



Nepal Telecom

(Nepal Doorsanchar Company Limited)
Bhadrakali Plaza, Kathmandu

Unaudited Financial Results of Third Quarter of Financial Year 2074/75 (Shrawan 2074 - Chaitra 2074)

Schedule - 1

Statement of Financial Position

	As at Chaitra 30, 2074 Rs(Unaudited)	As at Chaitra 31, 2073 Rs(Unaudited)	As at Ashadh 31, 2074 Rs(Audited)
Assets			
Non- Current Assets			
Intangible assets	115,447,149	180,184,150	163,999,899
Property, Plant and Equipment	37,144,574,929	33,521,630,722	37,143,110,564
Capital Work-in-Progress	5,908,327,030	8,713,248,139	6,131,524,342
Investments	9,652,368,215	7,150,902,391	8,156,708,029
Deferred Tax Asset	4,678,494,643	4,607,282,959	4,347,506,855
	57,499,211,966	54,173,248,361	55,942,849,689
Current Assets			
Inventory	489,621,375	666,923,765	459,033,801
Prepayments and Advance Tax	2,140,649,275	2,494,930,726	1,180,592,652
Loan, Advance & Others	2,258,130,535	3,024,555,336	2,705,565,030
Trade Receivable	3,438,221,255	3,301,103,540	2,673,822,703
Investments	41,697,640,000	36,045,044,899	34,389,750,000
Cash & Cash Equivalents	22,379,446,554	27,578,126,301	24,255,209,290
	72,403,708,994	73,110,684,567	65,663,973,476
Total Assets	129,902,920,960	127,283,932,928	121,606,823,165
Equity and Liabilities			
Share Capital	15,000,000,000	15,000,000,000	15,000,000,000
Reserve and Surplus	79,690,515,236	74,571,031,672	76,330,848,229
	94,690,515,236	89,571,031,672	91,330,848,229
Non-Current Liabilities			
Post Employment Benefits	10,184,761,676	7,338,675,059	9,180,167,297
Subscriber Deposit	1,971,852,260	2,534,536,285	2,037,519,310
GSM License Fee	2,454,307,016	3,082,343,741	3,942,742,468
	14,610,920,952	12,955,555,085	15,160,429,075
Current Liabilities and Provisions			
Taxation Liabilities	-	-	-
Provisions	2,140,880,483	2,190,014,277	2,109,700,681
Current Liabilities	18,460,604,289	22,567,331,894	13,005,845,180
	20,601,484,772	24,757,346,171	15,115,545,861
Total Equity and Liabilities	129,902,920,960	127,283,932,928	121,606,823,165

Statement of Profit or Loss

	Shrawan 2074 - Chaitra 2074 Rs(Unaudited)	Shrawan 2073 - Chaitra 2073 Rs(Unaudited)	Shrawan 2073 - Ashadh 2074 Rs(Audited)
INCOME			
Income from Services	29,392,137,852	29,749,463,118	40,346,817,951
Other Income	4,461,133,043	3,119,454,110	4,242,171,171
	33,853,270,895	32,868,917,228	44,588,989,122
EXPENDITURE			
Personnel Costs	4,745,981,340	4,526,109,436	5,328,759,586
VRS Expenses	-	-	-
Operation and Maintenance Costs	4,981,440,791	4,627,162,156	6,533,320,864
Sales Channel, Marketing and Promotion Costs	1,172,170,293	985,727,283	1,593,405,851
Administrative Costs	1,024,597,427	921,780,174	1,289,039,635
Regulatory Fees, Charges and Renewals	2,647,999,953	2,559,909,219	3,495,780,251
Finance Costs	379,887,483	721,238,407	810,278,845
Depreciation	3,203,408,247	2,952,369,012	4,372,057,500
Impairment Loss	-	-	157,531,918
Equity Loss in Associate	-	-	8,618,802
Exchange Loss/(Gain)	(71,239,579)	211,745,932	424,340,522
	18,084,245,956	17,506,041,619	24,013,133,774
Net Profit Before Tax	15,769,024,939	15,362,875,608	20,575,855,348
Provision for Income Tax	3,912,618,466	4,041,056,537	(5,203,091,224)
	11,856,406,473	11,321,819,071	15,372,764,124
Other Comprehensive Income:			
Remeasurements of defined benefit plans	-	-	-
Total Comprehensive Income for the Year	11,856,406,473	11,321,819,071	15,372,764,124

Ratios as at Third Quarter Ended Chaitra 30, 2074

	As at Chaitra 30, 2074 Rs(Unaudited)	As at Chaitra 31, 2073 Rs(Unaudited)	As at Ashadh 31, 2074 Rs(Audited)
Earnings Per Share(Rs.)	105.39	100.64	102.49
Closing Market Price of Share (Rs.)	733	645	675
P/E Ratio	6.96	6.41	6.59
Net Worth Per Share(Rs.)	631.27	597.14	608.87
Current Ratio	3.51	2.95	4.34

Note:

- Above presented figures are subject to change as per the directions, if any, of Statutory Auditor
- The issue of quantification of the GSM license fee that expired on 2071.01.28 is still not settled within the regulatory authority. So, the company renewed its license fee by paying Rs. 18.90 crores and has amortized the cost accordingly based on its validity period. The fee liability, if confirmed and quantified, may result in further cost to the company and hence, net profit after tax will be adjusted by that extent.
- Finance costs comprises of the unwinding of the GSM License fee liability carried at fair value using the applicable discount rates. These are non-cash expenditures charged to Statement of Profit or Loss to comply with requirement of NFRS.
- In previous year's audited Financial Statements, company has adjusted NPR 580,925,823 in the data revenue due to impact of TSC adjustment. For comparison for current year's interim period, comparatives of previous year is adjusted accordingly with NPR 422,717,004.8 pertaining to Shrawan 2074 to Chaitra 2074.
- The company follows requirement of Security Exchange Board of Nepal (SEBON), Nepal Stock Exchange (NEPSE) and the requirement of Companies Act, 2063 for publishing interim financial reporting. Condensed Financial Statements prepared as per Nepal Accounting Standard 34 "Interim Financial Reporting" is published in the website "www.ntc.net.np" of the Company
- Previous quarters' figures have been regrouped and rearranged wherever necessary