

**Unaudited Financial Results (Quarterly)**

As at the end of the Second Quarter (14/01/2026) of the Fiscal Year 2082/83 (FY 2025-2026)

NPR in Thousands

S.N	Particulars	As on date 14.01.2026 (Unaudited)		As on date 13.01.2025 (Unaudited)	
<b>A</b>	<b>ASSETS</b>				
	<b>NON-CURRENT ASSETS</b>				
	<b>Non-Financial Assets:</b>				
	Intangible Assets	5,730		8,736	
	Property, Plant and Equipment	5,124,262		5,379,904	
		<b>5,129,992</b>		<b>5,388,640</b>	
	<b>CURRENT ASSETS</b>				
	<b>Non Financial Assets:</b>				
	Inventories	1,996,333		2,091,434	
	Advances	523,838		979,112	
	Other Current Assets	28,955		16,144	
	Income Tax Receivable	49,667		74,092	
	<b>Financial Assets:</b>				
	Other Current Assets	68,550		38,568	
	Trade Receivables	343,829		416,230	
	Cash and Cash Equivalents	133,912		105,565	
		<b>3,145,084</b>		<b>3,721,145</b>	
	<b>Total Assets</b>	<b>8,275,076</b>		<b>9,109,785</b>	
<b>B</b>	<b>EQUITY AND LIABILITIES</b>				
	<b>EQUITY</b>				
	Equity Share Capital	121,000		121,000	
	Reserve and Surplus	3,535,072		3,967,490	
		<b>3,656,072</b>		<b>4,088,490</b>	
	<b>NON-CURRENT LIABILITIES</b>				
	<b>Non-Financial Liabilities:</b>				
	Deferred Tax Liability	209,826		230,353	
	<b>Financial Liabilities:</b>				
	Retirement Benefit Obligation	458,205		364,225	
	Lease Liabilities	80,362		112,405	
		<b>748,393</b>		<b>706,983</b>	
	<b>CURRENT LIABILITIES</b>				
	Retirement Benefit Obligation	18,430		58,037	
	Borrowings	2,664,802		2,438,997	
	Trade Payables	55,822		589,037	
	Lease Liabilities	17,594		20,809	
	Other Financial Liabilities	1,075,156		1,160,214	
	Non Financial Liabilities	38,807		47,218	
		<b>3,870,611</b>		<b>4,314,312</b>	
	<b>Total Equity and Liabilities</b>	<b>8,275,076</b>		<b>9,109,785</b>	
<b>C</b>	<b>Profit and Loss Account</b>	<b>Current Period</b>		<b>Previous Period</b>	
		<b>18.10.2025 to 14.01.2026 (Qtr)</b>	<b>17.07.2025 to 14.01.2026 (YTD)</b>	<b>17.10.2024 to 13.01.2025 (Qtr)</b>	<b>16.07.2024 to 13.01.2025 (YTD)</b>
	Revenue from Operations	753,749	3,368,641	939,967	2,968,695
	Cost of Sales	(725,409)	(2,415,164)	(864,839)	(2,345,165)
	<b>Gross Profit</b>	<b>28,340</b>	<b>953,477</b>	<b>75,128</b>	<b>623,530</b>
	Other Operating Income	49,051	56,937	15,854	35,687
	Selling and Distribution Expenses	(152,454)	(590,419)	(191,307)	(518,702)
	Administrative and Operating Expenses	(83,184)	(201,327)	(46,722)	(142,960)
	<b>Profit from Operations</b>	<b>(158,247)</b>	<b>218,668</b>	<b>(147,047)</b>	<b>(2,445)</b>
	Finance Costs	(35,812)	(69,813)	(44,990)	(89,686)
	Finance Income	31	31	40	40
	<b>Profit Before Tax</b>	<b>(194,028)</b>	<b>148,886</b>	<b>(191,997)</b>	<b>(92,091)</b>
	<b>Income Tax Expense</b>				
	Current Tax	22,072	(38,582)	8,838	(8,932)
	Deferred Tax	7,737	7,737	-	-
		25,624	17,453	(17,590)	(17,918)
	<b>Net Profit</b>	<b>(138,595)</b>	<b>135,494</b>	<b>(200,749)</b>	<b>(118,941)</b>
<b>D</b>	<b>Major Indicators</b>	<b>Current Period</b>		<b>Previous Period</b>	
		<b>17.07.2025 to 14.01.2026 (YTD)</b>	<b>Annualized</b>	<b>16.07.2024 to 13.01.2025 (YTD)</b>	<b>Annualized</b>
	1. Earnings per Share (NPR)	112	224	(98)	(197)
	2. Market Value per Share (NPR)	11,700	11,700	13,200	13,200
	3. Price Earnings Ratio	104	52	(134)	(67)
	4. Current Ratio	0.8		0.9	
	5. Return on Equity	4%	7%	-3%	-6%
	6. Return on Total Assets	1.6%	3.3%	-1.3%	-2.6%
	7. Net Worth per Share (NPR)		3,022		3,379

**Note:**

- Figures are regrouped wherever necessary for consistent presentation and comparison.
- Above presented figures may vary with the audited figures if amended by the external auditors and/or regulator.
- Quarterly earnings per share, Price earning ratio, return on equity, return on total assets and net worth per share are calculated based on quarterly accumulated 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 accumulated unaudited profits and number of equity shares outstanding at the reporting date.

**E. Related Party Disclosure**

Upto the end of the quarter, the following related party transactions have occurred:

Particulars	NPR in Thousand
Purchase of Concentrate from Pacific Refreshments Pte. Ltd.	719,412
Transfer fee payable to BNL	72,885
Transfer fee receivable from BNL	8,633

**F. Management Analysis**

- The Company generated net loss of NPR 139 MM during the second quarter. The YTD net profit reached 135 MM despite the challenges caused by slow-down in consumer spending, increases in material and production overhead costs, challenge in raw materials sourcing along with macroeconomic impact of currency devaluation and inflation.
- This year, Bada Dashain shifted to first quarter, resulting in lower business volume in second quarter. However, our strong brand portfolio, adoption of prudent pack-pricing strategies, and continued focus on disciplined cost management helped offset the decline in revenue and enabled us to improve profitability.
- We delivered revenue growth year-to-date despite a one-week impact from the Gen Z protests. This performance was driven by a strengthened brand portfolio, prudent pack-pricing initiatives, and our continued journey of disciplined cost management, which also supported improved profitability.

**G. Details Related to Legal Proceedings**

No legal case was filed in this quarter by or against the Company.

**H. Analysis of Share Transactions**

**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.

**ii) High, Low and Closing Price of the stocks of the company during this quarter along with total volume of trading of shares and number of days traded**

Particulars	18.10.2025 to 14.01.2026 (Qtr)
Maximum Price (NPR)	12,760
Minimum Price (NPR)	10,660
Closing Price (NPR)	11,700
No. of Trades (Total Transaction)	9,299
Days of Trading	54

**I. Risks and Challenges**

**Internal Problem & Challenges**

- Rise in cost of operations.
- Rural distribution at effective cost.

**External Problem & Challenges**

- Market and economic slowdown adversely impacting the manufacturing sector.
- Devaluation of Nepalese Rupees against the Foreign Exchange Currencies resulting in higher material cost.

**Strategy**

- Strengthening Brand Portfolio, adaptation of prudent pack-price and promotional strategies, rapid expansion of our reach, chilled capacity and continuous cost optimization across the value chain.
  - We will continue investing in our people to boost our capabilities in critical areas that drive disproportionate impact for our business.
  - Continuous assessment of the risk exposure of the company to the internal and external factors and effective implementation of risk management procedures.
- Continuous development of cost effective distribution models for upcountry areas.

**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 26<sup>th</sup> November 2025. The company also convened Audit Committee Meeting on 26<sup>th</sup> November 2025. The Annual General Meeting was held on 7<sup>th</sup> January 2026.

**K. Declaration by Chief Executive Officer 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.

**Ajay Chanbasappa Konale**

Chief Executive Officer

Date: 10<sup>th</sup> February, 2026 (27<sup>th</sup> Magh, 2082)