

Balaju Industrial District, Balaju, Kathmandu
Unaudited Financial Results (Quarterly)

As at the end of First Quarter (16/10/2020) of the Fiscal Year 2077/78 (FY 2020-2021)
NPR in Thousand

S.N	Particulars	As on date 16.10.2020 (Unaudited)		As on date 17.10.2019 (Unaudited)	
		(Group)		(Group)	
A	ASSETS				
	Non-current assets				
	Intangible Assets	98,322		126,576	
	Property, Plant and Equipment	7,527,915		7,679,876	
	Prepayments	27,912		28,735	
	Financial Assets				
	Advances	18,024		18,669	
	Current Assets				
	Non Financial				
	Inventories	1,170,822		1,318,579	
	Prepayments	73,456		57,364	
	Advances	636,174		776,502	
	Other Current Assets	-		2,887	
	Current Assets				
	Financial Assets				
	Other Current Assets	21,292		21,391	
	Trade receivables	501,443		293,635	
	Cash and Cash Equivalents	758,405		1,077,929	
	Total Assets	10,833,765		11,402,143	
B	EQUITY AND LIABILITIES				
	Equity				
	Equity Share capital	194,889		194,889	
	Reserve and Surplus	3,727,380		4,049,800	
	Non Controlling Interest	154,373		128,011	
	Non-current liabilities				
	Deferred Tax Liability	83,824		97,307	
	Financial Liabilities				
	Retirement Benefit Obligation	988,689		858,193	
	Non current Borrowing	1,700,407		1,132,313	
	Current liabilities				
	Financial Liabilities				
	Retirement Benefit Obligation	121,160		66,981	
	Borrowings	1,487,149		1,162,241	
	Trade payables	623,296		1,854,494	
	Other Financial liabilities	1,692,895		1,827,063	
	Income Tax Payable	59,703		30,851	
	Total Equity and Liabilities	10,833,765		11,402,143	
C	Profit and Loss Account	Current Period (Group)		Previous Period (Group)	
		16.07.2020 to 16.10.2020		17.07.2019 to 17.10.2019	
	Revenue from operations	2,616,010		3,108,652	
	Cost of sales	(1,659,637)		(1,984,001)	
	Gross Profit	956,373		1,124,650	
	Other operating income	4,292		26,041	
	Selling and distribution expenses	(364,020)		(463,411)	
	Administrative and operating expenses	(124,607)		(179,406)	
	Profit from Operations	472,039		507,874	
	Finance Costs	(65,090)		(39,126)	
	Finance Income	6,102		3,590	
	Profit Before Tax	413,051		472,338	
	Income Tax Expense				
	Current Tax	(71,319)		(43,671)	
	Adjustment for prior periods	-		(11,176)	
	Deferred Tax	8,732		(78,032)	
	Net Profit	350,464		339,459	
	Owners of the Company (Net Profit)	324,102		311,781	
	Non Controlling Interest (Net profit)	26,362		27,678	
D	Major Indicators	Current Period (Group)		Previous Period (Group)	
		16.07.2020 to 16.10.2020		17.07.2019 to 17.10.2019	
		Quarterly	Annualized	Quarterly	Annualized
	1. Earnings per Share (NPR)	166	665	160	640
	2. Market Value Per Share (NPR)	1,830	1,830	1,830	1,830
	3. Price Earnings Ratio	11	3	11	3
	4. Current Ratio	0.79		0.72	
	5 Return on Equity	9%	34%	8%	31%
	6. Return on Total Assets	3%	13%	3%	12%
	7. Net Worth Per Share (NPR)	2,092		2,244	
Note:	<p>1 Figures are regrouped wherever necessary for consistent presentation and comparison.</p> <p>2 Above presented figures may vary with the audited figures if amended by the external auditors and/or regulator.</p> <p>3 Quarterly earnings per share, Price earning ratio, return on equity, return on total assets and net worth per share are calculated based on quarterly unaudited profits and number of equity shares outstanding at the reporting date and Annualized earnings per share, Price earning ratio, return on equity, return on total assets and net worth per share are calculated based on annualized unaudited profits and number of equity shares outstanding at the reporting date. Annualized profit is calculated on the basis of 1st Quarter profit.</p>				
E	Related Party Disclosure	During the period, the following related party transactions occurred:			
		Particulars		NPR in Thousand	
		Purchase of Concentrate from Pacific Refreshments Pte. Ltd.		396,738	
		Transfer fee payable to BNTL		17,942	
		Transfer fee receivable from BNTL		14,467	
F	Management Analysis	<p>a) BNL Plant remain closed from 20th August to 09 September for 21 days and BNTL plant remain close from 16 August to 16 September for 1 month in compliance with order from local authorities for second lockdown to curb COVID-19 pandemic impact. This resulted in volume drop of 18%. Similarly interest cost has increased with term loan utilization for new line. Consequently the Profit after tax has increased by NPR 11 MM at the end of first quarter over previous year same period.</p> <p>b) The company is continuously working on upgrading IT infrastructure, enhancing transactions security, automating work processes, enhancing productivity.</p>			
G	Details Related to Legal Proceedings	No legal case was filed in this Quarter by or against the Company.			
H	Analysis of Share Transactions	<p>i) Management's view on the performance of the stocks of the body corporate Price and transactions of the Company's shares are being determined by the open share market operations through a duly established Stock Exchange. Management's view on this is neutral.</p> <p>ii) High, Low and Closing Price of the stocks of the company during each quarter of the preceding year along with total volume of trading of shares and number of days traded Not traded in the given Quarter</p>			
I	Risks and Challenges	<p>Internal Problem & Challenges Reduction in Operating cost during COVID 19 pandemic to sustain profitability. Rural distribution at effective cost.</p> <p>External Problem & Challenges Market and economic recovery in progress from COVID 19. Fluctuation in Foreign Exchange impacting material cost.</p> <p>Strategy Proactively monitor the internal and external environmental changes Develop cost effective distribution models for upcountry areas.</p>			
J	Corporate Governance	The Company follows prudent Corporate Governance Practices in all business transactions. During the Quarter under review, the Company had convened Board Meeting on 24th September, 2020.			
K	Declaration by Managing Director on the Truthfulness and accuracy of Information	I, as at the date, hereby individually accept responsibility for the accuracy of the information and details contained in this report. I hereby declare that to the best of my knowledge and belief, the information contained in this report is true, accurate and complete and there are no other matters concealed the omission of which shall adversely affect the informed investment decision by the investors.			
	Pradip Pandey Managing Director Date: 11th November, 2020 (26th Kartik, 2077)				