

**Nepal Doorsanchar Company Limited**  
**Bhadrakali Plaza, Kathmandu**



**Interim Financial Statements**  
**As at Ashwin 30, 2081 (As on 16 Oct, 2024)**



Nepal Doorsanchar Company Limited  
Bhadrakali Plaza, Kathmandu  
Condensed Consolidated Statement of Financial Position  
As at Ashwin 30, 2081 (16 October, 2024)



NPR in '000

	Group		Company	
	Current Period (Unaudited)	Previous Year (Unaudited)	Current Period (Unaudited)	Previous Year (Unaudited)
	As at Ashwin 30, 2081	As at Ashadh 31, 2080	As at Ashwin 30, 2081	As at Ashadh 31, 2080
<b>Assets</b>				
<b>Non-Current Assets</b>				
Intangible Assets	2,020,147	2,145,632	1,964,005	2,094,228
Property, Plant and Equipment	48,099,763	47,337,716	48,046,274	47,271,404
Right of Use (ROU) Assets	1,402,082	1,465,627	1,391,593	1,465,627
Capital Work-in-Progress	4,192,208	5,903,324	4,189,736	5,900,994
Long Term Loan and Advances	1,247,908	1,030,484	1,247,908	1,030,484
Investment	19,884,598	20,156,953	20,133,487	20,203,342
Deferred Tax Asset	3,892,998	4,580,493	3,861,159	4,540,009
Employee Loan	3,754,878	3,771,681	3,754,878	3,771,681
Contract Cost Assets	267,570	301,223	267,570	301,223
<b>Total Non-Current Assets</b>	<b>84,762,153</b>	<b>86,693,134</b>	<b>84,856,610</b>	<b>86,578,993</b>
<b>Current Assets</b>				
Inventory	619,099	574,059	617,055	573,453
Prepayments & Non-Financial Assets	7,311,548	2,596,602	7,311,344	2,591,556
Current Tax Assets	3,133,462	4,026,335	3,118,521	4,011,664
Accruals, Advance & Others Receivables	1,173,031	1,291,126	1,136,867	1,273,786
Trade Receivable	2,024,873	1,749,441	2,023,517	1,733,900
Investment	31,418,185	35,555,380	31,255,685	35,555,380
Cash & Cash Equivalents	1,052,862	4,220,105	986,288	4,203,908
<b>Total Current Assets</b>	<b>46,733,060</b>	<b>50,013,049</b>	<b>46,449,277</b>	<b>49,943,648</b>
<b>Total Assets</b>	<b>131,495,213</b>	<b>136,706,183</b>	<b>131,305,887</b>	<b>136,522,641</b>
<b>Equity and Liabilities</b>				
<b>Equity</b>				
Share Capital	18,000,000	18,000,000	18,000,000	18,000,000
Reserve and Surplus	78,219,533	76,495,481	78,315,846	76,577,073
Total Equity attributable to Equityholders	<b>96,219,533</b>	<b>94,495,481</b>	<b>96,315,846</b>	<b>94,577,073</b>
Non Controlling Interest	92,636	101,573		
<b>Total Equity</b>	<b>96,312,169</b>	<b>94,597,054</b>	<b>96,315,846</b>	<b>94,577,073</b>
<b>Non-Current Liabilities</b>				
Post Employment Benefits	9,721,884	18,555,823	9,721,884	18,555,823
Deferred Government Grant	2,225,775	2,193,009	2,225,775	2,193,009
Subscriber Deposits	60,828	61,214	60,828	61,214
GSM License Renewal Fee Liability	-	-	-	-
Lease Liability	1,894,814	1,696,835	1,884,083	1,696,835
<b>Total Non-Current Liabilities</b>	<b>13,903,301</b>	<b>22,506,880</b>	<b>13,892,570</b>	<b>22,506,880</b>
<b>Current Liabilities and Provisions</b>				
Current Tax Liabilities	-	-	-	-
GSM License Renewal Fee Liability	-	-	-	-
Provisions	123,942	150,682	123,942	150,682
Current Liabilities	14,565,796	12,458,171	14,384,051	12,294,927
Other Non-Financial Liabilities	6,590,005	6,993,396	6,589,479	6,993,078
<b>Total Current Liabilities and Provisions</b>	<b>21,279,743</b>	<b>19,602,249</b>	<b>21,097,472</b>	<b>19,438,688</b>
<b>Total Equity and Liabilities</b>	<b>131,495,213</b>	<b>136,706,183</b>	<b>131,305,887</b>	<b>136,522,641</b>

**Sangita Pahadee (Aryal)**  
Managing Director



Nepal Doorsanchar Company Limited  
Bhadrakali-Plaza, Kathmandu

Condensed Consolidated Statement of Profit or Loss  
For the year ended Ashwin 30, 2081 (16 October, 2024)

Particulars	Current Year		Corresponding		Current Year		Previous Year	
	Year to Date		Year to Date		This Quarter		This Quarter	
	This Quarter (2081.04.01 - 2081.06.30)	2081.04.01 - 2081.06.30	This Quarter (2080.04.01 - 2080.06.30)	2080.04.01 - 2080.06.30	This Quarter (2081.04.01 - 2081.06.30)	2081.04.01 - 2081.06.30	This Quarter (2080.04.01 - 2080.06.30)	2080.04.01 - 2080.06.30
Revenue from contract with customers	8,689,413	1,179,373	8,588,873	1,763,112	8,680,186	1,177,166	8,585,063	1,757,047
Finance Income	206,383	10,075,169	306,716	10,658,701	206,383	10,648,793	306,683	10,648,793
Other Income	(1,783,187)	(1,555,060)	(2,041,964)	(1,774,785)	(1,548,491)	(2,035,324)	(1,516,922)	(2,035,324)
<b>Total Income</b>	<b>(1,783,187)</b>	<b>(1,555,060)</b>	<b>(2,041,964)</b>	<b>(1,521,998)</b>	<b>(1,548,491)</b>	<b>(1,516,922)</b>	<b>(1,516,922)</b>	<b>(1,516,922)</b>
Employee Benefit Expenses	(57,688)	(310,900)	(56,652)	(274,476)	(309,965)	(52,815)	(272,715)	(52,815)
Operation and Maintenance Costs	(1,054,616)	95,831	(1,907,706)	58,026	(1,054,616)	(1,907,706)	(1,907,706)	(1,907,706)
Sales Channel, Marketing and Promotion Costs								
Office Operation Expenses								
Regulatory Fees, Charges and Renewals								
Foreign Exchange (Loss)/Gain								
Shares of results of associates								
<b>Earning Before Interest, Tax, Depreciation &amp; Amortisation (EBITDA)</b>	<b>5,409,549</b>	<b>4,914,331</b>	<b>4,914,331</b>	<b>5,415,977</b>	<b>5,415,977</b>	<b>4,923,227</b>	<b>4,923,227</b>	<b>4,923,227</b>
Finance Cost	(34,387)	(39,342)	(34,387)	(39,342)	(34,387)	(39,342)	(34,387)	(39,342)
Depreciation	(1,440,194)	(1,408,984)	(1,408,984)	(1,436,047)	(1,436,047)	(1,405,451)	(1,405,451)	(1,405,451)
Amortisation	(266,367)	(298,987)	(298,987)	(262,195)	(262,195)	(294,878)	(294,878)	(294,878)
Impairments - net of reversals	(129,654)	155,789	155,789	(129,654)	155,789	155,789	155,789	155,789
<b>Profit Before Tax</b>	<b>3,538,948</b>	<b>3,322,807</b>	<b>3,322,807</b>	<b>3,553,694</b>	<b>3,553,694</b>	<b>3,339,344</b>	<b>3,339,344</b>	<b>3,339,344</b>
Income Tax Expenses	(1,135,253)	(1,240,373)	(1,240,373)	(1,135,253)	(1,135,253)	(1,240,373)	(1,240,373)	(1,240,373)
Current Income Tax	(886,463)	(67,410)	(67,410)	(678,850)	(678,850)	(71,539)	(71,539)	(71,539)
Deferred Taxes								
Deferred Taxes- Due to Change in Corporate Tax Rate								
<b>Profit For the Period</b>	<b>1,717,231</b>	<b>1,716,939</b>	<b>2,015,024</b>	<b>2,015,024</b>	<b>1,739,590</b>	<b>2,027,432</b>	<b>2,027,432</b>	<b>2,027,432</b>
<b>Condensed Consolidated Statement of Other Comprehensive Income</b>								
Profit for the period	1,717,231	1,716,939	2,015,024	2,015,024	1,739,590	2,027,432	2,027,432	2,027,432
Other Comprehensive Income								
<b>Total Comprehensive Income for the Period</b>	<b>1,717,231</b>	<b>1,716,939</b>	<b>2,015,024</b>	<b>2,015,024</b>	<b>1,739,590</b>	<b>2,027,432</b>	<b>2,027,432</b>	<b>2,027,432</b>
Net Profit attributable to:								
Equity holders of the company	1,717,231	1,725,486	2,019,711	2,019,711	1,739,590	2,027,432	2,027,432	2,027,432
Non-controlling interest		(8,557)	(4,687)					
Earnings Per Share (Basic)								
Earnings Per Share (Diluted)								

Sangita Pahadee (Aryal)  
Managing Director




**Nepal Doorsanchar Company Limited**  
**Bhadrakali Plaza, Kathmandu**  
**Condensed Statement of Cash Flows**  
**For the Year ended Ashwin 30, 2081 (16 October, 2024)**

	Group		Company	
	Current Period (Unaudited)	Previous Year (Unaudited)	Current Period (Unaudited)	Previous Year (Unaudited)
	As at Ashwin 30, 2081	As at Ashadh 31, 2080	As at Ashwin 30, 2081	As at Ashadh 31, 2080

NPR in '000

**Cash Flow from Operating Activities**

<b>Net Profit for the period</b>	1,716,939	6,570,426	1,739,590	6,617,776
<b>Adjustments</b>				
Income Tax expense recognised in profit or loss	1,135,253	33,559	1,135,253.48	33,559
Deferred Tax expense recognised in profit or loss	686,463	4,713,474	678,850	4,728,469
Depreciation	1,440,194	5,490,319	1,436,047	5,476,101
Finance Income	(1,069,547)	(6,576,056)	(1,067,340)	(6,556,016)
Impairment Loss	129,654	(850,735)	129,654	(850,735)
Finance Costs	69,065	298,743	68,773	298,743
Actuarial (Gain)/Loss	-	1,734,753	-	1,734,753
Amortization of License	266,367	1,042,896	262,195	1,026,681
Equity loss on Associate	-	50,000	-	50,000
Unrealised (Gain)/Loss on Cash and Cash equivalents	-	0	-	-
<i>Movements in Working Capital</i>	-	0	-	-
Decrease/(Increase) in Inventory	(44,335)	220,436	(43,602)	220,694
(Increase)/Decrease in Prepayments & Other Non-Financial	(4,719,788)	(483,652)	(4,719,788)	(479,702)
(Increase)/Decrease in Employee Loan	16,803	22,300	16,803	22,300
(Increase)/Decrease in Other Advances	149,223	(510,820)	136,920	(492,789)
(Increase)/Decrease in Trade Receivable	(319,718)	608,972	(319,718)	608,972
(Increase)/Decrease in Deferred Taxes	-	-	-	-
(Increase)/Decrease in Contract cost assets	(24,285)	(137,560)	(24,285)	(137,560)
Increase/(Decrease) in Non-Current Liability	(8,801,559)	(3,592,711)	(8,801,559)	(3,592,711)
Increase/(Decrease) in Provisions	(26,740)	(16,613,735)	(26,740)	(16,613,735)
Increase/(Decrease) in Current Liability	1,842,505	(1,515,674)	1,836,782	(1,513,434)
Increase/(Decrease) in Trade Payable	183,569	(2,051,815)	183,569	(2,048,306)
Increase/(Decrease) in Lease Liability	187,248	(251,325)	187,248	(251,325)
Increase/(Decrease) in Other Non-Financial Liabilities	(403,600)	(82,870)	(403,600)	(82,870)
NFRS Adjustments	-	0	-	0
Previous Year Adjustments	(817)	(69)	(817)	(69)
Income Taxes Paid	(242,447)	(2,305,471)	(242,111)	(2,302,445)
<b>Total Adjustments</b>	(9,546,492)	(20,757,039)	(9,577,464)	(20,721,425)
<b>Net Cash flow from Operating Activities (A)</b>	(7,829,553)	(14,186,613)	(7,837,874)	(14,103,649)
<b>Cash Flow from Investing Activities</b>				
Internet License Fee Renewal	-	-	-	-
Acquisition of Intangible Assets	-	(723,126)	-	(723,126)
Acquisition of Property, Plant and Equipment	(2,210,470)	(1,896,680)	(2,210,470)	(1,888,144)
Decrease/(Increase) in ROU Assets	-	0	-	0
Decrease/(Increase) in Capital Work in Progress	1,611,116	(532,763)	1,611,258	(534,630)
Decrease/(Increase) in long term loan and Advances	(217,424)	(45,175)	(217,424)	(45,175)
Decrease/(Increase) in Investment	4,409,550	16,799,987	4,369,550	16,732,487
Income from Investment & Bank Deposit	1,069,547	6,576,056	1,067,340	6,556,016
Adjustment in Retained Earning	-	2,936	-	-
Investment in Subsidiary company	-	-	-	-
<b>Net Cash Flow from Investing Activities (B)</b>	4,662,320	20,181,235	4,620,254	20,097,429
<b>Cash Flow from Financing Activities</b>				
Increase/(Decrease) in Share Capital	-	-	-	-
Proceeds from issuance of Share from Non-Controlling Interest	-	-	-	-
Lease Payment	(900)	-	-	-
Dividend Paid	-	(7,200,000)	-	(7,200,000)
<b>Net Cash Flow from Financing Activities (C)</b>	(900)	(7,200,000)	-	(7,200,000)
<b>Net Increase in Cash (A+B+C)</b>	(3,168,133)	(1,205,378)	(3,217,620)	(1,206,220)
<b>Effect of exchange rate fluctuations on Cash and Cash equivalents</b>	860	2,325	-	-
<b>Cash &amp; Cash Equivalents at Beginning of the period</b>	4,220,136	5,423,157	4,203,908	5,410,127
<b>Cash &amp; Cash Equivalents at the End of the period</b>	1,052,862	4,220,105	986,287	4,203,908

  
**Bahadee (Aryal)**  
 Managing Director



Nepal Doorsanchar Company Limited  
Bhadrakali Plaza, Kathmandu

Condensed Consolidated Statement of Changes in Equity  
For the Year ended Ashwin 30, 2081 (16 October, 2024)

NPR in '000

Particulars	Group						Total Equity	
	Attributable to Equity holders of the company							
	Share Capital	Retained Earning	Deferred Tax Reserve	FVtOCI Reserve	Revaluation Reserve	Total	Non Controlling Interest	
Balance as on Shrawan 1, 2080	18,000,000	42,592,506	9,788,904	-	23,509,661	93,891,071	118,363	94,009,434
Restated Opening Balance	18,000,000	42,594,275	9,788,904	-	23,509,661	93,892,840	1,098	2,867
Profit for the period		7,802,641				7,802,641	119,461	94,012,301
Dividend for FY 2079-80		(7,200,000)				(7,200,000)	(17,888)	7,784,753
Share of non controlling interest		48,000			(48,000)		0	
Transfer from Revaluation Reserve		5,248,895	(5,248,895)					
Transferred to Deferred Tax Reserve		48,493,811	4,540,009					
Balance as on Ashadh 31, 2081	18,000,000	48,493,811	4,540,009	0	23,461,661	94,495,481	101,573	94,597,054
Balance as on Shrawan 1, 2081	18,000,000	48,493,811	4,540,009	0	23,461,661	94,495,481	101,573	94,597,054
Profit for the period		(627.13)				(627)	(381)	(1,008)
Loss for the period		(817)				(817)		
Adjustment of Stock								
Restated Opening Balance	18,000,000	48,492,367	4,540,009	-	23,461,661	94,494,037	101,192	94,595,229
Profit for the period		1,725,496				1,725,496	(8,557)	1,716,939
Dividend to equity shareholder								
Bonus Share Issued								
Cash Dividend paid								
Transfer to Revaluation Reserve								
Transfer To Deferred Tax Reserve		678,850	(678,850)					
Balance as on Ashwin 30, 2081	18,000,000	50,896,714	3,861,159	0	23,461,661	96,219,533	92,636	96,312,169

Sangita Pahadee (Aryal)  
Managing Director



Nepal Doorsanchar Company Limited  
Bhadrakali Plaza, Kathmandu  
Condensed Consolidated Statement of Changes in Equity  
For the Year ended Ashwin 30, 2081 (16 October, 2024)

NPR in '000


Particulars	Company					
	Attributable to Equity holders of the company					
	Share Capital	Retained Earning	Deferred Tax Reserve	FVtOCI Reserve	Revaluation Reserve	Total
Balance as on Shrawan 1, 2080	18,000,000	42,646,474	9,788,904	-	23,509,661	93,945,038
Previous Period Adjustments		(69)				(69)
Restated Opening Balance	18,000,000	42,646,404	9,788,904	-	23,509,661	93,944,969
Profit for the period		7,832,104				7,832,104
Dividend for FY 2079-80		(7,200,000)				(7,200,000)
Transfer from Revaluation Reserve		48,000			(48,000)	-
Transferred to Deferred Tax Reserve		5,248,895	(5,248,895)			-
Balance as on Ashadh 31, 2081	18,000,000	48,575,403	4,540,009	-	23,461,661	94,577,073
Balance as on Shrawan 1, 2081	18,000,000	48,575,403	4,540,009	0.00	23,461,661	94,577,073
Previous Period Adjustment	-	-	-	-	-	0
Prior Period Income	-	-	-	-	-	0
Prior Period Expenses	-	(817)	-	-	-	(817)
Restated Opening Balance	18,000,000	48,574,586	4,540,009	-	23,461,661	94,576,256
Profit for the year	-	1,739,590	-	-	-	1,739,590
Dividend to equity shareholder	-	-	-	-	-	-
Cash Dividend paid	-	-	-	-	-	-
Transfer from Revaluation Reserve	-	678,850	(678,850)	-	-	-
Transfer To Deferred Tax Reserve	-	-	-	-	-	-
Balance as on Ashwin 30, 2081	18,000,000	50,993,027	3,861,159	0	23,461,661	96,315,846

Sangita Pahadee (Aryal)  
Managing Director



### Notes to Condensed Consolidated Financial Statements:

- 1 The above financial statements are prepared in accordance with Nepal Financial Reporting Standards (NFRS).
- 2 The figures presented above are subject to change as per the instructions, if any, of Statutory Auditors.
- 3 Group Financial Statements include Nepal Doorsanchar Company Limited (Parent Co.) and Nepal Digital Payments Company Ltd. (Subsidiary Co.).
- 4 All inter-company transactions and outstanding balances among Group Companies are excluded in Group Financial Statements.
- 5 Employee Benefit Expenses includes provision for employee calculated in line with provisions of Bonus Act/Regulations and amortisation of deferred employee benefits of subsidised loan provided as per Employee bylaws of the company.
- 6 The company consistently follows accounting policies and applies accounting estimates on consistent basis.
- 7 There has been no material change in accounting policies from the policies that have been disclosed in the last published audited financial statements.
- 8 For interim financial reporting the company makes estimates and assumption, wherever required, on the basis of past experience, budget, performance achievements and annualization of transactions. Therefore, the quarterly published interim financial reports may, on occasions, approximate the financial position and performance of the company. The adjustments, if required, are given on annual basis in the audited financial statements.
- 9 Company has implemented Defined Benefit contributory pension scheme in FY 2080-81 for employees joining after Kartik 1, 2066. The Financial impact arising from change in this rules has been as per NAS 19 " Employee Benefit"
- 10 Company has contributed NPR 9.01 billion during the period as Defined Benefit Assets (DBA) against the obligation for Employee Benefit Obligation
- 11 Reduction in tariff for domestic interconnection as per Interconnection Guidelines issued by Nepal Telecommunication Authority in previous year. Similarly expenses related to international bandwidth has also been reduced significantly.
- 12 Previous period's figures are regrouped / rearranged / restated wherever necessary for consistent presentation and comparison.
- 13 The detailed interim financial statement has been published in the website "www.ntc.net.np" of the Company.

  
**Sangita Pahadee (Aryal)**  
Managing Director