धमा ।
- ३) चालु आ.व. २०८०/८१ लागि सञ्चालक समितिले प्रस्ताव गरे बमोजिम लेखा परिक्षकको नियुक्ति र निजको पारिश्रमिकनिर्धारण गर्ने सम्बन्धमा ।
- ४) संस्थापक समुहबाट १ जना महिला सहित ५ जना र सर्वसाधारण समुहबाट १ जना सञ्चालकको नियुक्ति/निर्वाचन गर्ने सम्बन्धमा ।
- ५) सञ्चालक समितिले प्रस्ताव गरेका मध्येबाट १ जना स्वतन्त्र सञ्चालकको नियुक्ति गर्ने सम्बन्धमा ।
- ६) सञ्चालकहरूको बैठक भत्ता तथा सुविधा निर्धारण सम्बन्धमा ।
- ७) संस्थागत सुसाशन सम्बन्धि प्रतिवेदन स्विकृत गर्ने ।

ख) विशेष प्रस्तावहरू :-

- १) हाल कायम रहेको चुक्ता पूँजीको आधारमा १ शेयर बराबर ०.५ का दरले (६३,२६,००० कित्ता शेयरको ५० प्रतिशत ३१,६३,००० कित्ता बाराबर) हकप्रद शेयर निष्काशनको लागि स्वीकृती प्रदान गर्ने सम्बन्धमा ।
- २) हकप्रद शेयर वितरण पश्चात् कम्पनीको पूँजी वृद्धि हुने भएकाले सो प्रयोजनका लागि पूँजी वृद्धि गरी प्रबन्धपत्र तथा नियमावलीको सम्बन्धित दफाहरूमा संशोधन गर्ने सम्बन्धमा ।
- ३) हकप्रद शेयर जारी गर्दा अन्यआवश्यक कुरा फेरवदल गर्नुपर्ने भएमा सञ्चालक समितिलाई अख्तियारी प्रदान गर्ने सम्बन्धमा ।
- ४) कम्पनीको नियमावली तथा प्रबन्धपत्रमा हुने संशोधनमा कम्पनी रजिष्ट्रारको कार्यालय तथा नियामक निकायबाट आवश्यक थपघट वा परिमार्जन गर्न निर्देशन प्राप्त भएमा सो कार्यका लागि सञ्चालक समितिलाई अख्तियारी प्रदान गर्ने सम्बन्धमा ।

ग) विविध ।

कम्पनी समितिको आज्ञाले
कम्पनी सचिव

वार्षिक साधारण सभा सम्बन्धी थप जानकारी

१. वार्षिक साधारण सभा प्रयोजनका लागि मिति २०८०/१२/२९ विहिवारका दिन यस कम्पनीको शेयर दर्ता पुस्तिका बन्द रहने छ । साथै शेयरधनी दर्ता पुस्तिका बन्द भएको मिति भन्दा अधिल्लो दिन सम्म नेपाल स्टक एक्सचेञ्ज लिमिटेडमा भएको कारोबारबाट कायम भएको शेयरधनीले मात्र कम्पनीका वार्षिक साधारण सभामा भाग लिन सक्नेछन ।
२. वार्षिक साधारण सभामा भाग लिन आउनु हुने शेयरधनी महानुभावहरूले सभा कक्षमा प्रवेश गर्नको लागि अनिवार्य रूपले प्रवेशपत्र, आफ्नो परिचय खुल्ने आधिकारिक परिचयपत्र (जस्तै नागरिकता वा अन्य आधिकारिक परिचयपत्र) सहित शेयरधनी उपस्थित हुनु पर्नेछ ।
३. वार्षिक साधारण सभामा भाग लिन आउनु हुने शेयरधनी महानुभावले सभा स्थलमा उपस्थित भई त्यहाँ रहेको उपस्थिति पुस्तिकामा दस्तखत गर्नु पर्नेछ । उपस्थिति पुस्तिका विहान ९:०० बजे देखि खुल्ला रहनेछ ।
४. सम्पूर्ण शेयरधनी महानुभावहरूलाई साधारण सभाको सूचना सहित वार्षिक प्रतिवेदन, आर्थिक विवरण, प्रोक्सी फारम र प्रवेश-पत्र पठाउने व्यवस्था मिलाईएको छ । कुनै कारणवश शेयरधनी महानुभावहरूले प्राप्त गर्न नसक्नु भएमा कम्पनीको कार्यालय, वालुवाटार, काठमाडौं तथा शेयर रजिष्ट्रार(प्रभु क्यापिटल लि.)को कार्यालय, कमलादि, काठमाडौंबाट प्राप्त गर्न सकिनेछ ।
५. सभामा भाग लिनका लागि प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनी महानुभावले प्रतिनिधि (प्रोक्सी) फारम सभा शुरु हुनु भन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको कार्यालय, वालुवाटार, काठमाडौंमा बुझाई सक्नुपर्नेछ । एक जना शेयरधनीले एक जनाभन्दा बढीलाई प्रतिनिधि (प्रोक्सी) नियुक्त गर्न सक्ने छैन । एक भन्दा बढी प्रतिनिधि (प्रोक्सी) नियुक्त गरेको पाइएमा सबैभन्दा पहिला दर्ता भएको प्रतिनिधि (प्रोक्सी) मात्र मान्य हुनेछ । प्रतिनिधि (प्रोक्सी) नियुक्त गरिसकेपछि सम्बन्धीत शेयरधनी स्वयम् उपस्थित हुन आएमा शेयरधनीले गरिदिएको प्रतिनिधि पत्र (प्रोक्सी) स्वतः बदर हुनेछ ।
६. कम्पनीको संस्थापक शेयरधनीबाट १ जनामहिला संचालक सहित ५ जना र सर्वसाधारण शेयरधनीहरूका तर्फबाट १ जना सञ्चालक साथै सञ्चालक समितिले प्रस्ताव गरेका नामबाट स्वतन्त्र संचालक १ को नियुक्ति (निर्वाचन) कार्यक्रम सम्बन्धि सूचना साधारण सभाहुनु भन्दा कम्तीमा ७ दिन अगावै कम्पनीको सूचना पाटीमा टाँस गरिने छ ।
७. साधारण सभा एवं संचालक निर्वाचन सम्बन्धी अन्य जानकारी आवश्यक परेमा कम्पनीको कार्यालय वालुवाटार काठमाडौंमा कार्यालय समय भित्र सम्पर्क गर्न सकिनेछ ।

अध्यक्षको मन्तव्य

आदरणीय शेयरधनी महानुभावहरू,

यस पिपुल्स पावर लिमिटेडका छैठौं र सातौं वार्षिक साधारण सभामा उपस्थित हुनु भएका आदरणीय शेयरधनी महानुभावहरूलाई संचालक समिति तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत गर्दछु।

यस कम्पनीको लेखापरीक्षकको प्रतिवेदन सहितको आ.व.२०७८/०७९ र २०७९/०८० को आषाढ मसान्तको वासलात, नाफा-नोक्सान हिसाब, नगद प्रवाहको विवरण लगायतका अन्य वित्तीय विवरणहरूका साथै संचालक समितिले तयार पारेको वार्षिक प्रतिवेदन यहाँहरू समक्ष प्रस्तुत गर्न पाउँदा अत्यन्तै खुशी लागेको छ। उक्त प्रतिवेदन उपर यहाँहरूबाट रचनात्मक सुझाव तथा टिप्पणीहरू प्राप्त हुनेछन्, जसले कम्पनीलाई मार्ग दर्शकको रूपमा काम गर्नेछ भन्ने विश्वास लिएको छु।

यस कम्पनीले इलाम जिल्लाको इलाम नगरपालीका वडा नं. १ साखेजुङ्ग र वडा नं. ४ बरबोटे स्थित पुवा खोलाको पानी प्रयोग गरि ४.९६ मे.वा. क्षमताको जलविद्युत आयोजना निर्माण गरी सो बाट विद्युत उत्पादन गरी नेपाल विद्युत प्राधिकरण लाई विक्री गरिरहेको जानकारी गराउँदछु। यस कम्पनीको नेपाल विद्युत प्राधिकरण संग मिति २०७४।०५।०५ मा विद्युत खरिद विक्री सम्झौता भएको र कम्पनीले २०७८ सालमा आयोजनाको निर्माण कार्य सम्पन्न गरी मिति २०७८ साल मंसिर १२ गतेबाट आयोजनाले व्यापारीक उत्पादन सुरु गरी विद्युत विक्री गरी रहेको व्यहोरा शेयरधनी महानुभावहरूलाई जानकारी गराउँदछु।

कम्पनीले निर्माण गरेको यस आयोजनाबाट उत्पादित विद्युत राष्ट्रिय प्रशारण लाईन मार्फत वितरण भई रहेको छ। यस कम्पनीबाट उत्पादित विद्युतले देशमा अझ पुर्ण रूपमा उर्जा संकटको परिस्थिति अन्त्य नभई सकेको विद्यमान अवस्थामा लोडसेडिङ्ग अन्त्यका लागि सकारात्मक टेवा पुगेको छ। यस कम्पनीले नेपाल सरकारले उर्जा क्षेत्रको विकासका लागि विभिन्न समयमा बनाएका ऐन, नियम, नीति निर्देशिका तथा विभिन्न मापदण्डहरूलाई आत्मसाथ गर्दै कार्य गरिरहेको छ। कम्पनीले यस साधारण सभामा विद्युत नियमन आयोगबाट प्रस्ताव स्विकृत भए बमोजिम कम्पनीको हाल कायम चुक्ता पुँजीको १:०.५ को अनुपातमा (६३,२६,००० कित्ता शेयरको ५० प्रतिशत ३१,६३,००० कित्ता बाराबर) हकप्रद शेयर जारी गर्ने सम्बन्धि विशेष प्रस्ताव पेश गरेको छ। कम्पनीले यसवर्ष शेयरधनीहरूले सोचे जस्तो नभए तापनि आगामी वर्षमा राम्रै परिणाम हासिल गर्ने तर्फ गम्भिर भएर कार्य गरिरहेको शेयरधनी महानुभावहरूमा विश्वास दिलाउन चाहन्छु।

कम्पनीको सामाजिक उत्तरदायित्व अर्न्तर्गत यस कम्पनीले इलामका आयोजना प्रभावित क्षेत्रका स्थानिय जनताहरु संग सहकार्य गरी आवश्यकता अनुसार कुलेसो, खानेपानी तथा बाटो मर्मत संभार गर्न आर्थिक, भौतिक रूपमा सहयोग गरेको र सो क्रमलाई निरन्तरता दिई रहेको व्यहोरा समेत यस सभामा जानकारी गराउन चाहन्छु।

यस कम्पनीको सफलता पूर्वक संचालनका लागि सहयोग पुञ्चाउनु हुने विद्युत् नियमन आयोग, नेपाल विद्युत् प्राधिकरण, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लिमिटेड, सिडिएस एण्ड क्लियरिङ्ग लि., कम्पनी रजिष्ट्रार कार्यालय, बैंक तथा वित्तीय संस्थाहरू, शेयर रजिष्ट्रार(प्रभु क्यापिटल लि.), बीमा कम्पनीहरू, वाट्य लेखा परिक्षक, आन्तरिक लेखापरिक्षक, शेयरधनी महानुभावहरू लगायत सम्पूर्ण शुभेच्छुक वर्गलाई मेरो व्यक्तिगत तथा कम्पनीको तर्फबाट समेत हार्दिक धन्यवाद तथा आभार प्रकट गर्दछु। साथै ब्यस्त समयका बावजुद पनि यस साधारण सभामा उपस्थित भई कम्पनीको कार्यलाई अगाडी वढाउन हौसला प्रदान गरिदिनु हुने कम्पनीका सम्पूर्ण शेयरधनी महानुभावहरूलाई पुन धन्यवाद दिदै प्रस्तुत वार्षिक प्रतिवेदन सहितको आर्थिक प्रतिवेदन तथा प्रस्तावहरूमा छलफल गरि पारित गरी दिनुहुन तथा आफ्नो विचार प्रस्तुत गरी दिनहुन अनुरोध गर्दछु।

धन्यवाद।

भरत बहादुर खत्री
अध्यक्ष
संचालक समिति

मिति : २०८१/०१ /१७

कम्पनी ऐन २०६३ दफा १०९ को विवरण

क) विगतवर्षको कारोबारको सिंहावलोकन :

कम्पनीले निर्माण गरिरहेको पूवा-२ जलविद्युत आयोजनाको निर्माण कार्य सम्पन्न भई मिति २०७९ मंसिर १२ गते देखि व्यवसायिक रूपमा विद्युत उत्पादन भईरहेको छ। यस कम्पनीको निक्षेपमा आर्जित आ.व. २०७८/०७९ मा रु. १७,९७९.२३/- व्याज आम्दानी गरेको थियो भने इन्सुरेन्स दाबी वापत, व्याज आम्दानी र अन्य आम्दानी गरि आ.व. २०७९/०८० मा रु. ३१,४५,६९२।७५ आम्दानी प्राप्त गरेको छ। साथै विद्युत बिक्रीबाट कम्पनीले आ.व. २०७९/०८० मा रु ५,२०,२४,८७२.७३/- प्राप्त गरेको छ।

ख) राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितीबाट कम्पनीको कारोबारलाई कुनै असर परेको भए सो असर :

बाढी पहिरो लगायतका दैवी प्रकोप, देशको अस्थिर राजनीतिक अवस्था कारणले यस कम्पनीको आयोजना संचालनमा सामान्य असर परेको छ।

ग) प्रतिवेदन तयार भएको मिति सम्म चालु वर्षको उपलब्धि र भविष्यमा गर्नु पर्ने कुराको सम्बन्धमा संचालक समितिको धारणा :

कम्पनीले समयमै आयोजना निर्माण सम्पन्न गरी विद्युत उत्पादन गरिरहेको छ। साथै आगामी अबधिमा सम्पूर्ण शेयरधनिहरूको हितमा काम गर्दै कम्पनीलाई अगाडी बढाउन संचालक समिति प्रयत्नरत रहेको छ।

घ) कम्पनीको औद्योगिक वा व्यावसायिक सम्बन्ध :

नेपाल सरकार उर्जा मन्त्रालय, विद्युत नियमन आयोग, विद्युत विकास विभाग, नेपाल विद्युत प्राधिकरण, नेपाल राष्ट्र बैंक, कम्पनी रजिस्ट्रारको कार्यालय, आन्तरिक राजश्व कार्यालय, उद्योग विभाग, नेपाल उद्योग वाणिज्य महासंघ, बैंक तथा वित्तिय संस्थाहरू, शेयर रजिस्ट्रार(प्रभु क्यापिटल लि.), बीमा कम्पनीहरू आदिसंग कम्पनीले अजनाउदै आएको व्यवसायिक सम्बन्धका कारण समग्र औद्योगिक तथा व्यवसायिक सम्बन्ध राम्रो रहेको छ।

ङ) संचालक समितिमा भएको हेरफेर र सोको कारण :

कम्पनीमा हाल निम्न बमोजिम संचालक समिति रहेको छ।

१. श्री भरत बहादुर खत्री	अध्यक्ष
२. श्री सन्तोष राज नेपाल	संचालक
३. श्री टङ्कराज अर्याल	संचालक
४. श्री विरेन्द्र बहादुर न्यौपाने	संचालक
५. श्री रमन अग्रवाल	संचालक

च) कारोबारलाई असर पार्ने मुख्य कुरा :

यस कम्पनीको मुख्य कारोबार भनेको विजुली उत्पादन र बिक्री वितरण भएकोले प्राकृतिक प्रकोप बाढी पहिरो तथा मेशिनरी सामानहरूको स्वास्थ्य नै कारोबारलाई असर पार्ने मुख्य कुरा हो।

छ) लेखापरिक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर संचालक समितिको प्रतिक्रिया :

नभएको।

ज) लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम :

कम्पनीले आ.व. २०७८/०७९ र २०७९/०८० को मुनाफाबाट कम्पनीले कुनै पनि लाभांश वितरण गर्ने प्रस्ताव गरेको छैन।

- भ) शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अंकित मूल्य, त्यस्तो शेयर जफत हुनु भन्दा अगावै सो वापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयर वापत रकम फिर्ता गरेको भए सो को विवरण : नभएको ।
- ज) विगत आर्थिक वर्षमा कम्पनी र यसका सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितीको पुनरावलोकन :
यस कम्पनीको सहायक कम्पनी नभएको ।
- ट) कम्पनी तथा त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोबार र सो अवधिमा कम्पनीको कारोबारमा आएको कुनै महत्वपूर्ण परिवर्तन :
यस कम्पनीको सहायक कम्पनी नभएको ।
- ठ) विगत आर्थिक वर्षमा कम्पनीको आधारभुत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी :
नभएको ।
- ड) विगत आर्थिक वर्षमा कम्पनीका संचालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको विवरण र कम्पनीको शेयर कारोबारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी :

क्र.सं.	संचालकको नाम	पद	शेयर संख्या	शेयर स्वामित्व	कैफियत
१	श्री भरत बहादुर खत्री	अध्यक्ष	१,२७,९८२	२.०२	
२	श्री सन्तोष राज नेपाल	संचालक	३५,०००	०.५५	
३	श्री टङ्गराज अर्याल	संचालक	६८,०००	१.०७	
४	श्री विरेन्द्र बहादुर न्यौपाने	संचालक	१,४०,०००	२.२१	
५	श्री रमन अग्रवाल	संचालक	३५,०००	०.५५	

कम्पनीको शेयर कारोबारमा संचालकहरूको कुनै संलग्नता रहेको छैन ।

- ढ) विगत आर्थिक वर्षमा कम्पनीसँग सम्बन्धित सम्भौताहरू म कुनै संचालक तथा निजको नातेदारको व्यक्तिगत स्वार्थ बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा :
संचालक तथा निजको नातेदारको व्यक्तिगत स्वार्थ नभएको ।
- ण) कम्पनीले आफ्नो शेयर आफैँ खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयर संख्या र अंकित मूल्य तथा त्यसरी शेयर खरिद गरे बापत कम्पनीले भुक्तानी गरेको रकम :
कम्पनीले आफ्नो शेयर आफैँ खरिद गरेको छैन ।
- त) आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सो को विवरण :
नभएको
- थ) विगत आर्थिक वर्षको कूल व्यवस्थापन खर्चको विवरण :
आ.व. २०७८/७९ मा कम्पनीको कूल व्यवस्थापन खर्च २४,१७,०७०.५१/- रहेको छ भने आ.व. २०७९/८० मा कम्पनीको कूल व्यवस्थापन खर्च ५०,५८,७९१.८२/- रहेको छ ।

- द) लेखापरिक्षण समितिका सदस्यहरूको नामावली, निजहरूले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले प्राप्त गरेको काम कारवाहीको विवरण र सो समितिले कुनै सुभावाव दिएको भए सो विवरण :
अभिषेक अधिकारीको संयोजकत्वमा चिराग अग्रवाल तथा पुस्कल घिमिरे रहेको तीन सदस्यीय लेखापरिक्षण समिति गठन भएको ।
- ध) संचालक, प्रबन्धक संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभुत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा :
सो नभएको ।
- न) संचालक, प्रबन्धक संचालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम:
कार्यकारी अध्यक्ष तथा अन्य पदाधिकारीहरूलाई तलब तथा भत्ता बापत हालसम्म कुनै रकम भुक्तानी गरिएको छैन ।
- प) शेयर धनीहरूले बुझिलिन बाँकी रहेको लाभांशको रकम :
नभएको ।
- फ) दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरिएको कुराको विवरण :
नभएको ।
- ब) दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोबारको विवरण :
नभएको ।
- भ) प्रचलित कानून बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनुपर्ने अन्य कुनै कुरा भए :
नभएको
- म) अन्य आवश्यक कुराहरू:
नभएको

Nabish & Associates

Chartered Accountants

Nagarjun-10
Kathmandu, Nepal

Phone: 9851159007

Email ID: nabishp@gmail.com

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PEOPLES POWER LIMITED

Report on the Audit of the Financial Statements

Disclaimer of Opinion

We were engaged to audit the financial statements of **Peoples Power Limited (the Company)**, which comprise the Statement of Financial Position (Balance Sheet) as at **Ashad 32, 2079 (July 16, 2022)** and the related Income Statement, Statement of Change in Equity and Statement of Cash Flows for the year then ended, and Notes to financial statements, including a summary of significant accounting policies.

We do not express an opinion on the accompanying financial statements of the Company. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

The financial Statements of the company are not prepared with Nepal Financial Reporting Standards (NFRS). As a result, we were unable to determine whether any adjustments were necessary in respect of the financial statements. The effect of not restating, presenting and disclosing financial information based on provisions of NFRS is uncertain and could be material and pervasive.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial Statements in accordance with Nepal Financial Reporting Standards (NFRS) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intended to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Charged with Governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the Audit of the Financial Statements

Our responsibility is to conduct an audit of the financial statements in accordance with Nepal Standards on Auditing and to issue an auditor's report. However, because of the matter described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

We are independent of the Company in accordance with accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to or audit of the financial statements under the provisions of the companies Act, 2063, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAN's Handbook of Code of Ethics for Professional Accountants.



Nabish & Associates
Chartered Accountants
Kathmandu, Nepal



Report on Other Legal and Regulatory Requirements

On the basis of our examination, we would like to report that:

- i. We have obtained all the information and explanations, which were considered necessary for the purpose for our audit.
- ii. The Company has kept proper books of accounts as required by law, in so far as it appears from our examination of those books of account except as required by Nepal Financial Reporting Standards (NFRS).
- iii. The Statement of Financial Position as at Ashad 32, 2079 (July 16, 2022) and the related Statement of Profit or Loss, Statement of Change in Equity, Statement of Cash Flows, Notes to Financial Statement dealt with by this report are in agreement with the books of account maintained by the Company.
- iv. During our examination of the books of account of the Company, we have not come across the cases where the Board of Directors or any member thereof or any representative or any office holder or any employee of the Company has acted contrary to the provisions of law or caused loss or damage to the Company, and
- v. We have not come across any fraudulence in the accounts.

**For: Nabish & Associates,
Chartered Accountants**

CA. Nabish Pokharel
Proprietor

Place: Kathmandu

Date: 2079/11/13

UDIN: 230308CA01679j7PFg

Peoples Power Limited
Balance Sheet
As on Ashad 32, 2079 (16 July, 2022)


Particulars	Schedule	Current Year	Previous Year
Assets			
Non-Current Assets			
Property, Plant & Equipment	1	1,91,653.20	2,54,303.33
Capital Work in Progress (CWIP)	2	91,91,47,030.46	83,22,21,492.14
Total Non-Current Assets		91,93,38,683.66	83,24,75,795.47
Current Assets			
Cash & Cash Equivalents	3	12,06,764.46	6,45,340.58
Loan, Advance & Deposits	4	2,76,63,096.28	4,49,96,148.52
Total Current Assets		2,88,69,860.74	4,56,41,489.10
Total Assets		94,82,08,544.40	87,81,17,284.57
Equity & Liabilities			
Equity			
Share Capital	5	32,26,00,000.00	32,26,00,000.00
Reserve & Surplus (Accumulated Loss)	6	(1,87,09,153.70)	(1,62,47,412.29)
Total Equity		30,38,90,846.30	30,63,52,587.71
Non Current Liabilities			
Medium & Long Term Loan	7	64,00,00,000.00	55,06,33,595.73
Total Non Current Liabilities		64,00,00,000.00	55,06,33,595.73
Current Liabilities			
Current Liabilities & Provisions	8	43,17,698.10	2,11,31,101.13
Total Current Liabilities		43,17,698.10	2,11,31,101.13
Total Equity & Liabilities		94,82,08,544.40	87,81,17,284.57

Notes forming parts of the financial statements 10

As per our attached report of even date


For and on behalf of the Company


For: Nabish & Associates
Chartered Accountants


Sundar Babu Basnet
Accounts Head


Tanka Aryal
Director


Santosh Raj Nepal
Director


CA Nabish Pokharel
Proprietor


Birendra Bahadur Neupane
Director


Ramani Agrawal
Director


Bharat Bahadur Khatri
Chairman

Place: Kathmandu

Date:





Peoples Power Limited
Income Statement
For the Year Ended Ashadh 32 , 2079 (16 July, 2022)


Particular	Schedule	Current Year	Previous Year
Sales Income		-	-
Interest Income		17,979.23	25,498.90
Gross Income		17,979.23	25,498.90
Less: Cost			
Operating Expenses		-	-
Administrative Expenses	9	24,17,070.51	21,79,897.30
Bank Interest Expenses			
Depreciation	1	62,650.14	83,224.95
Net Profit/(Loss) Before Bonus & Tax		(24,61,741.42)	(22,37,623.35)
Staff Bonus			
Net Profit/(Loss) Before Tax		(24,61,741.42)	(22,37,623.35)
Current Tax		-	-
Deferred Tax		-	-
Net Profit transferred to Reserve & Surplus		(24,61,741.42)	(22,37,623.35)

Notes forming parts of the financial statements 10

For and on behalf of the Company


As per our attached report of even date


For: Nabish & Associates
Chartered Accountants



Sundar Babu Basnet
Accounts Head


Tanku Aryal
Director


Santosh Raj Nepal
Director


CA Nabish Pokharel
Proprietor


Birendra Bahadur Neupane
Director


Ramon Agrawal
Director


Bharat Bahadur Khatri
Chairman

Place: Kathmandu

Date:



Peoples Power Limited
Cash Flow Statement
For the Year Ended Ashadh 32 , 2079 (16 July, 2022)

Particulars	Current Year	Previous Year
Cash flows from operating activities		
Net Profit (loss) for the year	(24,61,741.42)	(22,37,623.35)
Add: Depreciation	62,650.14	83,224.95
Net Cash Flow before change in Working Capital	(23,99,091.28)	(21,54,398.40)
Change in Working Capital	5,19,649.21	7,21,23,741.95
Net Cash flow from Operating Activities (A)	(18,79,442.07)	6,99,69,343.55
Cash flow on Investing Activites		
Fixed Assets Purchase	-	-
Addition in CWIP	(8,69,25,538.32)	(34,58,88,921.46)
Net Cash flow from Investing Activities (B)	(8,69,25,538.32)	(34,58,88,921.46)
Cash flows on Financing Activites		
Issue of Share capital including capital received in advance	-	13,36,16,100.00
Application Money Net Received (Transfer to Share Capital)	-	(2,10,16,547.63)
Increase (Decrease) in Medium & Long-Term Loan	8,93,66,404.27	12,99,44,760.06
Net Cash flow from Financing Activities (C)	8,93,66,404.27	24,25,44,312.43
Net Cash Flow (A+B+C)	5,61,423.88	(3,33,75,265.48)
Add: Opening Cash & Cash Equivalents	6,45,340.58	3,40,20,606.06
Cash and Cash Equivalents at the end of the year	12,06,764.46	6,45,340.58

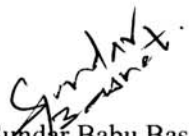
Notes forming parts of the financial statements 10

For and on behalf of the Company

As per our attached report of even date

For: Nabish & Associates

Chartered Accountants


Sundar Babu Basnet
Accounts Head



Tanka Aryal
Director


Santosh Raj Nepal
Director


CA Nabish Pokharel
Proprietor


Birendra Bahadur Neupane
Director


Raman Agrawal
Director


Bharat Bahadur Khatri
Chairman

Place: Kathmandu

Date:




Peoples Power Limited
Statement of Changes in Equity
For the Year Ended Ashadh 32, 2079 (16 July, 2022)


Particulars	Share Capital	Share Application Money	Share Premium	Revaluation Reserve	Accumulated Profit/(Loss)	Total
Balance as on 01.04.2077	18,89,83,900.00	2,10,16,547.63	-	-	(1,40,09,788.93)	19,59,90,658.70
Issue of Share Capital	13,36,16,100.00	-	-	-	-	13,36,16,100.00
Net Transferred to Share Profit/(Loss) for the Period		(2,10,16,547.63)	-	-	(22,37,623.35)	(2,10,16,547.63)
Balance as on 31.03.2078	32,26,00,000.00	0.00	-	-	(1,62,47,412.29)	30,63,52,587.71
Balance as on 01.04.2078	32,26,00,000.00	0.00	-	-	(1,62,47,412.29)	30,63,52,587.71
Issue of Share Capital			-	-	-	-
Net Transferred to Share Profit/(Loss) for the Period			-	-	(24,61,741.42)	(24,61,741.42)
Balance as on 32.03.2079	32,26,00,000.00	0.00	-	-	(1,87,09,153.70)	30,38,90,846.30


Notes forming parts of the financial statements 10


For and on behalf of the Company


Sundar Babu Basnet
Accounts Head


Tanka Aryal
Director


Santosh Raj Nepal
Director



Birendra Bahadur Neupane
Director


Bharat Bahadur Khatri
Chairman

Place: Kathmandu
Date:

As per our attached report of even date

For: Nabish & Associates
Chartered Accountants


CA Nabish Pokharel
Proprietor



Peoples Power Limited
Schedule Forming Part of Account
As on Ashad 32, 2079 (16 July, 2022)

Property, Plant & Equipment	Rate	Opening	Addition Upto			Total Addition	Disposal/ Sales	Total	Depreciation for the year	WDV as on 31.03.2077
			Chaitra		Ashad					
			Poush							
Depreciable Assets:										
Block B	25%									
Furniture & Fixtures		1,32,093.93			-		1,32,093.93	33,023.48	99,070.45	
Office Equipment		1,03,695.48			-		1,03,695.48	25,923.87	77,771.61	
Block E		2,35,789.41					2,35,789.41	58,947.35	1,76,842.06	
Software	5 Yrs	18,513.92					18,513.92	3,702.78	14,811.14	
		18,513.92					18,513.92	3,702.78	14,811.14	
Total		2,54,303.33					2,54,303.33	62,650.14	1,91,653.20	

Schedule 1

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Peoples Power Limited
Schedule Forming Part of Account
For the Year Ended Ashadh 32, 2079 (16 July, 2022)

Construction WIP	Schedule-2	
Particular	Current Year	Previous Year
Opening Construction WIP	83,22,21,492.14	48,63,32,570.68
Addition During the Year	8,69,25,538.32	34,58,88,921.46
Closing Construction WIP	91,91,47,030.46	83,22,21,492.14

Cash & Cash Equivalents	Schedule-3	
Particular	Current Year	Previous Year
Cash Balance:		
Cash In Hand (Office)	43,382.36	43,382.36
Bank Balances:		
Global IME Bank Ltd	12,993.07	12,993.07
Nepal Bangladesh Bank	11,12,457.10	4,45,136.29
NMB Bank Ltd	3,930.23	1,09,827.16
Prabhu Bank Ltd	23,913.00	23,913.00
Sanima Bank	10,088.70	10,088.70
Total	12,06,764.46	6,45,340.58

Loan, Advance & Deposits	Schedule-4	
Particular	Current Year	Previous Year
PM Infra Projects India Pvt Ltd	-	8,05,456.47
Cash Margin for Bank Garentee	1,48,800.00	1,48,800.00
Exim Code Deposit	3,00,000.00	3,00,000.00
L/C Margin Advance HM	-	90,20,062.01
L/C Margin Advance EM	2,49,76,601.63	3,12,14,635.47
Energy Resources and Solutions Pvt. Ltd	-	2,00,000.00
Fixed Deposit	3,00,000.00	-
TT Margin	18,97,000.00	-
Advance Tax	5,630.15	3,824.84
Security Deposit-Rent	-	55,000.00
Nees Engineering Pvt Ltd	35,064.50	-
Other Advance	-	150.00
NRB L/C Margin	-	32,48,219.73
Total	2,76,63,096.28	4,49,96,148.52

Share Capital	Schedule-5	
Particular	Current Year	Previous Year
Authorised Capital:		
63,26,000 Equity Shares @ Rs. 100 Each	63,26,00,000.00	30,00,00,000.00
Issued Capital:		
63,26,000 Equity Shares @ Rs. 100 Each	63,26,00,000.00	30,00,00,000.00
Paid-Up Capital:		
32,26,000 Equity Shares @ Rs. 100 Each	32,26,00,000.00	32,26,00,000.00
Total	32,26,00,000.00	32,26,00,000.00



Peoples Power Limited
Schedule Forming Part of Account
For the Year Ended Ashadh 32 , 2079 (16 July, 2022)

Reserve & Surplus (Accumulated Loss)		Schedule-6	
Particular	Current Year	Previous Year	
Profit/(Loss) A/c Upto Previous Year	(1,62,47,412.29)	(1,40,09,788.93)	
Add; Profit/(Loss) for the Period	(24,61,741.42)	(22,37,623.35)	
Total	(1,87,09,153.70)	(1,62,47,412.29)	

Medium & Long Term Loan		Schedule-7	
Particular	Current Year	Previous Year	
Bridge Gap Loan	4,00,00,000.00	6,87,00,000.00	
Term Loan	60,00,00,000.00	48,19,33,595.73	
Total	64,00,00,000.00	55,06,33,595.73	

Current Liabilities & Provisions		Schedule-8	
Particular	Current Year	Previous Year	
<i>TDS Payables</i>			
TDS Payable (Audit Fee)	1,500.00	1,500.00	
TDS Payable (House Rent)	45,000.00	22,000.00	
SST Payable	8,370.00	9,322.00	
TDS Payable (Others)	2,05,234.50	19,73,411.96	
TDS on Advertisement Expenses	-	160.65	
TDS on Consultancy Fee	4,350.00	7,350.00	
TDS Payable of Last Year	19,91,744.60	19,73,341.07	
Audit Fee Payable	1,11,500.00	2,03,500.00	
Dolakha Nirman Co.Pvt.Ltd	-	23,68,056.52	
Advance & Payables	19,49,999.00	1,40,09,788.93	
NEES ENGINEERS PVT .LTD	-	5,24,670.00	
Salary Payable	-	38,000.00	
Total	43,17,698.10	2,11,31,101.13	

Handwritten signatures and initials: *Sudant*, *Baj.*, *Ghosh*, *Chy.*, *Chy.*, *James*, *James*, *James*



Peoples Power Limited
Schedule Forming Part of Account
For the Year Ended Ashadh 32 , 2079 (16 July, 2022)

Administrative Expenses	Schedule-9	
Particular	Current Year	Previous Year
Advertisement Expenses	-	12,102.30
Audit Fee Expenses	1,13,000.00	1,13,000.00
Bank Charge Expenses	1,43,368.20	14,767.00
Courier Expenses	-	1,388.10
Donation Expenses	80,000.00	1,70,000.00
Fine & Penalties	3,07,602.31	1,72,200.00
Fuel Expenses	-	18,749.00
Guest Entertainment Expenses	-	64,395.00
House Rent Expenses	4,50,000.00	7,94,150.00
IPO Rating Charges	67,800.00	-
Underwriting & Issue Management Fee	9,30,000.00	-
Rating Expenses	-	2,26,000.00
Mess Expenses	-	25,620.00
Medical Expenses	-	6,720.00
Meeting Expenses	70,000.00	-
Office Expenses	9,300.00	54,237.90
Parking Expenses	-	110.00
Printing and Stationery Expenses	-	15,390.00
Renwal and Registration Expenses	51,000.00	1,71,800.00
Repair and Maintanance	55,000.00	-
Salary Expenses	1,40,000.00	2,86,000.00
Transportation Expenses	-	2,710.00
Water and Electricity Expenses	-	15,608.00
Telephone and Communication Expenses	-	14,950.00
Total	24,17,070.51	21,79,897.30







Peoples Power Limited
Schedules Forming Part of the Accounts
For the Year Ended Ashadh 32 , 2079 (16 July, 2022)

Schedule-10

Notes to the Accounts & Significant Accounting Policies

1 General Information

Peoples Power Company Limited is a limited liability company domiciled in Nepal, with its registered office at Kathmandu Nepal. The company has been established with the objective of generation of Hydro Electricity. Company has obtained the license for generation of electricity from Department of Electricity Development which shall be valid for 2075/06/23 to 2110/06/22 . Company is developing Puwa 2 Hydropower Project of 4.96 MW at Illam District.

2 Summary of Significant Accounting Policies

The significant accounting policies applied in the preparation and presentation of the financial statements of the company are stated herein below. The said policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Statement of Compliance

The financial statements have been prepared in accordance with Nepal Accounting Standards (NAS) except as otherwise stated; generally accepted accounting principles and the Company Act 2063.

2.2 Basis of preparation

The financial statement has been prepared under historical cost convention. The preparation of the financial statements in conformity with NAS and generally accepted accounting principles requires the use of certain critical accounting estimates as well as management judgment and discretion in the process of applying the company's accounting policy.

2.3 Basis of Expenses Recognition

The Company has adopted the system of recognition of expenses on accrual basis.

2.4 Property, Plant & Equipments and Depreciation

- 2.4.1** Properties, Plant & Equipments are stated at historical cost less depreciation. Historical cost includes expenditure that is directly and indirectly attributable to the acquisition of the assets.
- 2.4.2** Non-consumable items normally having a useful life less than one year and/or costing less than Rs. 1,000 are expensed off in the year of purchase.
- 2.4.3** Properties, Plant & Equipments for Pool B are depreciated on diminishing balance method at the rates and manners prescribe by Income Tax Act 2058.
- 2.4.4 Work in Progress (WIP) Project**

The company is constructing Puwa II Hydropower Project and all the Project related cost during the construction period is as follows:

Project Cost till previous year	Additional for Current Year	Balance of WIP transferred to next year
83,22,21,492.14	8,69,25,538.32	91,91,47,030.46

2.5 Corporate Tax

Company is on Tax Holiday as well as on Taxable Loss, therefore no provision for income tax has been made.

2.6 Re-Grouping

The company has rearranged and regrouped the previous year figures to make them comparable with current year's figure.

Signature

Signature
Peoples Power Limited
Karnali Province
Kathmandu

Signature
Signature



Nabish & Associates

Chartered Accountants

Nagarjun-10
Kathmandu, Nepal

Phone: 9851159007

Email ID: nabishp@gmail.com

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PEOPLES POWER LIMITED LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Peoples Power Limited (the Company)**, which comprise the Statement of Financial Position as at **Ashad 31, 2080 (July 16, 2023)**, and the Statement of profit and loss & other comprehensive income, Statement of Change in Equity and Statement of Cash Flows for the year then ended, and Notes to financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at **Ashad 31, 2080 (July 16, 2023)**, and its financial performance and its cash flows for the year ended in accordance Nepal Financial Reporting Standards (NFRSs) and comply with Companies Act, 2063.

Basis for Opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to or audit of the financial statements under the provisions of the companies Act, 2063, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAN's Handbook of Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

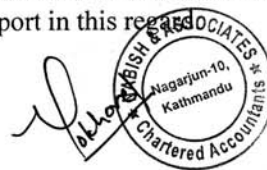
We have determined that there are no any key audit matters to communicate in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Management is responsible for the other information. The other information comprises the information included in Management report, Report of the Board of Directors and Chairman's statement but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial Statements in accordance with Nepal Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intended to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors (Those Charged with Governance) are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with NSAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but for the purpose of expressing an opinion on effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.



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Report on Other Legal and Regulatory Requirements

On the basis of our examination, we would like to report that:

- i. We have obtained all the information and explanations, which were considered necessary for the purpose for our audit.
- ii. The Company has kept proper books of accounts as required by law, in so far as it appears from our examination of those books of account.
- iii. The Statement of Financial Position as at Ashad 31, 2080 (July 16, 2023) and the related Statement of Profit or Loss (including other Comprehensive income), Statement of Change in Equity, Statement of Cash Flows, Notes to Financial Statement dealt with by this report are in agreement with the books of account maintained by the Company.
- iv. During our examination of the books of account of the Company, we have not come across the cases where the Board of Directors or any member thereof or any representative or any office holder or any employee of the Company has acted contrary to the provisions of law or caused loss or damage to the Company, and
- v. We have not come across any fraudulence in the accounts.

For: Nabish & Associates
Chartered Accountants

CA. Nabish Pokharel
Proprietor

Place: Kathmandu, Nepal

Date: 2080/08/30

UDIN: 231216CA01679kZ9Xq

Peoples Power Limited
Kathmandu, Nepal
Statement of Financial Position
As at 31st Ashadh 2080 (16th July, 2023)

NPR

Particulars	Notes	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
ASSETS				
Non-current assets				
Property, Plant & Equipment	10	102,599.75	94,771.00	207,489.60
Intangible Assets	11	963,846,716.00	7,232.00	14,464.00
Intangible Assets Under Development	11.1	-	919,147,030.46	832,221,492.14
Total Non-current assets		963,949,315.75	919,249,033.46	832,443,445.74
Current assets				
Trade and Other Receivables	12	12,661,712.85	-	-
Other Financial Assets	13	1,205,000.00	27,622,401.63	43,986,717.21
Other Assets	14	1,919,972.15	40,694.65	1,009,431.31
Cash and Cash Equivalents	15	47,746.72	1,206,764.46	645,340.58
Total current assets		15,834,431.72	28,869,860.74	45,641,489.10
Total Assets		979,783,747.47	948,118,894.20	878,084,934.84
EQUITY AND LIABILITIES				
Equity				
Share Capital	16	632,600,000.00	322,600,000.00	322,600,000.00
Other Equity	17	(30,805,489.34)	(18,798,803.90)	(16,279,762.02)
Total equity		601,794,510.66	303,801,196.10	306,320,237.98
Liabilities				
Non-current liabilities				
Loans and borrowings	18	330,084,000.00	640,000,000.00	550,633,595.73
Trade and other payables	19	-	-	-
Total non-current liabilities		330,084,000.00	640,000,000.00	550,633,595.73
Current liabilities				
Loans and borrowings	18	34,252,241.80	-	-
Trade and other payables	19	13,652,995.01	4,317,698.10	21,131,101.13
Total current liabilities		47,905,236.81	4,317,698.10	21,131,101.13
Total liabilities		377,989,236.81	644,317,698.10	571,764,696.86
Total Equity and Liabilities		979,783,747.47	948,118,894.20	878,084,934.84

The accompanying notes form an integral part of the financial statements

For and on behalf of the Company



Tanka Aryal
Director



Santosh Raj Nepal
Director



Birendra Bahadur Neupane
Director


Place: Kathmandu
Date: 2080/8/29



Bharat Bahadur Khatri
Chairman

As per our attached report of even date

NABISH & ASSOCIATES
Chartered Accountants
Nagarjun-10,
Kathmandu



CA Nabish Pokharel
Proprietor



Peoples Power Limited
Kathmandu, Nepal
Statement of Profit or Loss and Other Comprehensive Income
For the period from 1st Shrawan 2079 to 31st Ashadh, 2080
(17th July, 2022 to 16th July, 2023)

NPR

Particulars	Notes	1 Shrawan 2079 to 31 Ashadh 2080	1 Shrawan 2078 to 32 Ashadh 2079 (Restated)
Revenue	4	52,024,872.73	-
Less: Cost of sales	5	(34,428,846.81)	-
Gross profit		17,596,025.92	-
Other Income	6	3,129,446.48	-
Net Construction Revenue (<i>As per IFRIC 12</i>)	7	-	-
Less: Administrative expenses	8	(5,058,791.82)	(2,417,070.51)
Less: Depreciation and Amortisation	10&11	(86,503.25)	(119,950.60)
Operating profit		15,580,177.33	(2,537,021.11)
Finance income	9	16,246.27	17,979.23
Less: Finance costs	9	(27,603,109.04)	-
Profit before tax		(12,006,685.44)	(2,519,041.88)
Income tax expenses			
Current tax			
Previous Year Tax		-	-
Deferred tax income/(expense)		-	-
Profit for the year		(12,006,685.44)	(2,519,041.88)
Other comprehensive income		-	-
Total comprehensive income		(12,006,685.44)	(2,519,041.88)
Basic Earnings per share (NPR)	24	-2.02	-0.78
Diluted Earnings per share (NPR)	24	-2.02	-0.78



As per our attached report of even date

For and on behalf of the Company

For: Nabish & Associates
Chartered Accountants


Tanka Aryal
Director


Santosh Raj Nepal
Director



CA Nabish Pokharel
Proprietor

Birendra Bahadur Neupane
Director

Place: Kathmandu
Date: २०८०/०७/२९


Ramani Agrawal
Director


Bharat Bahadur Khatri
Chairman


Peoples Power Limited
Kathmandu, Nepal
Statement of Cash Flow
For the period from 1st Shrawan 2079 to 31st Ashadh, 2080
(17th July, 2022 to 16th July, 2023)

NPR

Particulars	1 Shrawan 2079 to 31 Ashadh 2080	1 Shrawan 2078 to 32 Ashadh 2079 (Restated)
A. Cash Flow from Operating Activities		
Net Profit before Tax	(12,006,685.44)	(2,519,041.88)
Adjustments for:		
Depreciation and Amortisation	86,503.25	119,950.60
Amortisation Of Project Cost	21,905,607.00	
Finance Cost/Interest Expenses	27,603,109.04	-
Net Cash Flow before change in Working Capital	37,588,533.85	(2,399,091.28)
Movements In Working Capital		
(Increase)/Decrease in Trade and Other Receivables	(12,661,712.85)	-
(Increase)/Decrease in Other Financial Assets	26,417,401.63	16,364,315.58
(Increase)/Decrease in Other Assets	(1,879,277.50)	968,736.66
Increase/ (Decrease) in Loans and borrowings	34,252,241.80	-
Increase/ (Decrease) in Trade and other payables	9,335,297.37	(16,813,403.35)
	55,463,950.45	519,648.89
Cash Generated From Operations	93,052,484.30	(1,879,442.39)
Interest Paid		
Tax Paid		
Net Cash Flow from Operating Activities (1)	93,052,484.30	(1,879,442.39)
B. Cash Flow from Investing Activities		
Sales (Purchase) of Property, Plant and Equipment	(87,100.00)	-
Sale/(Purchase) of Intangible Assets		
Project under development	(66,605,293.00)	(86,925,538.00)
Net Cash Flow from Investing Activities (2)	(66,692,393.00)	(86,925,538.00)
C. Cash Flow from Financing Activities		
Issue of Share capital	310,000,000.00	-
Increase (Decrease) in Medium & Long-Term Loan	(309,916,000.00)	89,366,404.27
Finance Cost/Interest Expenses	(27,603,109.04)	-
Net Cash Flow from Financing Activities (2)	(27,519,109.04)	89,366,404.27
Net Increase/(Decrease) in cash and cash Equivalents (1+2+3)	(1,159,017.74)	561,423.88
Cash and cash equivalents at beginning of the year	1,206,764.46	645,340.58
Cash and Cash Equivalents at end of the year/period	47,746.72	1,206,764.46

For and on behalf of the Company


Tanka Aryal
Director


Santosh Raj Nepal
Director

Birendra Bahadur Neupane
Director
Place: Kathmandu
Date: 2080/8/29



Biman Agrawal
Director


Bharat Bahadur Khatry
Chairman

As per our attached report of even date

For: Nabish & Associates
Chartered Accountants




CA Nabish Pokharel
Proprietor

Peoples Power Limited
Kathmandu, Nepal


Statement of Changes in Equity


For the period from 1st Shrawan 2079 to 31st Ashadh, 2080
(17th July, 2022 to 16th July, 2023)


Particulars	Share Capital	Accumulated Profit/ Loss	General Reserve	Share Advance	Deferred Tax Reserve	Total
Balance as on 2078/04/01	322,600,000.00	(16,279,762.02)	-	-	-	306,320,237.98
Issure of Share Capital	-					-
Total Comprehensive income for the year						
Profit for the year		(2,519,041.88)				(2,519,041.88)
Balance as at Ashadh 32, 2079	322,600,000.00	(18,798,803.90)	-	-	-	303,801,196.10
Balance as on 2079/04/01	322,600,000.00	(18,798,803.90)				303,801,196.10
Issure of Share Capital	310,000,000.00					310,000,000.00
Total Comprehensive income for the year						
Profit for the year		(12,006,685.44)				(12,006,685.44)
Balance As at Ashadh 31, 2080	632,600,000.00	(30,805,489.34)		-	-	601,794,510.66

NPR

For and on behalf of the Company


Tanka Aryal
Director


Santosh Raj Nepal
Director


Birendra Bahadur Neupane
Director


Bharat Bahadur Khatiwada
Chairman



As per our attached report of even date

For: Nabish & Associates
Chartered Accountants




CA Nabish Pokharel
Proprietor

Peoples Power Limited
Notes to the Financial Statements

1 Reporting Entity

Peoples Power Company Limited (the Company) is a limited liability company domiciled in Nepal, with its registered office at Kathmandu Nepal. The company has been established with the objective of generation of Hydro Electricity. The Company has obtained the license for generation of electricity from Department of Electricity Development which shall be valid for 2075/06/23 to 2110/06/22 . Further, the company has entered into Power Purchase Agreement with Nepal Electricity Authority (NEA) on Bhadra 5, 2074. The Company is generating and distributing electricity from Puwa 2 Hydropower Project of 4.96 MW (the Project) at Illam District.

2 Basis of Preparation

a) Statement of Compliance

The financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRSs) as published by Accounting Standard Board (ASB) Nepal. The term NFRS, includes all the standards and the related interpretations which are consistently used.

b) Reporting Period and approval of Financial Statements

The Company follows Nepalese financial year based on Nepali calendar starting from 1st Shrawan and ending on last day of Ashadh. These financial statements consist three Statement of Financial Position as of 31st Ashadh 2080, 32nd Ashadh 2079 and 1st Srawan 2078 as required by NFRS-1, First-Time Adoption of NFRS. The Company has also presented two Statement of Profit or Loss and Statement of Other Comprehensive Income, two statements of Changes in Equity and two Statements of Cash Flows for the year ended as of 31st Ashadh 2080 and 32nd Ashadh 2079 along with the necessary and related notes.

The Board of Directors acknowledges the responsibility for the preparation and presentation of financial statements as per the provision of The Companies Act, 2063 (First Amendment).

The accompanied Financial Statements have been adopted by the Board of Directors on its board meeting and have been recommended for approval by shareholders in the Annual General Meeting

c) Functional and Presentation Currency

These financial statements are presented in Nepalese Rupee (NPR), which is the Company's functional currency.

d) Use of estimates and judgements

The preparation of the financial statements in conformity with NFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses, actual results may differ from these estimates.

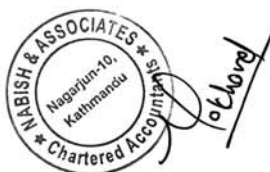
Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in Note 3-whether the arrangement classifies as a service concession arrangement.

Further, management uses valuation techniques to determine the fair value of financial instruments. This involves developing estimates and assumptions consistent with how market participants would price the instrument, Management bases its assumptions in observable data as far as possible. Estimated fair values may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

3 Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.



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Peoples Power Limited
Notes to the Financial Statements

A) Intangible Assets

(i) *Service concession arrangement revenue -*

Under IFRIC 12 – Service Concession Arrangements applies to public-to-private service concession arrangements if:

a) The grantor controls or regulates what services the operator must provide with the infrastructure, to whom it must provide them, and at what prices:

b) The grantor controls through ownership, beneficial entitlement or otherwise any significant residual interest in the infrastructure at the end of the term of the arrangement.

c) Is the infrastructure constructed or acquired by the operator from a third party for the purpose of the service arrangement OR is the infrastructure existing infrastructure of the grantor to which the operator is given access for the purpose of the service arrangement ?

Infrastructure used in a public-to-private service concession arrangement for its entire useful life (whole life of assets) is within the scope of this IFRIC, if the conditions in (a) above are met.

These arrangements are accounted on the basis of Intangible assets models depending on the nature of consideration and relevant contract law. The Company manages concession arrangements which include power supply from its hydro power plant. The Company maintains and services the infrastructure during the concession period. These concession arrangements set out rights and obligations related to the infrastructure and the services to be provided. The right to consideration gives rise to an intangible asset and accordingly, the intangible asset models is applied.

Income from the concession arrangements earned under the intangible asset model consists of the (i) Fair Value of the contract revenue, which is deemed to be fair value of consideration transferred to acquire the asset; and (ii) payments actually received from the users. The intangible asset is amortized over its expected useful life in a way that reflects the pattern in which the asset's economic benefits are consumed by the Company, starting from the date when the right to operate starts to be used. Based on these principles, the intangible asset is amortized in line with the actual usage of the specific public facility, with a maximum of the duration of the concession.

Any asset carried under concession arrangements is derecognised on disposal or when no future economic benefits are expected from its future use or disposal or when the contractual rights to the financial asset

This is service concession arrangement entered into between the Company and Nepal Electricity Authority (NEA), that conferred the right to the Company to implement the project and recover the project cost and reasonable return, through the sale of electricity to NEA as per the rate provided by the Power Purchase Agreement (PPA) between the Company and NEA. Agreement period is 30 years from the Commercial Operation Date (2079 Kartik 9).

Service concession agreement with the Government of Nepal contains a renewal option. As per the terms of license, license grantor controls through ownership, any significant residual interest in the infrastructure (project assets) at end of the term of the arrangement (licenses period).

NEA shall purchase the contractual energy generated by the Company as specified in the PPA agreement subject to Puwa 2 Hydropower Project able to generate such contractual energy.

As on 32 Ashadh 2079 (Previous Year), the project was in construction phase and during this period the company generate and distribute electricity from Kartik 2079. The project recognizes an Intangible Asset (or Intangible Assets Under Development) arising from a service concession arrangement (construction and creation of Project assets, which will be returned to Government of Nepal on expiry of lease period of 35 years from the effective date of agreement) when it has a right to sale the electricity generated by hydropower project. An intangible asset is measured at fair value on initial recognition and subsequent to initial recognition, the intangible asset is measured at cost, which includes capitalized borrowing costs, accumulated amortization and accumulated impairment losses.







Peoples Power Limited

Notes to the Financial Statements

The Project has recognised an intangible asset with respect to the creation of project assets that gives right to the company to generate electricity and sale it to NEA as specified in PPA. The company has recorded revenue representing revenue from construction activities carried out with respect to creation of project assets during the year as under, which is based on cost. As per IFRCI 12, the Company has recorded Revenue and Intangible Assets as under.

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated
Contract revenue recognised (Note 7)	66,605,293	86,925,538
Total amount of contract cost incurred and recognised as Intangible Assets (Note 11)	985,752,323	919,147,030

The estimate of effective useful life of an intangible asset in a service concession arrangement is the period from when the Company is able to bill the NEA for the supply of electricity generated by the hydropower infrastructure to the end of the concession period (30 years from the date when the Company is required commercial operation date i.e. 30 years from 2070 kartik 09 or expiry of license i.e 2110/06/22 BS)

B) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured in accordance with NFRS 15.

The standard requires the following five step model framework to be followed for revenue recognition:

- Identification of the contracts with the customer
- Identification of the performance obligations in the contract
- Determination of the transaction price
- Allocation of the transaction price to the performance obligations in the contract (as identified in step ii)
- Recognition of revenue when the entity satisfies a performance obligation.

(i) *Sales of Electricity*

Revenue from sale of electricity is recognized on the basis of meter reading on the first day of the immediate next month in accordance with Power Purchase Agreement (PPA).

(ii) *Interest income*

For all financial instruments measured at amortized cost, interest income or expense is recorded using the effective interest rate (EIR).

C) Lease Payments

Leases where the lessor retains substantially all the risks and benefits of ownership of the asset are classified as operating leases. Payments made under operating leases are recognized in profit or loss on a straight-line basis over the term of the lease.

D) Taxation

Income Tax expense represents the sum of the current tax and deferred tax.

(i) *Current Tax*

Current tax which comprises expected tax payable or receivables is based on taxable profit or loss for the year based on Nepalese tax laws and any adjustments to the tax payable or receivable in respect of previous years. The Company's liability for current tax is to be calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current tax assets and liabilities are offset if certain criteria are met.



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* Peoples Power Limited
Notes to the Financial Statements

(ii) Deferred Tax

Deferred tax is recognized on temporary difference between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred Tax Assets(DTA) are generally recognized for all deductible temporary differences to the extent that is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

Deferred Tax Liabilities (DTL) and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the assets realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

DTA and DTL are offset if certain criteria is met.

E) Foreign Currency Transaction

In preparing the financial statements of the Company, transaction in currencies other than the Company's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at the date. Non-monetary items carried at the fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in foreign currency are not retranslated.

F) Property, plant and equipment

Property, plant and equipment are tangible items that are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and are expected to be used during more than one period. Property, plant and equipment are stated at the cost less accumulated depreciation and accumulated impairment losses.

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

Depreciation is recognized so as to write off the cost of assets less their residual values over their estimated useful lives. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis. The depreciation rates of various assets are as follows:

Types of assets	Rate of depreciation	Estimated Useful Life of Assets (Year)
Furniture and Fixtures	25%	4
Office Equipment	20%	5
Miscellaneous Assets	20%	5
Vehicles	20%	5

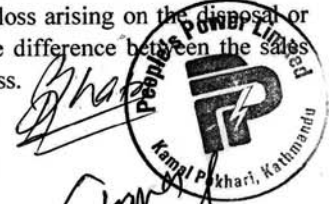
As item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.



Signature

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Peoples Power Limited
Notes to the Financial Statements

G) Intangible assets (owned)

An intangible asset is recognized if it is probable that the extended future economic benefits that are attributable to the asset will flow to the entity and the cost of the asset can be measured reliably.

Intangible asset acquired separately with finite lives

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. Amortization is recognized on a straight-line basis over their estimated useful lives, and is generally recognized in the statement of profit and loss. The estimated being accounted for on a prospective basis.

H) Borrowing Costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in profit or loss in the period in which they are

I) Impairment

At the end of each reporting period, the Company reviews the carrying amount of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss, if any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash generating units, or otherwise they are allocated to the smallest group of cash generating units for which a reasonable and consistent basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less cost to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or cash generating unit.

If the recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in the statement of profit and loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or cash generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash generating unit) in prior years. A reversal of an impairment loss is recognized immediately in the statement of profit and loss.

J) Employee benefits

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has present or constructive obligation to pay this amount as a result of past service provided by the employees and the obligation can be estimated reliably.

Retirement benefits and other long-term employee benefits

The Company provides long term employee benefits and retirement benefits in accordance to laws which is in compliance with the local laws and regulations.



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Peoples Power Limited

Notes to the Financial Statements

K) Provisions and Contingent Liabilities

- Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking in to account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessment of time value of money and the risks specific to the liability (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received, and the amount of the receivable can be measured reliably.

- A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

L) Financial Instruments

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

- (i) *Financial assets*

The Company classifies the financial assets subsequently measured at amortized cost or fair value on the basis of the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

- (a) *Financial Assets at Amortized Cost*


Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.



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Kamal Pokhari

Peoples Power Limited
Notes to the Financial Statements

(b) *Financial Assets at Fair Value*

Financial assets other than those measured at amortized cost are measured at fair value. Financial assets measured at fair value are further classified into two categories as below:

i) Financial assets at fair value through profit or loss (FVTPL)

Financial assets are classified as fair value through profit or loss (FVTPL) if they are held for trading or are designated at fair value through profit or loss. Upon initial recognition, transaction cost is directly attributable to the acquisition are recognized in profit or loss as incurred. Such assets are subsequently measured at fair value and changes in fair value are recognized in statement of Profit or Loss.

ii) Financial assets at fair value through other comprehensive income

Investment in an equity instrument that is not held for trading and at the initial recognition, the Company makes an irrevocable election that the subsequent changes in fair value of the instrument is to be recognized in other comprehensive income are classified as financial assets at fair value through other comprehensive income. Such assets are subsequently measured at fair value and changes in fair value are recognized in other comprehensive income.

(c) Impairment of financial assets

Financial assets, being loans and receivables, are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

For all financial assets other than available for sale assets, objective evidence of impairment could include:

- Significant financial difficulty of the issuer or counterparty; or
- Breach of contract, such as a default or delinquency in interest or principal payments; or
- It becomes probable that the borrower will enter bankruptcy or financial re-organization; or
- The disappearance of an active market for that financial asset because of financial difficulties.

For financial assets carried at amortized cost, the amount of the impairment loss recognized is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

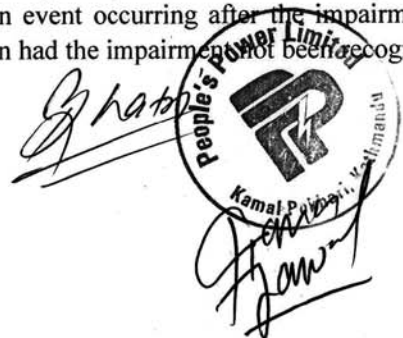
For financial assets carried at cost, the amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets.

For financial assets measured at amortized cost, if, in a subsequent period, the amount of the impairment loss decreases, and the decrease can be related objectively to an event occurring after the impairment is reserved does not exceed what the amortized cost would have been had the impairment not been recognized.



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Peoples Power Limited

Notes to the Financial Statements

(d) Derecognition of financial assets

The company de-recognizes a financial asset only when the contractual right to the cash flows from the assets expire, or when it transfers the financial asset and substantially all the risk and rewards of ownership of the asset to another entity. If the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss.

(ii) Financial liabilities and equity

(a) Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

(b) Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognized at the proceeds received, net of direct issue costs.

(c) Financial Liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or 'other financial liabilities'. Of these categories, the Company only has "other financial liabilities".

(d) Other financial liabilities

Other financial liabilities (including other payables) are subsequently measured at amortized cost using the effective interest method. The effective interest method is method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, of (where appropriate) a shorter period, to the net carrying amount on initial recognition.

(e) Derecognition of financial liabilities

The company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

M) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments maturing within 90 days from the date of acquisition that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

N) Equity and reserves

Share Capital represents the nominal (par) value of ordinary equity shares that have been issued.

O) Earnings Per Share

The Company reports basic and diluted Earnings per Share (EPS) in accordance with NAS 33 on Earnings Per Share. Basic EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.



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Peoples Power Limited
Notes to the Financial Statements

4 Revenue

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated
Electricity Sales Income	52,024,872.73	
Total Revenue	52,024,872.73	-

5 Cost of sales

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated
Amortisation of intangible assets	21,905,607.00	
Operation and Maitenance Cost	7,357,850.80	
Electricity Expenses (Project)	93,744.00	
Short Supply Charges	4,099,827.13	
Royalty expense	971,817.88	
Total Cost of Sales	34,428,846.81	-

6 Other Income

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated
Insurance Claim Received	500,000.00	-
Other Income	2,629,446.48	
Total	3,129,446.48	-

7 Net Construction Revenue (As per IFRIC 12)

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated
Construction Revenue (As per IFRIC 12)	66,605,293.00	86,925,538.00
Construction costs (As per IFRIC 12)	-66,605,293.00	-86,925,538.00
Net Construction Revenue	-	-



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Peoples Power Limited
Notes to the Financial Statements

8 Administrative expenses

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated
Employee Cost		
Salary Expenses	2,224,091.00	140,000.00
Total Employee costs	2,224,091.00	140,000.00
Other Admin Expenses		
Audit Fee Expenses	367,250.00	113,000.00
Bank Charge Expenses	151,198.91	143,368.20
Consultancy Fee	276,850.00	
Donation Expenses	100,000.00	80,000.00
Fine & Penalties	528,281.09	307,602.31
House Rent Expenses	660,000.00	450,000.00
Internet & Communication Expenses	31,810.00	
Printing & Stationery Expenses	46,293.00	
Publication and Advertisement cost	365,068.60	
Rating Fees	67,800.00	67,800.00
Securities Registrar's Fee	150,000.00	
Underwriting & Issue Management Fee		930,000.00
Meeting Expenses		70,000.00
Office Expenses	90,149.22	9,300.00
Renwal and Registration Expenses		51,000.00
Repair and Maintanance		55,000.00
Total other Admin expenses	2,834,700.82	2,277,070.51
Total administration expenses	5,058,791.82	2,417,070.51

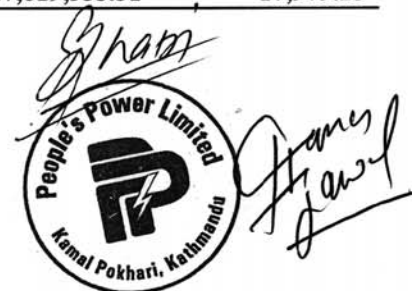
9 Finance income and cost

The finance income and finance costs include the following interest income and expense in respect of assets (liabilities) not at fair value through profit or loss.

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated
Interest on overdraft loan		
Interest on long term loan	62,482,381.30	43,259,436.52
Interest on short term loan	54,167.43	
Total Finance costs	62,536,548.73	43,259,436.52
Less: amounts capitalized on qualifying assets	-34,933,439.69	-43,259,436.52
Total finance Cost for SPL	27,603,109.04	-
Finance Income	16,246.27	17,979.23
Interest income on short-term bank deposits		
Total finance income	16,246.27	17,979.23
Net finance costs	27,619,355.31	17,979.23



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10 Property, Plant & Equipment

Particulars	Land	Office Equipments	Furniture and fixtures	Vehicles	Misc. Assets	Total
At Cost						
Balance as on 2078/04/01		244,388.00	255,364.00			499,752.00
Additions this period						
Deletion	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	-	244,388.00	255,364.00	-	-	499,752.00
Depreciation						
Balance as on 2078/04/01		149,182.65	143,079.75			292,262.40
Depreciation for this period		48,877.60	63,841.00			112,718.60
Deletion for the year	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	-	198,060.25	206,920.75	-	-	404,981.00
Net Balance as at Ashadh 32, 2079	-	46,327.75	48,443.25	-	-	94,771.00
At Cost						
Balance as on 2079/04/01	-	244,388.00	255,364.00	-	-	499,752.00
Additions this period		87,100.00				87,100.00
Deletion	-	-	-	-	-	-
Balance As at Ashadh 31, 2080	-	331,488.00	255,364.00	-	-	586,852.00
Depreciation						
Balance as on 2079/04/01	-	198,060.25	206,920.75	-	-	404,981.00
Depreciation for this period		30,828.00	48,443.25			79,271.25
Deletion for the year	-	-	-	-	-	-
Balance As at Ashadh 31, 2080	-	228,888.25	255,364.00	-	-	484,252.25
Net Balance As at Ashadh 31, 2080	-	102,599.75	-	-	-	102,599.75

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11 Intangible assets

Particulars	Software	Service Concession Arrangement	Other Intangible Assets	Total
Cost				
Balance as on 2079/04/01	36,160			36,160
Additions this period/ Transferred from CWIP		985,752,323		985,752,323
Deletion				-
Balance As at Ashadh 31, 2080	36,160	985,752,323	-	985,788,483
Amortisation				
Balance as on 2079/04/01	28,928			28,928
Amortisation for the period	7,232	21,905,607		21,912,839
Deletion for the year	-	-		-
Impairment charge	-	-		-
Balance As at Ashadh 31, 2080	36,160	21,905,607	-	21,941,767
Net Balance as at Ashadh 32, 2079	7,232	-	-	7,232
Net Balance As at Ashadh 31, 2080	-	963,846,716	-	963,846,716

11.1 Intangible Assets Under Development (Service Concession Arrangement)

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Cost			
Opening Balance	919,147,030	832,221,492	
Additions this period	66,605,293	86,925,538	
Transferred to IA-Service Concession Arrangement	(985,752,323)		
Deletion			
Closing Balance	-	919,147,030	832,221,492

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Peoples Power Limited
Notes to the Financial Statements

12 Trade and other receivables

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Trade receivables	12,661,712.85		
Less: provision for impairment of trade receivables	-	-	-
Trade receivables- net	12,661,712.85	-	-
Other receivables			
Interest receivable			
Total	12,661,712.85	-	-
Less: Non-current	-	-	-
Current	12,661,712.85	-	-
Less: Intercorporate Receivable			
Total	12,661,712.85	-	-

13 Other Financial Assets

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Deposits	600,000.00	600,000.00	355,000.00
Margin Deposited in Bank(LC, TT)	605,000.00	27,022,401.63	43,631,717.21
Total	1,205,000.00	27,622,401.63	43,986,717.21
Less: Non-current			
Current	1,205,000.00	27,622,401.63	43,986,717.21

14 Other Assets

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Prepaid Expenses		-	-
Advance tax	137,070.18	5,630.15	3,824.84
Advance For Expenses	1,782,901.97	35,064.50	1,005,606.47
Total	1,919,972.15	40,694.65	1,009,431.31
Less: Non-current			
Current	1,919,972.15	40,694.65	1,009,431.31

15 Cash and bank balances

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Cash on hand		43,382.36	43,382.36
Cheque in Hand			
Cash at bank	47,746.72	1,163,382.10	601,958.22
Total	47,746.72	1,206,764.46	645,340.58



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* Peoples Power Limited
Notes to the Financial Statements

16 Share capital

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Authorised Capital:			
63,26,000 Equity Shares @ Rs. 100 Each	632,600,000.00	632,600,000.00	632,600,000.00
Issued:			
63,26,000 Equity Shares @ Rs. 100 Each	632,600,000.00	632,600,000.00	632,600,000.00
Paid Up:			
Equity Shares of Rs.100/-each fully Paid-up	632,600,000.00	322,600,000.00	322,600,000.00
Total	632,600,000.00	322,600,000.00	322,600,000.00

Reconciliation of shares outstanding at the beginning and at the end of the year

Balance as at the opening Date	322,600,000.00	322,600,000.00	322,600,000.00
Add: Share issued during the year	310,000,000.00	-	-
	632,600,000.00	322,600,000.00	322,600,000.00

Rights, preferences and restrictions attached to equity shares

The company has a single class of equity shares. According, all equity shares rank equally with regards to dividends and shares in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time and approved by annual general meeting. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

17 Other Equity

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Retained earning (Accumulated Loss)			
Balance at the beginning of the year	-18,798,803.90	-16,279,762.02	
Profit during the period	-12,006,685.44	-2,519,041.88	
Balance As at Ashadh 31, 2080	-30,805,489.34	-18,798,803.90	-16,279,762.02

18 Loans and borrowings

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Non-current			
Bridge Gap Loan	-	40,000,000.00	68,700,000.00
Term Loan	355,500,000.00	600,000,000.00	481,933,595.73
	355,500,000.00	640,000,000.00	550,633,595.73
NFRS adjustment (incremental cost of borrowings)		-	-
NFRS adjustment (unwinding of cost of borrowings)		-	-
	355,500,000.00	640,000,000.00	550,633,595.73
Less: Current Portion of Long Term Loans	-25,416,000.00	-	-
Total Non-current Loans and borrowings	330,084,000.00	640,000,000.00	550,633,595.73
Current			
Nabil Bank (Working Capital Loan)	8,836,241.80		
Current portion of term bank Loan	25,416,000.00	-	-
Total Current Loans and borrowings	34,252,241.80	-	-
Total Loans and borrowings	364,336,241.80	640,000,000.00	550,633,595.73



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Peoples Power Limited
Notes to the Financial Statements

19 Trade and other payables

Particulars	31 Ashadh 2080	32 Ashadh 2079 Restated	1 Srawan 2078 Restated
Trade payables	1,853,459.65	1,949,999.00	16,902,515.45
Bank Interest Payable	11,146,696.04		
TDS payables	290,464.32	2,256,199.10	3,987,085.68
Salary Payable		-	38,000.00
Audit Fee Payable	362,375.00	111,500.00	203,500.00
Provisions			
Total	13,652,995.01	4,317,698.10	21,131,101.13
Less: Non-current	-	-	-
Current	13,652,995.01	4,317,698.10	21,131,101.13

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Pran Rawal

Shyam Bhatt



Peoples Power Limited

Notes to the Financial Statements

20 Financial assets and financial liabilities

20.1 Capital Management

The Company has been set-up to construct and operate hydropower plant and capital structure is designed accordingly that ensure that the Company will be able to continue as a going concern while maximizing the returns to stakeholders. Currently, the company is not subject to any externally imposed capital requirements. The Company's management reviews the capital structure of the Company on a regular basis.

The capital structure of the Company is based on management's judgement in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets.

The Company's aim is to translate profitable growth to superior cash generation through efficient capital management. The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditor, and market confidence and to sustain future development and growth of its business. The Company's focus is on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required, without impacting the risk profile of the Company. The Company will take appropriate steps in order to maintain, or if necessary, adjust, its capital structure. The management monitors the return on capital as well as the level of dividends to shareholders. The Company's goal is to continue to be able to return excess liquidity to shareholders by continuing to distribute dividends in future periods.

20.2 Financial assets

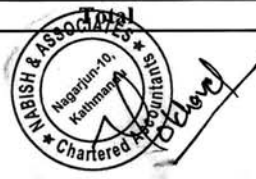
31 Ashadh 2080					NRs.
Financial assets	Notes	Designated at FVTPL	Designated at FVOCI	Assets at amortised costs	Total
Cash balance	15	-	-	-	-
Balance with bank	15	-	-	47,747	47,747
Trade receivables	12	-	-	12,661,713	12,661,713
Other Financial Assets		-	-	1,205,000	1,205,000
Total		-	-	13,914,460	13,914,460

32 Ashadh 2079 Restated					NRs.
Financial assets	Notes	Designated at FVTPL	Designated at FVOCI	Assets at amortised costs	Total
Cash balance	15			43,382.36	43,382
Balance with bank	15			1,163,382.10	1,163,382
Trade receivables	12			-	-
Other Financial Assets				27,622,401.63	27,622,402
Total		-	-	28,829,166	28,829,166

20.3 Financial liabilities

31 Ashadh 2080					NRs.
Financial liabilities	Notes	Designated at FVTPL		Liabilities at amortised costs	Total
Loans and borrowings				364,336,241.80	364,336,242
Trade and other payables				13,652,995	13,652,995
Total		-		377,989,237	377,989,237

32 Ashadh 2079 Restated					
Loans and borrowings				640000000	640,000,000
Trade and other payables				4,317,698	4,317,698
Total		-		644,317,698	644,317,698







Peoples Power Limited
Notes to the Financial Statements

20.4 Risk Management

The Company's operations expose the Company to various risks. These risks include market risk (including currency risks, interest rate risk and other price risk), credit and liquidity risk.

a) Risk Management Framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The company's risk management policies are established to identify and analyses the risks faced by the Company to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and Company's activities. The Company aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

b) Credit risk management

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligation. The company is exposed to credit risk from its operating activities (primarily for trade receivables) and from its financial activities, including deposits with banks and financial institutions and other financial instruments.

c) Market risk management

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: interest rate risk, currency risk and other price risk such as equity price risk and commodity price risk. Financial instruments affected by market risk include: loans and borrowings, deposits, AFS financial assets and derivative financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

The company has made investment in development of hydropower projects.

d) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

The Company is exposed to currency risk to the extent that there are payables in currencies in which goods and services have been imported and are denominated in the respective functional currencies. The functional currencies of the Company are Nepalese Rupee. The currencies in which these transactions are primarily denominated are US dollars and Indian Rupee. However, there have been no currency fluctuations of Indian

e) Liquidity risk management

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low.

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(Circular stamp: Peoples Power Limited, Nepal Pokhari, Kathmandu)

(Circular stamp: K. P. ABISH & ASSOCIATES, Chartered Accountants, Negarjun-10, Kathmandu)

Peoples Power Limited

Notes to the Financial Statements

21 Income tax

(i) Current Tax

The Company has not recognized any current tax expenses with respect to income from sale of electricity. The Company has provided for income tax liability pertaining to incomes other than income from sale of electricity in accordance with the Income Tax Act, 2058 enacted and as applicable in Nepal.

(ii) Deferrd Tax

Deffered tax income ans expenses are not clacualted as the income from ordinary activity, sale of elctricity genrerated by the project is in 100% tax hoiliday. Consequently,estmation of deferred tax income and

22 Operating Segments

NFRS 8 Operating Segments requires particular classes of entities (essentially those with publicly traded securities) to disclose information about their operating segments, products and services, the geographical areas in which they operate, and their major customers.

The Company has only one reportable operating segment (both in terms of geography and products) and therefore, identification, classification and disclosure of separate reportable operating segments in accordance with NFRS 8 is not disclosed separately.

23 Related party transactions

Outstanding balances at the year end are unsecured, interest-free and settlement occurs in cash/equity. Disclosure has been made in respect of the transactions in which one party has the ability to control or exercise significant influence over the financial and operating policies / decisions of the other, irrespective of whether a price is charged.

The company identifies the following as the related parties under the requirements of NAS 24.

- (a) The member of board of directors
- (b) The key management personnel of the entity;
- (c) The Subsidiary of the entity and its board of directors and key management personnel
- (d) The close member of the family of any individual referred to in (a) or (c);

No any transactions were carried out during the year with the related parties in the ordinary course of business.

24 Earnings Per Share

Particulars	31 Ashadh 2080	32 Ashadh 2079
		Restated
Profit (loss) for the Year	-12,006,685.44	-2,519,041.88
Weighted average number of shares outstanding for Basic EPS	5,937,739.00	3,226,000.00
Weighted average number of shares outstanding for Diluted EPS	5,937,739.00	3,226,000.00
Basic Earning per share (EPS) NRs.	-2.02	-0.78
Diluted Earning per share (EPS) NRs.	-2.02	-0.78
Face value of share NRs.	100	100

25 Components of Cash and Cash Equivalents

Particulars	31 Ashadh 2080	32 Ashadh 2079
		Restated
Cash Balance	-	43,382.36
Balance with Banks	47,746.72	1,163,382.10
Total Cash & Cash Equivanlents	47,746.72	1,206,764.46

26 Contingent liabilities and commitments

There are no reportable contingent liabilities or commitments as at the year end.



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Peoples Power Limited
Notes to the Financial Statements

27 NFRS 1 Reconciliations

27.1 Reconciliation of Equity

NPR

Particulars	Notes	32 Ashadh 2079	1 Srawan 2078
Total Equity Under Previous GAAP		303,890,846.30	306,352,587.71
Adjustment under NFRS			
Depreciation and Amortisation	a	(89,650.20)	(32,349.73)
Total Adjustment under NFRS		(89,650.20)	(32,349.73)
Total Equity Under NFRS		303,801,196.10	306,320,237.98

27.2 Effect of NFRS adoption for the statement of financial position

NPR

Particulars	Notes	As at 32 Ashadh 2079 (End of Last period presented under Previous GAAP)		
		Previous GAAP	Effect of transition to NFRS	Amount As per NFRS
ASSETS				
Non-current assets				
Property, Plant & Equipment	b	176,842.06	(82,071.06)	94,771.00
Intangible Assets	b	14,811.14	(7,579.14)	7,232.00
Intangible Assets Under Development	c	919,147,030.46	-	919,147,030.46
Total Non-current assets		919,338,683.66	(89,650.20)	919,249,033.46
Current assets				
Trade and Other Receivables		-	-	-
Other Financial Assets	d	600,000.00	27,022,401.63	27,622,401.63
Other Assets	d	27,063,096.28	(27,022,401.63)	40,694.65
Cash and cash equivalents		1,206,764.46	-	1,206,764.46
Total current assets		28,869,860.74	-	28,869,860.74
Total Assets		948,208,544.40	(89,650.20)	948,118,894.20
EQUITY AND LIABILITIES				
Equity				
Share capital		322,600,000.00	-	322,600,000.00
Other Equity	a	(18,709,153.70)	(89,650.20)	(18,798,803.90)
Total equity		303,890,846.30	(89,650.20)	303,801,196.10
Liabilities				
Non-current liabilities				
Loans and borrowings		640,000,000.00	-	640,000,000.00
Trade and other payables		-	-	-
Total non-current liabilities		640,000,000.00	-	640,000,000.00
Current liabilities				
Trade and other payables		4,317,698.10	-	4,317,698.10
Loans and borrowings		-	-	-
Total current liabilities		4,317,698.10	-	4,317,698.10
Total liabilities		644,317,698.10	-	644,317,698.10
Total Equity and Liabilities		948,208,544.40	(89,650.20)	948,118,894.20







27.3 Effect of NFRS adoption for the statement of financial position

NPR

Particulars	Notes	As at 1 Srawan 2078 (Date of transition)		
		Previous GAAP	Effect of transition to NFRS	Amount As per NFRS
ASSETS				
Non-current assets				
Property, Plant & Equipment	b	235,789.41	(28,299.81)	207,489.60
Intangible Assets	b	18,513.92	(4,049.92)	14,464.00
Intangible Assets Under Development	c	832,221,492.14	-	832,221,492.14
Total Non-current assets		832,475,795.47	(32,349.73)	832,443,445.74
Current assets				
Trade and Other Receivables			-	-
Other Financial Assets	d	355,000.00	43,631,717.21	43,986,717.21
Other Assets	d	44,641,148.52	(43,631,717.21)	1,009,431.31
Cash and cash equivalents		645,340.58	-	645,340.58
Total current assets		45,641,489.10	-	45,641,489.10
Total Assets		878,117,284.57	(32,349.73)	878,084,934.84
EQUITY AND LIABILITIES				
Equity				
Share capital		322,600,000.00	-	322,600,000.00
Retained earning (Accumulated Loss)	a	(16,247,412.29)	(32,349.73)	(16,279,762.02)
Total equity		306,352,587.71	(32,349.73)	306,320,237.98
Liabilities				
Non-current liabilities				
Loans and borrowings		550,633,595.73	-	550,633,595.73
Trade and other payables		-	-	-
Total non-current liabilities		550,633,595.73	-	550,633,595.73
Current liabilities				
Trade and other payables		21,131,101.13	-	21,131,101.13
Loans and borrowings		-	-	-
Total current liabilities		21,131,101.13	-	21,131,101.13
Total liabilities		571,764,696.86	-	571,764,696.86
Total Equity and Liabilities		878,117,284.57	(32,349.73)	878,084,934.84

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Peoples Power Limited
Notes to the Financial Statements

27.4 Effect of NFRS adoption for the statement of Profit or Loss and Other Comprehensive I NPR

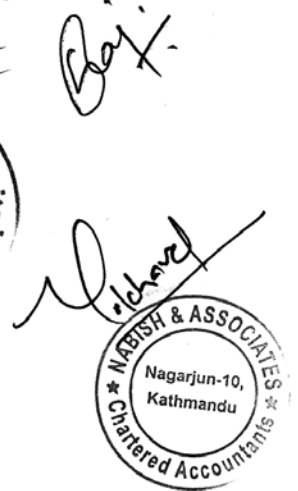
Particulars	Notes	As at 32 Ashadh 2079 (End of Last period presented under Previous GAAP)		
		Previous GAAP	Effect of transition to	Amount As per NFRS
Revenue			-	-
Cost of sales			-	-
Gross profit		-	-	-
Other Income				
Net Construction Revenue (<i>As per IFRIC 12</i>)			-	-
Administrative expenses		(2,417,070.51)	-	(2,417,070.51)
Depreciation and Amortisation	a	(62,650.14)	(57,300.46)	(119,950.60)
Operating profit		(2,479,720.65)	(57,300.46)	(2,537,021.11)
Finance income		17,979.23	-	17,979.23
Finance costs			-	-
Profit before tax		(2,461,741.42)	(57,300.46)	(2,519,041.88)
Income tax expenses				
Current tax			-	-
Previous Year Tax			-	-
Deferred tax income/(expense)			-	-
Profit for the year		(2,461,741.42)	(57,300.46)	(2,519,041.88)
Other comprehensive income			-	-
Total comprehensive income		(2,461,741.42)	(57,300.46)	(2,519,041.88)

Notes

- a Depreciation method changed from WDV to SLM and PPE & Intangible Assets remeasured.
b Intangible assets software categorized under PPE earlier reclassified under Intangible Assets
c Capital Work in Progress (CWIP) renamed as Intangible Assets Under Development
d Loan, Advance & Deposits reclassified under Other Financial Assets and other Assets

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UDIN Document

Fiscal Year: 2079/80

Date / Time: 2023-12-16 10:07:50	UDIN Number: 231216CA01679kZ9Xq
Member Name: NABISH POKHAREL	Date of Signing Document: 2023-12-16
Document Type: Audit	Audit Type: Statutory Audit
Office Type: Listed Public Company	Office Name: People's Power Ltd.
Type of Audit Opinion: Unqualified Opinion	Period (AD):
PAN No: 606009601	

Financial figures

S.N.	Heading	Amount
1	Total Asset/Liabilities	NRs. 979783747.47
2	Gross Revenue/Turnover	NRs. 52024872.73
3	Gross Expenses	NRs. 67177250.92
4	Net Profit Or Loss	NRs. -12006685.44

Status: Active Document

Document Description:

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परियोजनाका तस्विरहरु





पिपुल्स पावर लिमिटेड

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