



Nepal Telecom

(Nepal Doorsanchar Company Limited)
Bhadrakali Plaza, Kathmandu

Unaudited Financial Results of First Quarter of Financial Year 2074/75 (Shrawan 2074 - Ashwin 2074)

Schedule - 1

Statement of Financial Position

	As at Ashwin 31, 2074 Rs(Unaudited)	As at Ashwin 30, 2073 Rs(Unaudited)	As at Ashadh 31, 2074 Rs(Unaudited)
Assets			
Non- Current Assets			
Intangible assets	147,815,650	212,552,650	163,999,900
Property, Plant and Equipment	34,598,234,496	36,305,661,787	34,085,666,256
Capital Work-in-Progress	5,929,948,592	7,073,379,028	7,232,773,673
Investments	8,636,194,885	6,527,395,614	7,870,060,253
Deferred Tax Asset	5,012,570,468	4,229,722,412	4,796,891,140
	54,324,764,091	54,348,711,491	54,149,391,222
Current Assets			
Inventory	391,656,902	946,066,624	486,783,390
Prepayments and Advance Tax	222,981,253	577,053,164	960,129,840
Loan, Advance & Others	4,120,997,879	5,357,139,943	3,658,218,373
Trade Receivable	3,196,542,466	4,521,686,135	3,043,279,776
Investments	36,639,750,000	24,920,751,645	34,639,750,000
Cash & Cash Equivalents	23,891,405,724	28,373,962,102	23,823,667,624
	68,463,334,224	64,696,659,613	66,611,829,003
Total Assets	122,788,098,315	119,045,371,104	120,761,220,225
Equity and Liabilities			
Share Capital	15,000,000,000	15,000,000,000	15,000,000,000
Reserve and Surplus	81,576,579,379	74,545,432,001	78,068,872,047
	96,576,579,379	89,545,432,001	93,068,872,047
Non-Current Liabilities			
Post Employment Benefits	8,297,932,864	6,349,778,259	7,747,938,777
Subscriber Deposit	1,689,580,350	2,600,371,441	1,840,695,000
GSM License Fee	2,330,503,157	3,876,741,339	2,685,144,942
	12,318,016,371	12,826,891,039	12,273,778,719
Current Liabilities and Provisions			
Taxation Liabilities	502,812,879	408,411,778	-
Provisions	2,608,454,218	2,141,358,607	2,289,847,989
Current Liabilities	10,782,235,468	14,123,277,679	13,128,721,470
	13,893,502,565	16,673,048,064	15,418,569,459
Total Equity and Liabilities	122,788,098,315	119,045,371,104	120,761,220,225

Statement of Profit or Loss

	Shrawan 2074 - Ashwin 2074 Rs(Unaudited)	Shrawan 2073 - Ashwin 2073 Rs(Unaudited)	Shrawan 2073 - Ashadh 2074 Rs(Unaudited)
INCOME			
Income from Services	10,586,794,821	10,415,781,210	40,742,494,574
Other Income	1,249,902,478	952,798,149	4,088,585,150
Total Income	11,836,697,299	11,368,579,359	44,831,079,724
EXPENDITURE			
Personnel Costs	1,689,507,736	1,517,869,073	5,786,670,335
VRS Expenses (Note 2)	-	-	-
Operation and Maintenance Costs	2,109,638,007	1,947,151,003	7,597,558,524
Administrative Costs	403,531,647	327,066,913	1,443,930,181
Royalty	423,471,793	415,091,629	1,629,709,648
Contribution on Rural Telecom Dev.Fund	211,735,896	207,545,814	814,849,891
Interest on Subscriber's Deposit	10,964,900	12,634,744	48,732,890
Depreciation	1,131,476,784	874,449,046	4,215,601,421
Impairment Loss	-	-	-
License Fee (Note 1)	16,184,250	16,184,250	64,737,000
Frequency Fee	284,898,329	198,856,878	1,222,771,040
Equity Loss in Associate	-	-	-
Exchange Loss/(Gain)	(144,280,783)	23,127,685	617,246,873
Finance Costs (Note 3)	257,649,307	227,801,201	925,372,610
Total Expenditure	6,394,777,866	5,767,778,236	24,367,180,413
Net Profit Before Tax	5,441,919,433	5,600,801,123	20,463,899,311
Provision for Income Tax	(1,385,381,359)	(1,457,847,844)	(5,447,064,380)
Net Profit After Tax (Note 1)	4,056,538,074	4,142,953,279	15,016,834,931
Other Comprehensive Income:			
Remeasurements of defined benefit plans	-	-	-
Total Comprehensive Income for the Year	4,056,538,074	4,142,953,279	15,016,834,931

Ratios as at First Quarter Ended Ashwin 31, 2074

	As at Ashwin 31, 2074 Rs(Unaudited)	As at Ashwin 30, 2073 Rs(Unaudited)	As at Ashadh 31, 2074 Rs(Unaudited)
Earnings Per Share(Rs.)	108.17	110.48	100.11
Closing Market Price of Share (Rs.)	675	687	675
P/E Ratio	6.24	6.22	6.74
Net Worth Per Share(Rs.)	643.84	596.97	620.46
Current Ratio	4.93	3.88	4.32

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.
- Previous quarters' figures have been regrouped and rearranged wherever necessary