

## **ONE STEP FURTHER TOWARDS EXCELLENCE...**

BPC has been awarded “Merit Award” in Manufacturing Sector by South Asian Federation of Accountants (SAFA) for presentation of Accounts and Annual Reporting at a ceremony organized on 5th November 2009 at Bangabandhu International Conference Hall, Dhaka, Bangladesh.

SAFA as a forum of professional accountancy bodies is committed to positioning, maintaining and developing the accountancy profession in SAARC Region and ensuring its continued eminence in the world of accountancy; in the public interest and towards broad economic development of the region.

The Awards under different categories are conferred on the basis of evaluation administered by SAFA's Committee for Improvement in Transparency, Accountability & Governance, of the published annual reports of entries from South Asian Countries.

## **17TH AGM CONVENED**

The 17th Annual General Meeting (AGM) of shareholders was convened on January 8, 2010 under the chairmanship of Mr. Padma Jyoti, the Chairman of the Board of Directors, at Head Office, Baneshwor, Kathmandu.

The shareholders actively participated in discussion.

The AGM approved the Board of Directors Report; Financial Statement for F.Y. 2065/66 and 20% cash dividend to the shareholders from the net profit of F.Y. 2065/66.

Special resolutions to issue 10% dividend and right shares in a ratio of 3:2, and to amend the Memorandum of Association and Articles of Association of the company with the increase of authorized capital to Rs. 8 Billion and paid-up capital to Rs. 1.69 Billion.

Mr. Nimal Pradhan has been elected as Director representing public shareholders for four years.

## **FOUNDATION STONE LAID FOR BPC GREEN BUILDING**

On an auspicious day of 8 February 2010, Chairman of BPC Mr. Padma Jyoti laid the foundation stone for the Company's New Building in its complex, Buddhanagar, Kathmandu. The proposed BPC new building is going to be the first building in Nepal to be accredited with prestigious LEED (Leadership in Energy and Environmental Design) certification by US Green Building Council based at Washington.

The design works of the proposed BPC building is based on latest international green building construction technologies. In the meantime, a great deal of attention has been taken to achieve the climate responsive design. The New Building has also adopted the Vaastu Shastra Principles as far as possible.

### ***Building Information***

The building consists of 9 floors with 2 basements area for vehicles parking. Architectural and Engineering (A/E) design has been carried out by a Nepali A/E Consultant. The contract for construction work has been signed with a Nepali Contractor and the construction work is already started. The construction project is envisaged to be completed within 2 years.

### ***Green Building Components***

Following green building design components have been incorporated in the Project:

1. **Use of on-site renewable energy such as:**

Solar Energy, Earth Air Tunnel and Wind Turbine.

2. **Use of world class energy efficient practices such as:**

Double Glazed Windows, Heat Insulation, Energy Efficient Appliances, Building Management System (BMS), Orientation and Opening of Building.

3. **Efficient and Effective use of Materials and Resources such as:**

Storage and collection of recyclables, Reuse of building materials, Less use of wood, Reduction in usage of potable water, 100% recycling of waste water, Water efficient landscaping, Rainwater harvesting, Underground water charging, Landscape to reduce heat island effect, Non-use of Volatile Organic Compounds (VOC), Indoor Air Quality (IAQ), Earthquake resistance building.

## **BPC JV AND GON INKS PROJECT DEVELOPMENT AGREEMENT FOR DEVELOPMENT OF KABELI-A PROJECT**

Kabeli Energy Limited, a SPV established by BPC JV signed Project Development Agreement with Government of Nepal on January 31, 2010 for development of Kabeli-A project under BOOT basis.

The partners in the SPV are Sangri-la Energy Limited (Nepal), SCP Hydro International (Canada), Asia Pacific Power Tech Limited (China) and Khudi Hydropower Limited.

The PDA was signed at a function held at the Ministry of Energy in presence of Honorable Minister of Energy, Secretary Ministry of Energy, BPC Chairman and Kabeli Energy Chairman.

To celebrate the event BPC had hosted a dinner at Hotel Yak & Yeti on February 2nd 2010 where distinguished guests like Minister for Energy Prakash Sharan Mahat and Chairman of Constituent Assembly Subash Chandra Nembang were also present in the program.

### ***About the Project***

The project is located in Panchthar and Taplejung districts in the Eastern Region. Kabeli - A with capacity of 30 MW is a run off river project with daily pondage. The estimated total annual energy production is 164 GWh. The project is estimated to cost 56 Million USD (about 4 Billion NRs.). The project is expected to take four years for construction and is will start commercial production in 2014/15. Prior to start of construction the EIA shall be updated as per World Bank standards.

### *Project Financing*

Kabeli - A is the first project of its kind in Nepal that has access to Power Development Fund (soft loan arrangement by the World Bank). The World Bank through Power Development Fund (PDF) will provide 40% loan, local banks will fund 40% and 20% will be equity investment by promoters.

For further detail please visit the website [www.bpc.com.np](http://www.bpc.com.np) on the news column under press release section.

### **STAFF HEALTH PROFILE**

BPC had organized a health check up program for its entire 316 staff. The primary objective of the task is to assure that the human resource of the company is sound in terms of health and is less affected to health hazards exposed during the course of their work and also to analyze the health condition in a yearly basis. Corporate Affairs had taken the initiation to compile a base line data of the entire staff of the company in facilitation with ANPC Community Hospital, Bhaktapur. The technical team of 8 comprising of general physician, ENT, Eye Specialist, three nurses and two technicians visited all sites including Head Office from 1st to 14th of Falgun 2066. This profile will also help in getting certified in Occupational Health and Safety Assessment Series (OHSAS) 18001: 2007 which is in the plan of BPC.

### **FINANCIAL HIGHLIGHTS**

BPC has earned Rs. 203.792 million net profits up to the second quarter of FY 2066/67, ended 30th Poush 2066.

The engineering business transaction of the Company is not included as per the decision to conduct the engineering business through the subsidiary company named Hydro Consult Pvt. Ltd. with effective from 1st of Shrawan 2066. Therefore the profit of the reported period has reduced to some extent as compared to the corresponding period of the last fiscal year.

The Ratio summary of the Company is given below.

<b>Particulars</b>	<b>This Quarter Ending</b>	<b>Corresponding Previous Year Quarter Ending</b>
Earnings Per Share (EPS)	24.29	27.52
Book Value Per Share	231.16	195.89
Price Per Earning (P/E) Ratio	36.52	38.84
Current Ratio	2.17	1.97
Total Assets Value Per Share	276.51	247.04
Net Worth Per Share	231.16	195.89
Market Price Per Share	887	1,069
Return on Assets (ROA)	8.78%	11.14%
Return on Equity (ROE)	10.51%	14.05%

Share Market Information of the Company during the Q2 of FY 2066/66 is given below.

High Price	975
Low Price	870
Closing Price	887
No. of Transaction Days	15
Total Transactions	44
Volume of Share Transacted	8,730
Turnover (Amount of Trading)	8,236,606

### **DISTRIBUTION OF THE BONUS SHARE & RIGHT ISSUE**

BPC is in process to distribute Bonus Share 10% (ratio of 10:1) and Right Share 66.67% (ratio of 3:2). Administrative and regulatory works has been carrying out for the soon distribution of bonus share and right issue after the bonus shares.