मुक्तिनाथ कृषि कम्पनी लि.

MUKTINATH KRISHI COMPANY LTD.

An Associate Company of Muktinath Bikas Bank

INTERIM FINANCIAL STATEMENT

As on 32nd Ashad 2083

For FY 2082-83

1. Corporate Information

Muktinath Krishi Company Limited ("the Company") is a public limited company established on 14th Bhadra 2075 (30 Aug 2018), under the provisions of Companies Act-2063 of Nepal, with the registration no. 197475/075/076. The registered office of the Company and the principal place of business is located at Basundhara, Kathmandu. The company has regional offices located at Kathmandu, Dhangadi, Birendranagar, Butwal, Pokhara, Chitwan, Bardibas, and Itahari.

The Company's activity involves, predominantly, business of agricultural products including production, trading and marketing of the agro products as well as supply of agricultural equipment's, agriculture related consultancy services, seeds, agricultural research and development and technology transfer.

2. Basis of Preparation

2.1. Statement of Compliance

The financial statements have been prepared and presented under the historical cost convention, on accrual basis and in accordance with Accounting Standards and Principles, issued by Accounting Standard Board (ASB) of the Institute of Chartered Accountants of Nepal.

2.2. Interim Period and Approval of Financial Statement

Interim Period:
The Company has prepared the statements based upon Nepali calendar starting from 1st Shrawan 2082 and ending on 32nd Ashad 2083.

2.3. Changes in Accounting Policies

The accounting policies adopted are consistent with those of previous financial year. There has been no change in accounting policies as compared to that of previous year which would have any significant effect on these financials.

2.4. Going Concern

The Board of Directors and company's management have made an assessment of the Company's ability to continue as a going concern and satisfied that it has the resources to continue in business for the foreseeable future. Furthermore, the Company is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern and they do not intend either to liquidate or to cease operations of it. Therefore, the Financial Statements continue to be prepared on the going concern basis.

2.5. Use of Estimates

The preparation of Financial Statements in conformity with NFRS requires management to make judgments, estimates and assumptions, in the application of accounting policies that affect the reported amounts of assets, liabilities, incomes and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Any revisions to accounting estimates are recognized prospectively in current and future periods.

2.6. Functional and Presentation Currency

The functional currency of the company is Nepalese Rupee in which the financial statements has been presented. All values are rounded to the nearest rupee except where otherwise presented.

3. Significant Accounting Policies

3.1. Revenue Recognition

Revenue from sales of goods is recognized on transfer of all significant risks and rewards of ownership to the buyer. Significant risk and rewards of ownership is transferred upon the products leaving the warehouse and/or establishment from which the products are being sold. Sales are recognized net of trade discounts, price reduction, and indirect coverage subsidy, rebates and sales taxes.
Interest income from financial assets is recognized when it is probable that economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a timely basis. Other revenues are recognized on accrual basis when the amount of revenue can be estimated reliably and benefits is estimated to flow into the Company and accounted based on NFRS 15 (Revenue with Long Term Contracts with customers).

3.2. Foreign Currency Transactions

Transactions entered into by the Company in a currency other than the currency of primary economic environment in which it operates are recorded at the rates ruling when the transactions occur. Exchange differences arising on foreign currency transactions settled during the year are recognized in the Statement of Profit or Loss. Unsettled foreign currency monetary assets and liabilities, if any are translated at the rates ruling at the Interim date.

3.3. Property, Plant and Equipment (PPE)

Recognition and measurement: Property, plant and equipment (PPE) are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset.
Depreciation: Property, plant and equipment (PPE) are depreciated over the estimated useful life, on a straight-line basis, from the day the assets are ready for intended use. Assets acquired under financial lease and leasehold improvements are amortized over the lower of estimated useful life and lease term. Depreciation on ROU assets is not accounted as the corresponding cost i.e lease rent is separately shown in schedule 20 of financials statement.
The estimated useful lives of assets for the current period of significant items of property, plant and equipment are as follows:

Category	Estimated Useful Life
Leasehold Asset	As per Agreement
Building and Structures	20 years
Plastic and Other Structures	5 years
Computer & Accessories	5 years
Vehicle (Four-Wheeler)	9 years
Vehicle (Two-Wheeler)	7 years
Furniture & Fixtures	5 years
Plant & Machineries	5 years
Office Equipment & Machineries	5 years

Category	Estimated Useful Life
Other fixed asset like flex print board, battery etc.	2 years
Software	5 years

The company adopts cost model for entire class of PPE. The company has not measured any PPE at revaluation model or at fair value. The items of PPE are measured at cost less accumulated depreciation and any accumulated impairment losses. Assets having acquisition cost less than or equal Rs. 5,000/- before VAT, have been booked as an expense in the Statement of Profit & Loss.

Disposals: On disposal of an item of property, plant and equipment, the difference between the net disposal proceeds and it's carrying amount is taken to the income statement.

3.4. Intangible Assets

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.

Acquired computer software are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. Direct expenditure, which enhances or extends the performance of computer software beyond its specifications and which can be reliably measured, is recognized as a capital improvement and added to the original cost of the software. These costs are amortized over the estimated useful life of 5 years. Costs associated with maintaining computer software are recognized as an expense as incurred.

3.5. Financial assets & financial liabilities

Trade and Other Receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost.

Inventories

Inventories are initially recognized at cost and subsequently at the lower of cost or net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and estimated cost necessary to make the sale. Full provision is made for an obsolete stock that cannot be used or is damaged or defective or cannot be sold in the market.

Taxation

Income tax expenses comprises of current tax and deferred tax charge.

Current tax is determined in accordance with Income Tax Act 2058. The income tax expense which is recognized in the Statement of Profit & Loss, except to the extent it relates to items recognized directly in Equity or Other Comprehensive Income in which case it is recognized in Equity or in Other Comprehensive Income. Current tax is the amount expected or paid to tax authorities in respect of the current year, using the tax rates and tax laws enacted or substantively enacted on the Interim date and any adjustment to tax payable in respect of prior years.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the amounts attributed to such assets and liabilities for tax purposes. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which deductible temporary difference can be utilized. Deferred tax is calculated using the tax rates expected to apply in the periods in which the assets will be realized or the liabilities settled, based on tax rates and laws enacted, or substantially enacted, by the balance sheet date. Deferred tax assets and liabilities are offset when they arise in the same tax Interim group and relate to income taxes levied by the same taxation authority, and when the group has legal right to offset.

The Company has not recognized current tax expenses but not recognized deferred tax expenses for the period.

Investment

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments. On initial recognition, all investments are measured at cost. Except investment made at Nepal Warehousing Company Limited which is taken at fair market value . The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fee and duties.

Cash and Cash Equivalents

Cash and cash equivalents are defined as cash on hand, demand deposits and short term highly liquid investments, readily convertible to known amounts of cash and subject to insignificant risk of changes in value.

Trade and other payables

Trade and other payables are initially recognized at fair value and subsequently carried at amortized cost.

3.6. Share Capital

Financial Instruments issued by the Company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset. The Company's equity shares are classified as equity instruments.

3.7. Contingencies, Provisions and Commitments

A provision is created where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

A contingent liability is disclosed when there is a possible or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure is made.

The company do not have substantial amount of contingent liabilities against its name and has not made any commitments whatsoever to affect the financial statement.

There are no significant changes in contingencies, provisions and commitments during the Interim period.

3.8. Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals of accruals of past or future cash receipts or payments. The cash flows from regular revenue generating & investing activities of the company are segregated.

3.9. Events after Interim Period

No material events exist subsequently to the reporting date of the condensed financial statements that require disclosures or adjustments in the interim financial statements.

3.10. Earnings Per Share (EPS)

Basic EPS is computed by dividing the Profit or loss attributable to the equity shareholders of the company for the period by the weighted average number of ordinary shares outstanding during the Interim period.

3.11. Related Party Disclosure

i) List of Related Party

a) Muktinath Bikas Bank Ltd. - Parent company holding 22.2% of the total share
b) Muktinath Agro Machinery Company Limited - 100% Subsidiary Company
c) Muktinath Fertilizer & Chemicals Limited - Subsidiary Company hold 51% of equity share capital
d) Muktinath Food Bank Limited - Associates company holding 18.75 % of Shares .
e) Muktinath Livestock Bank Limited - 100% Subsidiary Company
f) Muktinath Nursery Bank Limited - 100% Subsidiary Company
g) Muktinath Seed Bank Limited - 100% Subsidiary Company
h) Muktinath Trading Company Limited - 100% Subsidiary Company
i) Muktinath Herbal Bank Limited - 100% Subsidiary Company
j) Muktinath Capital Ltd. - Group Company

Key Management Personnel

a) Mr. Sitaram Kaphle (Re-elected on 2080.09.25) - Chairman
b) Mr. Bharat Raj Dhakal (Re-elected on 2083.01.02) - Managing Director
c) Mr. Tulsi Ram Dhakal (Re-elected on 2080.09.25) - Director
d) Mr. Rabindraman Shrestha (Re-elected on 2080.09.25) - Director
e) Mrs. Dr. Suprabha Ghimire (Elected on 2082.12.16) - Director
f) Mr. Sarad Chandra Shrestha(Elected on 2081.06.16) - Independent Director
g) Mr. Ramsharan Timalsina (Appointed on 2076.09.20 - Deputy Chief Executive Officer

h) Deepanjali Khakurel (Appointed on Company Secretary

ii) Transactions with Related Parties

a) Parent and Subsidiaries

Related Party	Nature of Relation	Nature of Transaction	Amount
Muktinath Bikash Bank Ltd.	Parent Company	Bank Balance	5,12,70,043
Muktinath Bikash Bank Ltd.	Parent Company	Fixed Deposit	30,27,086
Muktinath Bikash Bank Ltd.	Parent Company	Interest Income	3,06,698
Muktinath Agro Machinery Co. Ltd.	Subsidiary Company	Sales of Goods	4,67,50,929
Muktinath Agro Machinery Co. Ltd.	Subsidiary Company	Purchase of Goods	44,45,619
Muktinath Foods Bank Ltd.	Associate Company	Sale of Goods	7,75,31,640
Muktinath Seeds Bank Ltd.	Subsidiary Company	Sale of Goods	17,47,082
Muktinath ITech Ltd	Subsidiary Company	Sale of Goods	12,38,512
Muktinath ITech Ltd	Subsidiary Company	Purchase of Capital Goods	1,17,00,155
Muktinath Fertilizer & Chemical Limited	Subsidiary Company	Sale of Goods	2,07,84,000

Related Party	Nature of Relation	Nature of Transaction	Amount
Muktinath Fertilizer & Chemical Limited	Subsidiary Company	Purchase of Goods	1,28,75,878
Muktinath Herbal Limited	Subsidiary Company	Sale of Goods	2,70,000
Muktinath Nursery Bank Limited	Subsidiary Company	Sale of Goods	2,70,000
Muktinath Trading Limited	Subsidiary Company	Sales of Goods	51,75,329
Muktinath Live Stock Bank Ltd.	Subsidiary Company	Trade Debtors &Receivables/ (Payable) to Subsidiaries &Associates Cos.	2,45,91,595
Muktinath Nursery Bank Ltd.	Subsidiary Company		(1,57,24,250)
Muktinath Foods Bank Ltd.	Subsidiary Company		(23,64,40,243)
Muktinath Agro Machinery Company Ltd.	Subsidiary Company		955,06,025
Muktinath Trading Company Ltd.	Subsidiary Company		13,12,89,307
Muktinath Herbal Bank Ltd.	Subsidiary Company		28,18,919
Muktinath Fertilizer Bank Ltd.	Subsidiary Company		89,75,322
Muktinath Seeds Bank Ltd.	Subsidiary Company		1,57,18,887
Muktinath ITech Ltd	Subsidiary Company		(97,65,313)
Muktinath Climate Care Ltd	Subsidiary Company		28,45,643

b) Meeting Allowances Nrs.3,98,000/-

3.12. Comparative Figures

Previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary to confirm to the current year's presentation.

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Statement of Financial Position (Stand Alone)

As at 32 Ashad 2083 (16th July 2026)

Amount in Rs

Particulars	Notes	32 Ashad 2083	30 Chaitra 2082	As at 32nd Ashad 2082
ASSETS				
Non-Current Assets				
Property, Plant and Equipments	4	194,489,438	181,973,630	171,432,734
Biological Assets			-	115,000
Intangible Assets	5	5,566,177	6,039,546	7,279,110
Investment	7	418,504,047	225,793,979	226,616,503
Total Non-Current Assets		**618,559,662**	**413,807,155**	**405,443,347**
Current Assets				
Inventories		231,920,540	137,516,402	174,702,246
Trade Receivables	6	548,758,959	802,754,846	568,063,124
Income Tax Assets	15	11,784,677	12,575,314	7,792,336
Prepayments	8	2,037,177	1,505,664	848,845
Cash & Cash Equivalents	9	53,755,506	8,337,154	44,277,968
Deferred Tax Assets	12	26,649,737	26,649,737	26,649,738
Total Current Assets		**874,906,596**	**989,339,116**	**822,334,256**
Total Assets		**1,493,466,258**	**1,403,146,272**	**1,227,777,603**
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	10	756,000,000	756,000,000	700,000,000
Other Equity	11	26,332,965	28,342,982	107,053,101
Total Equity		**782,332,965**	**784,342,982**	**807,053,101**
Liabilities				
Non-Current Liabilities				
Deferred Tax Liabilities	12			-
Total Non-Current Liabilities			**-**	**-**
Current Liabilities				
Trade and Other Financial Liabilities	13	483,079,429	464,831,597	247,727,055
Provisions	14	6,358,131	8,486,648	6,358,131
Provsion for Income Tax		-	-	14,773,315
Short Term loan	16	221,695,734	145,485,045	151,866,000
Total Current Liabilities		**711,133,294**	**618,803,290**	**420,724,501**
Total Equity and Liabilities		**1,493,466,258**	**1,403,146,272**	**1,227,777,602**

Muktinath Krishi Company Limited

Basundhara, Kathmandu

Statement of Profit or Loss (Standalone)

As at 32 Ashad 2083 (16th July 2026)

Amount in Rs

Particulars	32nd Ashad 2083	30 Chaitra 2082	As at 32 Ashad 2082
Revenue from Operations	648,768,975	467,904,985	725,830,332
Less: Cost of Goods Sold	561,179,187	380,953,736	579,779,036
Gross Profit	**87,589,788**	**86,951,249**	**146,051,296**
Sale of an Investment	43,500,000		**81,250,000**
Other Income	17,044,556	7,164,455	14,361,992
Total Income	**148,134,344**	**94,115,703**	**241,663,287**
Operating Expenses			
Personnel Expenses	45,731,705	42,555,154	56,403,652
Other Operating Expenses	65,387,910	44,982,393	30,276,044
Financial Expenses	23,915,212	16,277,522	23,624,386
Depreciation and Amortisation Expenses	9,229,164	10,005,386	20,363,831
Total Operating Expenses	**144,263,991**	**113,820,454**	**130,667,912**
Non Operating (Income)/Expenses	58,000	58,000	(1,187,492.17)
Total Expenses	**144,321,991**	**113,878,454**	**129,480,420**
Profit before Income Tax	**3,812,353**	**(19,762,751)**	**112,182,867**
Current Tax	953,088	-	14,773,315
Deferred Tax			752,931
Total Tax Expenses	**953,088**	**-**	**15,526,246**
Profit for the Period	**2,859,265**	**(19,762,751)**	**96,656,622**
Basic Earning Per Share (EPS)	0.38	(2.61)	13.81

Muktinath Krishi Company Limited

Statement of Cash Flow

As at 32 Ashad 2083 (16th July 2026)

मुक्तिनाथ कृषि कम्पनी लि.
MUKTINATH KRISHI COMPANY LTD.
(An Associate Company of Muktinath Bikas Bank Ltd.)

Particulars	MKCL		
	32 Ashad 2083	30 Chaitra 2082	Previous Quarter Ending 32nd Ashad 2082 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Profit/(Loss) for the year	**2,859,265**	**(19,762,751)**	**112,182,867**
Adjustment for:			
Depreciation/Impairment on Property, Plant and Equipment	9,229,164	10,005,386	20,363,831
Interest on Lease			-
Lease Rent			-
Interest Income	(306,699)	(237,193)	(1,091,118)
Income from Portfolio Management Services			-
Change in Fair Value of Securities			-
Profit/Loss on Sale of Fixed Assets			
Operating Profit Before Working Capital Changes	**11,781,730**	**(9,994,559)**	**131,455,580**
Changes In Working Capital			
(Increase)/decrease in Inventories	(57,218,295)	37,185,844	60,492,320
(Increase)/decrease in Trade and Other Receivables	19,304,164	(234,691,722)	(104,838,730)
(Increase)/decrease in Other Current Assets	(5,180,673)	(5,439,797)	(1,252,806)
Increase/(decrease) in Other Financial Liabilities	235,352,374	217,104,541	47,305,997
Increase/(Decrease) in Trade and Other Payables	69,829,734	(4,252,438)	1,250,006
Increase/(decrease) in Other Liabilities			
Income Taxes Paid (Net of Refunds)	(14,773,315)	(14,773,315)	
Net Cash Flows Generated / (Used) from Operating Activities (A)	**259,095,720**	**(14,861,445)**	**134,412,366**
CASH FLOW FROM INVESTING ACTIVITIES:			
Interest Received	306,699	237,193	1,091,118
(Increase)/decrease in Investment	(191,887,544)	822,525	(124,064,503)
Income from Sale of Securities			-
Payments for purchase of Property, Plant and Equipment	(30,213,935)	(19,006,718)	(35,746,914)
Adjustment for Derecognition of Right of use assets			
Purchase/(Sale of Biological Assets)	115,000	115,000	115,000
Payments for Intangible Assets	(359,000)	(300,000)	(1,943,111)
NET CASH FLOWS FROM INVESTING ACTIVITIES (B)	**(222,038,781)**	**(18,132,000)**	**(160,548,411)**
CASH FLOW FROM FINANCING ACTIVITIES:			
Proceeds from the issue of Equity and Preference Share			-
Proceeds from Issue of Bonus Shares	56,000,000	**56,000,000**	
Adjustment/ Restatement in Retaining Earning	(24,632,032)		53,800,200
Proceeds/(Repayment) of Secured Loan			-
Interest Paid			
Dividend Paid	(58,947,368)	(58,947,368)	
CASH FLOW FROM FINANCING ACTIVITIES (C)	**(27,579,401)**	**(2,947,368)**	**53,800,200**
Total Cash Flow from Operating, Investing and Financing Activities (A+B+C)	9,477,538	(35,940,814)	27,664,156
Opening Cash and Cash Equivalents	**44,277,968**	**44,277,968**	**16,613,812**
Closing Cash and Cash Equivalents	**53,755,506**	**8,337,154**	**44,277,968**

Muktinath Krishi Company Limited
Basundhara, Kathmandu,

Consolidated Statement of Change in Equity (Standalone)
As at 32nd Ashad 2083 (16th July 2026)

Amount In Rs

A. Equity Share Capital	
Opening Balance	700,000,000
Changes in Equity Share Capital during the year	56,000,000
Balance as at 30 Poush 2082	**756,000,000**

B. Other Equity					
Particulars	**Reserves & Surplus**				**Total Other Equity**
	Share Premium	**Retained Earnings**	**Capital Reserve**	**Fair Value Reserve**	Amount in Rs
Opening Balance	-	(67,900,527)	1,257,179	(16,823,896)	(83,467,244)
Adjustment/Restatement	-	1,148,702	-	-	1,148,702
Restated Opening Balance	-	**(66,751,826)**	**1,257,179**	**(16,823,896)**	**(82,318,544)**
Profit for the year		10,472,287			10,472,287
Share Issue Expenses		(500,000)			(500,000)
Share Distrubution	9,738,810				9,738,810
Reversal of Fair Value Reserve		(8,736,590)		8,736,590	-
Change in Fair Value				2,004,752	2,004,752
As at 31 Ashad 2080	**9,738,810**	**(65,516,129)**	**1,257,179**	**(6,082,554)**	**(60,602,694)**
Adjustment/Restatement		(9,000)			(9,000)
Restated Opening Balance	**9,738,810**	**(65,525,129)**	**1,257,179**	**(6,082,554)**	**(60,611,694)**
Profit for the year		21,735,897			21,735,897
Share Issue Expenses		(4,527,923)			(4,527,923)
Share Distrubution					-
Reversal of Fair Value Reserve		(6,082,554)		6,082,554	-
Change in Fair Value					-
					-
As at 31 Ashad 2081	**9,738,810**	**(54,399,708)**	**1,257,179**	**0**	**(43,403,720)**
Adjustment/Restatement		9000			**9,000**
Restated Opening Balance	**9,738,810**	**(54,390,708)**	**1,257,179**	**0**	**(43,394,720)**
Profit for the year		96,656,622			**96,656,622**
Share Issue Expenses					**-**
Share Distrubution					**-**
Reversal of Fair Value Reserve		6,082,554		(6,082,554)	**-**
Change in Fair Value				53,791,200	**53,791,200**
As at 32 Ashad 2082	**9,738,810**	**48,348,467**	**1,257,179**	**47,708,646**	**107,053,101**
Adjustment/Restatement (Prior Period Items)	-	(24,632,032)	-	-	(24,632,032)
Restated Opening Balance	9,738,810	23,716,435	1,257,179	47,708,646	82,421,069
Profit for the year		2,859,265			2,859,265
Bonus Share Issued	(9,738,810)	(47,951,379)	(1,257,179)		(58,947,368)
As at 32 Ashad 2083	**-**	**(21,375,680)**	**-**	**47,708,646**	**26,332,965**

Muktinath Krishi Company Limited
Basundhara, Kathmandu

Notes to Stand Alone Financial Statements
As at 32 Ashad 2083 (16th July 2026)

4. Property, Plant and Equipment and Capital Work-in-Progress (Stand Alone)

Amount in Rs

Particulars	Lease Hold Assets	Building & Structures	Computer & Accessories	Plant & Machineries	Furniture & Fixtures	Vehicles	Office Equipments & Others	Other Fixed Assets	Under Construction Assets	Right of use Assets	Total
Cost											
As on 1st Shrawan	15,830,494	4,091,660	2,856,046	100,000	1,898,840	7,722,298	3,358,364	258,195	-	25,973,412	**62,089,310**
Additions during the year	3,869,818	220,096	942,695	-	1,490,570	2,254,035	2,351,991	-	43,298,538	25,035,582.14	**79,463,326**
Acquisition	3,869,818	220,096	942,695	-	1,490,570	2,254,035	2,351,991	-	43,298,538	-	54,427,744
Capitalizations										25,035,582	25,035,582
Adjustments	200,000		118,425				(318,425)			(13,568,887)	(13,568,887)
Disposal during the year	-	(1,715,857)	-	-	-	-	(18,318)	(3,220)	(21,581,000)		(23,318,395)
Balance at 31 Ashad 2080	**19,900,313**	**2,595,899**	**3,917,167**	**100,000**	**3,389,410**	**9,976,333**	**5,373,612**	**254,975**	**21,717,538**	**37,440,107**	**104,665,354**
Additions during the year	**5,691,637**	**1,347,919**	**1,611,515**	**221,859**	**817,460**	**9,451,770**	**1,779,880**	**479,405**	**16,018,745**	**57,076,081**	**94,496,272**
Acquisition	5,691,637	1,347,919	1,611,515	221,859	817,460	9,451,770	1,779,880	479,405	16,018,745	57,076,081	94,496,272
Capitalizations											
Adjustments											-
Disposal during the year	-	-	-	-	-	-	-	-	-		-
Balance at 31 Ashad, 2081	**25,591,950**	**3,943,818**	**5,528,682**	**321,859**	**4,206,870**	**19,428,103**	**7,153,492**	**734,380**	**37,736,283**	**94,516,188**	**199,161,626**
Additions during the year	**1,863,222**	**-**	**634,718**	**246,298**	**21,239**	**5,029,858**	**189,013**	**-**	**5,688,144**	**22,074,420**	35,746,913
Acquisition	**1,863,222**	**-**	**634,718**	**246,298**	**21,239**	**5,029,858**	**189,013**		**5,688,144**	**12,655,432**	26,327,925
Capitalizations											-
Adjustments										**9,418,988**	9,418,988
Disposal during the year											-
Balance at 31st Ashad 2082	**27,455,172**	**3,943,818**	**6,163,401**	**568,157**	**4,228,109**	**24,457,962**	**7,342,505**	**734,380**	**43,424,427**	**116,590,609**	**234,908,539**
Additions during the year	**5,499,631**	**-**	**11,012,544**	**-**	**38,609**	**13,326,992**	**200,059**	**136,101**	**-**	**-**	**30,213,935**
Acquisition	**5,499,631**		**11,012,544**		**38,609**	**13,326,992**	**200,059**	**136,101**			30,213,935
Capitalizations	**-**								**-**		-
Adjustments											
Disposal during the year											
Balance at 32nd Ashad 2083	**32,954,803**	**3,943,818**	**17,175,945**	**568,157**	**4,266,718**	**37,784,954**	**7,542,564**	**870,481**	**43,424,427**	**116,590,609**	265,122,474
Depreciation and Impairment Losses											
As on 1st Shrawan	**1,383,977**	**1,712,892**	**670,566**	**49,432**	**645,352**	**2,834,176**	**1,118,682**	**230,778**	**-**	**2,597,341**	**11,243,197**
Charge for the year	3,297,275	623,835	713,382	20,000	411,618	1,217,279	735,918	26,768	-	6,002,994	**13,049,069**
Previous Year	3,206,099	475,161	594,894	20,000	379,768	1,103,185	604,324	26,768	-		6,410,200
Addition	91,176	148,674	118,487	-	31,850	114,093	131,594	-	-	6,002,994	6,638,869
Adjustments	141,930		136,777				(278,707)				-
Disposals	-	(661,114)	-	-	-	-	(4,876)	(2,572)			(668,562)
Balance at 31 Ashad 2080	**4,823,183**	**1,675,613**	**1,520,724**	**69,432**	**1,056,971**	**4,051,455**	**1,571,016**	**254,975**	**-**	**8,600,335**	**23,623,704**
Charge for the year	**4,183,122**	**143,152**	**1,032,473**	**45,454**	**748,858**	**2,144,479**	**1,253,335**	**228,679**	**-**	**10,801,055**	**20,580,607**
Previous Year	3,980,062.50	129,794.95	783,433.35	20,000	677,882.02	1,425,190.46	1,074,722.43	127,487.50	-		8,218,573
Addition	203,059.27	13,357.35	249,039.40	25,454.35	70,976.31	719,288.95	178,612.27	101,191.22	-	10,801,054.74	12,362,034
Adjustments	-	-	-	-	-		-	-	-		-
Disposals	-	-	-	-	-	-	-	-	-	-	-
Balance at 31 Ashad, 2081	**9,006,304**	**1,818,765**	**2,553,197**	**114,886**	**1,805,829**	**6,195,934**	**2,824,351**	**483,653**	**-**	**19,401,390**	**44,204,311**
Charge for the year	1,798,355.21	197,190.89	1,149,698.14	27,749.25	601,609.89	2,568,431.19	1,046,109.73	250,726.28	-	11,631,624	19,271,495
Previous Year	**1,706,130**	**197,191**	**1,105,736**	**21,457**	**600,981**	**2,158,678**	**1,021,927**	**250,726**	**-**	**10,301,423**	17,364,251
Addition	**92,225**	**-**	**43,962**	**6,292**	**628**	**409,753**	**24,182**	**-**		**1,330,201**	1,907,243
Adjustments											
Disposals											
Balance at 32 Ashad, 2082	**10,804,660**	**2,015,956**	**3,702,895**	**142,636**	**2,407,439**	**8,764,366**	**3,870,461**	**734,380**	**-**	**31,033,014**	**63,475,805**
Charge for the year	**1,504,440**	**147,893**	**1,423,693**	**28,408**	**455,059**	**2,780,580**	**812,827**	**4,332**	**-**	**-**	**7,157,231**
Previous Year	**1,372,759**	**147,893**	**924,510**	**28,408**	**453,012**	**2,038,163**	**786,697**	**-**			5,751,442
Addition	**131,682**	**-**	**499,183**		**2,047**	**742,417**	**26,130**	**4,332**			1,405,789
Adjustments											
Disposals											
Balance at 32 nd Ashad, 2083	**12,309,100**	**2,163,849**	**5,126,588**	**171,043**	**2,862,498**	**11,544,946**	**4,683,287**	**738,711**	**-**	**31,033,014**	70,633,036
Net book value											
As on Ashad end 2079	**14,446,517**	**2,378,768**	**2,185,481**	**50,568**	**1,253,488**	**4,888,122**	**2,239,682**	**27,417**	**-**	**23,376,071**	**50,846,113**
As on Ashad end 2080	**15,077,130**	**920,286**	**2,396,443**	**30,568**	**2,332,440**	**5,924,878**	**3,802,596**	**0**	**21,717,538**	**28,839,772**	**81,041,650**
As on Ashad end 2081	**16,585,645**	**2,125,053**	**2,975,485**	**206,973**	**2,401,041**	**13,232,169**	**4,329,141**	**250,726**	**37,736,283**	**75,114,798**	**154,957,315**
As on Ashad end 2082	**16,650,512**	**1,927,862**	**2,460,506**	**425,522**	**1,820,670**	**15,693,596**	**3,472,044**	**-**	**43,424,427**	**85,557,595**	**171,432,734**
As on Ashad end 2083	**20,645,703**	**1,779,969**	**12,049,357**	**397,114**	**1,404,220**	**26,240,008**	**2,859,277**	**131,769**	**43,424,427**	**85,557,595**	**194,489,438**

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Notes to Stand Alone Financial Statements

As at 32nd Ashad 2083 (16th July 2026)

5. Intangible Assets

Amount in Rs

Particulars	Group Balance			Standalone			
	Computer Software & Others	Under Development	Total Group	Computer Software & Others	Devlopment Cost and Chemical Formulas	Under Development	Total Intangible Assets
Balance at 31 Ashad, 2081				**5,415,168**		**2,424,658**	**7,839,827**
Additions /Acquisitions				**332,879**	**1,610,231**	**-**	**1,943,111**
Disposals							
Balance at 32 Ashad, 2082				**5,748,048**	**1,610,231**	**2,424,658**	**9,782,938**
Additions /Acquisitions				**359,000**		**-**	**359,000**
Disposals							
Balance at 30 Poush, 2082	-	-	-	6,107,048	1,610,231	2,424,658	**10,141,938**
Amortisation and Impairment Losses							
Impairment losses							**-**
Balance at 31 Ashad, 2081				**1,411,492**		**-**	**1,411,492**
Charge for the year				**1,092,336**			**1,092,336**
Impairment losses							
Balance at 32 Ashad, 2082				**2,503,828**	**-**	**-**	**2,503,828**
Charge for the year	**-**			**1,264,955**	**322,046**	**484,932**	**2,071,933**
Impairment losses							
Balance at 32nd Ashad, 2083	-	-	-	3,768,783	322,046	484,932	**4,575,760**
Net book value							
As on Ashad end 2081				**4,003,677**	**-**	**2,424,658**	**6,428,335**
As on Ashad end 2082				**3,244,220**	**1,610,231**	**2,424,658**	**7,279,110**
As on Ashad end 2083				2,338,265.19	1,288,185.16	1,939,726.66	5,566,177

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Notes to Stand Alone Financial Statements

As at 32nd Ashad 2083 (16 July 2026)

6. Trade and Other Receivables	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Trade Debtors	425,004,280	667,232,594	459,412,424
Advance to Suppliers	-	-	-
VAT Receivable	1,054,773	-	3,251,062
LC/TT Margin	8,659,929	15,894,279	4,344,123
Bank Guarntee Margin	250,000		
Seed Trial & Registration Advance	3,454,735	3,454,735	3,260,000
Input/ Seed Production Advance	-	-	114,660
Staff Advances	734,485	633,457	573,004
Rent Deposit	290,000	290,000	290,000
Project Advances	-	-	15,642,780
Bid Deposit	10,870,291	14,380,632	54,361,544
Other Receivables	44,239,140	22,190,947	-
Receivable from Subsidiaries	54,201,326	78,678,203	26,813,527
Total	**548,758,959**	**802,754,846**	**568,063,124**

Trade and Other Receivables are non-interest bearing receivables.

7. Investment	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Long Term Investment			
Investment in Subsidiaries	265,001,200	72,000,000.00	72,000,000
Investments in Associates	75,000,000	75,000,000.00	75,000,000
Nepal Warehousing Company Ltd	73,791,200	73,791,200.00	73,791,200
Fixed Deposit at MNBBL	4,711,647	5,002,778.60	5,825,303
Total	**418,504,047**	**225,793,979**	**226,616,503**

8. Prepayments	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Prepaid Expenses	1,843,908	1,317,838.17	661,019
Prepaid Insurance	193,269	187,825.65	187,826
Total	**2,037,177**	**1,505,664**	**848,845**

9. Cash & Cash Equivalents (CCE)	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
a. Cash on hand	212,565	471,909.84	373,357
b. Balances with Banks and Financial Institution			
Call & Current Accounts	53,542,940	7,865,243.76	43,904,611
Term deposits carried at amortised cost	-	-	
Total	**53,755,506**	**8,337,154**	**44,277,968**

Cash and Cash Equivalents includes cash balance in hand, demand deposits with bank, other short term highly liquid investments with original maturity of three months or less.

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As at 32 Ashad 2083 (16th July 2026)

10. Share Capital	Stand Alone		
	32nd Ashad 2083	30th Chaitra 2082	Previous Quarter Ending 32nd Ashad 2082
Authorized Share Capital : (1,50,00,000 Equity Shares of Rs 100 each)	1,500,000,000	1,500,000,000	1,000,000,000
Issued Share Capital : FY 2080/81 (100,00,000 Equity Shares of Rs 100 each); FY 2079/80 (70,00,000 Equity Shares of Rs 100 each)	1,000,000,000	1,000,000,000	1,000,000,000
Paid-up Share Capital FY 2080/81 (70,00,000 Equity Shares of Rs 100 each paid up); FY 2079/80 (56,00,000 Equity Shares of Rs 100 each paid up)	756,000,000	756,000,000	700,000,000

Out of the total Issued Shares, 56,00,000 equity shares are offered to promotors & balance 14,00,000 equity shares were allocated to the general public during the year.
Bonus Share Issued @8 % During FY 2082-083
The shareholding pattern on the company is as follows.

Shareholder Category	No. of Share	% of holding
Muktinath Bikas Bank Ltd	1,679,940	22.22%
Bharat Raj Dhakal	159,840	2.11%
Tulsi Ram Dhakal	151,434	2.00%
Narayan Kumar Shrestha	116,794	1.54%
Sitaram Kaphle	84,478	1.12%
Others Shareholders (Holding less than 1% of total s	5,367,514	71.00%
Total	**7,560,000**	**100.00%**

11. Other Equity	Stand Alone		
	32nd Ashad 2083	30 Chaitra 2082	Previous Quarter Ending 32nd Ashad 2082
Retained Earnings	(21,375,680)	(19,365,664)	48,348,467
Share Premium	-		9,738,810
Capital Reserve	-		1,257,179
Fair Value Reserve	47,708,646	47,708,646	47,708,646
Total	**26,332,966**	**28,342,983**	**107,053,102**

Muktinath Krishi Company Limited

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Notes to Consolidated Financial Statements

As at 32nd Ashad 2083 (16 July 2026)

12. Deferred Tax Assets/ Liabilities	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Deferred Tax Assets/(liabilities)	26,649,737	26,649,737	26,649,738
Total		**26,649,737**	**26,649,738**

13. Trade and Other Financial Liabilities	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Trade Creditors	42,394,213	80,445,354	4,241,566
Other Creditors	-	-	-
Advance Received from Party	-	-	479,124
Staff Payable	4,738,969	4,806,209	392,749
TDS Payable	8,295,440	7,110,501	4,175,282
Dividend Distribution Tax Payable	-	-	
VAT Payable	-	1,767,214	-
Audit Fee Payable	-	-	197,000
Other Payables	441,944	6,946,578	9,496,515
Rent Payable	-	-	-
Lease Liability	99,226,781	99,226,781	99,226,781
Payable to Subsidiaries	17,282,206	25,008,110	22,557,160
Interest Payable	-	1,219,168	
Payable to Associates	240,719,776	238,301,681	106,960,879
Share Application Money Received (MFCL)	69,980,100		
Total	**483,079,429**	**464,831,597**	**247,727,055**

14. Provisions	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Provision for Gratuity	3,354,304	3,354,304	3,354,304
Provision for Leave Enchasment	2,016,431	2,016,431	2,016,431
Staff Welfare Cost Payable	987,396	987,396	987,396
Provision for Bad and Doubtful Debpt	-	2,128,517	
Total	**6,358,131**	**8,486,648**	**6,358,131**

15. Income Taxes

15.1 Income Tax Assets	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Advance Income Tax	7,958,522	2,436,780	1,518,036
TDS Recievable	4,779,242	10,138,533	6,274,300
Less: Provision for current tax FY 2082-083	(953,088)		-
Income Tax Assets/ (Liabilities)	**11,784,677**	**12,575,314**	**7,792,336**

15.2. Income tax recognised in Statement of Profit and Loss	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Income Tax Expenses			
Current year			14,773,315
Adjustments for prior years			-
Total (A)			14,773,315
Deferred tax:			
Origination and reversal of temporary differences			-
Recognition of previously unrecognised tax losses			-
Total (B)			-
Income tax expense recognised in the Statement of P & L (A+B)		-	**14,773,315**

16. Short Term Loan	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Demand Loan	49,998,000	49,998,000	49,998,000
Trust Receipt Loan	171,697,734	95,487,045	101,868,000
Other Short Term Loan	-	-	
Total	**221,695,734**	**145,485,045**	**151,866,000**

Muktinath Krishi Company Limited

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Notes to Financial Statements

As at 32nd Ashad 2083 (16th July 2026)

16. Revenue from Operations	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	30 Poush 2082
Sales	648,768,975	467,904,985	290,893,257
Exempt Sales	-	-	-
Sales to CASA Project	-	-	-
Less: Sales Return	-	-	-
Total	**648,768,975**	**467,904,985**	**290,893,257**

17. Other income	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	30 Poush 2082
Interest Income on Bank Deposits	306,699	237,193	170,646
Miscellaneous Income	-	-	-
Other Income	16,737,857	6,927,261	6,921,425
Total	**17,044,556**	**7,164,455**	**7,092,072**

18. Cost of Goods Sold	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	30 Poush 2082
Opening Stock	174,702,246	174,702,246	174,702,246
Cost of Purchase	592,413,197	332,409,531	196,120,843
Direct Expenses:			
Loading / Unloading Cost	1,322,679	1,297,362	358,750
Direct Wages	4,217,810	618,762	473,563
Transportation Expenses	11,736,091	6,731,330	4,091,607
Packing Material Cost	796,862	209,850	17,785
Other Direct Expenses	7,910,843	2,501,058	3,874,211
Total Direct Expenses	**25,984,285**	**11,358,362**	**8,815,915**
Less: Closing Stock	(231,920,540)	(137,516,402)	(145,511,274)
Total Cost of Goods Sold	**561,179,187**	**380,953,736**	**234,127,730**

Costs of purchase include the purchase price, import and tax-related duties, transport costs, insurance during transportation, handling costs, and other costs that are directly attributable to the acquisition of goods, materials, and services and to make the goods and services ready to sale.

19. Employee Benefits Expense	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	30 Poush 2082
Salaries & Wages	42,892,078	41,361,220	22,706,270
Intern Expenses	2,132,727	810,632	668,318
Leave Expenses	95,910	36,950	1,250
Gratuity Expenses	60,495	-	-
Staff Welfare Costs	550,495	346,352	251,762
Total	**45,731,705**	**42,555,154**	**23,627,600**

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Notes to Financial Statements

As at 32 Ashad 2083 (16th July 2026)

20. Other Operating Expenses	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32nd Ashad 2082
Branding, Promotion & Market Extension	2,277,531	1,838,657	2,718,032
Rent Expenses	11,614,519	5,981,552	49,781
AGM Expenses	195,724	11,700	253,250
Internal Audit Expenses	24,867	20,000	80,000
Professional Consultancy Fees	2,763,828	3,049,434	527,644
Training & Demonstration Expenses	38,594	72,900	125,480
Meeting Allowance	398,000	-	434,000
Bank Charges	2,080,871	1,542,394	1,710,693
Annual Maintenance charges	1,317,855	909,767	1,397,573
Meeting Expenses	785,498	686,172	438,884
Communication Expenses	1,512,363	1,282,451	1,977,312
Insurance Charges	1,231,448	1,705	2,189,019
Lodging and Fooding Expenses	1,483,161	2,460,965	3,225,743
Power & Fuel	3,691,477	1,569,721	2,724,658
Water, Electricity and Office Utilities	1,241,221	634,381	1,076,605
Printing, Stationery and Small Accessories	773,926	453,027	1,002,653
Registration and Renewal	3,734,694	2,598,878	950,945
Research and Development Expenses	1,833,824	1,047,567	-
Bid Application Charges	183,615	130,390	307,200
Selling and Distribution Expense	-		-
Security Expenses	453,274	336,770	276,653
Scheme Expenses	546,059	311,765	-
Travelling Expenses	1,900,463	4,051,558	2,657,325
Fines & Penalties	1,248,531	1,244,165	141,567
Repair and Maintenance	3,669,940	925,514	1,356,108
Vehicle Expenses	42,587	35,287	112,557
Other Office Expenses	1,128,437	691,340	3,035,513
Project Expenses	5,942,519	1,881,036	1,306,851
Legal Expenses	81,700	81,700	
Discount Allowed	6,116,836	2,726,699	
Hospitality & Guest Expenses	228,268	210,123	
Donation Expenses	5,700	5,700	
Selling and Distribution Expense	6,708,578	6,060,560	
Provision for Bad & Doubtful Debpt	-	2,128,517	
General Expenses	-		
Share Issue Expenses	132,000		
Prior Period Expenses	-		
Total	**65,387,910**	**44,982,393**	**30,276,044**

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Notes to Consolidated Financial Statements
As at 32 Ashad 2083 (16th July 2026)

21. Financial Expenses	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32 Ashad 2082
Interest Expenses	13,279,827.27	8,484,430	15,297,986
Interest Expenses on Leases	-		8,326,399
Foreign Exchange (Gain)/Loss	2,712,749.66	2,712,440	
Interest Expenses Unsecured Loan	7,922,634.69	5,080,651	
Total	**23,915,212**	**16,277,522**	**23,624,386**

22. Non Operating (Income)/Expenses	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32 Ashad 2082
Foreign Exchange (Gain)/Loss			(1,228,492)
(Profit)/Loss on Sale of Biological Assets	58,000.00	58,000	41,000
Write Off Expenses			
(Profit)/Loss on Sale of Securities			-
Total	**58,000**	**58,000**	**(1,187,492)**

23. Earnings per share	Stand Alone		
	32 Ashad 2083	30 Chaitra 2082	32 Ashad 2082
Profit for the year	2,859,265	(19,762,751)	96,656,622
Weighted average number of equity shares	7,560,000	7,560,000	7,000,000
Basic /diluted earnings per share (Annualized)	0.38	(2.61)	13.81

Basic EPS is computed by dividing the Profit or loss attributable to the equity shareholders of the company for the period by the weighted average number of ordinary shares outstanding during the reporting period.

24. Events after Reporting Period

There is no such events after reporting period.

25. Related party disclosure

Parties Exercising Control over the Company
Muktinath Bikas Bank Ltd.

Parties where the Company holds the Control
a) Muktinath Agro Machinary Company Limited
b) Muktinath Fertilizer & Chemicals Limited
c) Muktinath Food Bank Limited
d) Muktinath Livestock Bank Limited
e) Muktinath Nursery Bank Limited
f) Muktinath Seed Bank Limited
g) Muktinath Trading Company Limited
h) Muktinath Herbal Bank Limited