

# Shreenagar Agritech Industries Ltd.

Registered Office: Sudhodhan-4, Rupandehi Nepal

Corporate Address: Thirbam Sadak, Tangal, Kathmandu-2, Nepal

Tel: +977-1-4512406, 4512216, E-mail: info@safnepal.com Website: www.safnepal.com

## Unaudited Financial Results (Quarterly)

2<sup>nd</sup> Quarter of financial Year 2082/83

### Statement of Standalone Financial Position

30<sup>th</sup> Poush, 2082(14<sup>th</sup> January, 2026)

All amounts are in NPR, unless otherwise stated

Particulars	Poush End 2082	Poush End 2081
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	1,216,805,719	1,066,372,556
Capital WIP	1,902,782	225,835,961
Intangible assets	-	-
<b>Financial assets</b>		
Investments in Subsidiaries	150,000,000	5,600,000
Equity investment at FVTOCI	184,400,000	50,000,000
Other financial assets	1,337,603	2,085,560
<b>Total Non Current Assets</b>	<b>1,554,446,104</b>	<b>1,349,894,077</b>
<b>Current Assets</b>		
Inventories	549,746,512	400,690,511
<b>Financial assets</b>		
Trade and other receivable	637,641,068	689,568,215
Cash and cash equivalents	17,319,833	95,301,353
<b>Other current assets</b>		
Prepaid Expenses & Advances	149,234,405	117,844,376
Current Tax Assets	3,297,524	12,720,559
Assets classified as held for sale	-	-
<b>Total Current Assets</b>	<b>1,357,239,341</b>	<b>1,316,125,014</b>
<b>Total Assets</b>	<b>2,911,685,446</b>	<b>2,666,019,091</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share Capital	1,631,250,000	1,305,000,000
Reserve and surplus	173,412,128	10,948,268
Share application money	-	-
<b>Total Equity</b>	<b>1,804,662,128</b>	<b>1,315,948,268</b>
<b>Non Current Liabilities</b>		
<b>Financial liabilities</b>		
Long term loan	723,345,000	847,745,000
<b>Deferred Tax Liabilities</b>	<b>13,616,395</b>	<b>12,167,526</b>
<b>Other Non Current Liabilities</b>	<b>-</b>	<b>-</b>
<b>Total Non Current Liabilities</b>	<b>736,961,395</b>	<b>859,912,526</b>
<b>Current Liabilities</b>		
<b>Financial liabilities</b>		
Short term loan	148,240,456	294,145,932
Other financial Liabilities	13,993,424	11,370,302
Trade and other Liabilities	207,660,794	184,473,063
<b>Short Term Provisions</b>	<b>167,250</b>	<b>169,000</b>
<b>Total Current Liabilities</b>	<b>370,061,923</b>	<b>490,158,297</b>
<b>Total Equity &amp; Liabilities</b>	<b>2,911,685,446</b>	<b>2,666,019,091</b>

### Statement of Standalone Profit or Loss and other Comprehensive Income

For the Year From 1<sup>st</sup> Shrawan, 2082 to 30<sup>th</sup> Poush, 2082 (17<sup>th</sup> July, 2025 to 14<sup>th</sup> January, 2026)

All amounts are in NPR, unless otherwise stated

Particulars	Poush End 2082	Poush End 2081
Revenue	878,621,946	548,190,573
Cost of sales	763,919,497	452,783,310
<b>Gross profit / (loss)</b>	<b>114,702,449</b>	<b>95,407,263</b>
Other income	3,783,981	4,149,697
Administrative expenses	29,871,319	27,362,661
Employee expense	27,942,337	27,442,614
Depreciation	11,934,637	8,539,935
Amortization	-	-
<b>Operating profit / (loss)</b>	<b>48,738,137</b>	<b>36,211,750</b>
Finance Income	-	-
Finance costs	32,891,872	29,664,422
<b>Profit / (loss) before staff bonus</b>	<b>15,846,265</b>	<b>6,547,327</b>
Staff bonus	-	-
<b>Profit / (loss) before tax</b>	<b>15,846,265</b>	<b>6,547,327</b>
Income tax expenses of current year	-	-
Income tax expenses of previous years	190,167	-
Deferred tax-expenses (Income)	-	1,481,577
<b>Net profit / (loss) for the year</b>	<b>15,656,098</b>	<b>5,065,750</b>
<b>Other comprehensive income</b>		
a) Items that will not be reclassified to Profit or loss	-	-
b) Items that may be reclassified to Profit or loss	-	-
<b>Other comprehensive income / (loss) for the year</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income</b>	<b>15,656,098</b>	<b>5,065,750</b>
<b>Profit for the Year attributable to :</b>		
Owner of the Company	15,656,098	5,065,750
<b>Total Comprehensive Income attributable to :</b>		
Owner of the Company	-	-
<b>Total comprehensive income</b>	<b>15,656,098</b>	<b>5,065,750</b>
<b>Earning per Equity share</b>		
<b>Basic (NPR.)</b>	<b>1.03</b>	<b>0.39</b>
<b>Diluted (NPR.)</b>	<b>1.03</b>	<b>0.39</b>

### Disclosure Pursuant to Securities Registration and Issue Regulation, 2073 (Rule 26(1), Annexure 14)

2<sup>nd</sup> Quarter of Financial Year 2082/83

#### Major Ratios

S. No.	Ratios	Poush End 2082	Poush End 2081
1	EPS	1.03	0.39
2	ROE	0.87	0.38
3	ROI	0.62	0.23
4	Return on Total Assets	0.54	0.19
5	Current Ratio	3.67	2.69
6	Net Worth	110.62	100.84

- A. Figures are regrouped wherever necessary for consistent presentation and comparison.  
 B. Above presented figures may vary with the audited figures if amended by the external auditors and/ or regulator.  
 C. Quarterly earnings per share, Price earnings ratio, return on equity, return on total assets and net worth per share are calculated based on quarterly accumulated unaudited profits and number of equity shares outstanding at the reporting date and Annualized earnings per share, Price earnings ratio, return on equity, return on total assets and net worth per share are calculated based on annualized accumulated unaudited profits and number of equity shares outstanding at the reporting date.

#### D. Related Party Disclosure

Up to the end of the quarter, the following related party transactions have occurred:

Particulars	Relation	Net Transaction during the Period	Closing Balance
Shreenagar International Pvt.Ltd.	Other Entities	2,522,537	66,551,521
Sunaulo Agro Farm Pvt.Ltd.	Subsidiaries	16,069,387	52,504,047
Satish Chandra Shrestha	Key Personnel	5,270,000	-
Mausami Shrestha	Key Personnel	4,620,000	-

#### E. Management Analysis

- a. The Company generated a net profit of NPR 1,56,56,098 during the second quarter due to cost efficiency and better productivity despite the challenges caused by slow-down in consumer spending, challenges in raw materials sourcing along with macroeconomic impact of currency devaluation and inflation.  
 b. The company is enhancing profitability through strategic initiatives such as optimizing production processes, expanding market reach, implementing cost-saving measures, and innovating with new product offerings. Additionally, the company is focusing on sustainability practices, effective marketing strategies, strengthening distribution channels, and leveraging digital technologies for operational efficiencies and increased market penetration.

#### F. Details Related to Legal Proceedings

No legal case was filed in this Quarter by or against the Company.

##### 1. Risks and Challenges

Internal Problem & Challenges

- Rise in cost of operations.
- Rural distribution at effective cost.

External Problem & Challenges

- Market and economic slowdown due to external factors resulting in upward trend of operational costs for manufacturing sector.
- Limited supplier of Agro-materials leads to isolated non-competitive cost control.
- Devaluation of Nepalese Rupees against the Foreign Exchange Currencies resulting in higher material cost.

Strategy

- Continuous assessment of the risk exposure of the company to the internal and external factors and effective implementation of risk management procedures.
- Continuous development of cost-effective distribution models for upcountry areas.

#### G. Corporate Governance

- The Company follows prudent Corporate Governance Practices in all business transactions.
- During the Quarter under review, the Company had convened Board Meeting and Audit Committee Meeting on 4<sup>th</sup> February, 2026.

#### H. Declaration by Management Director on the Truthfulness and accuracy of Information

I, as at the date, hereby individually accept responsibility for the accuracy of the information and details contained in this report. I hereby declare that to the best of my knowledge and belief, the information contained in this report is true, accurate and complete and there are no other matters concealed the omission of which shall adversely affect the informed investment decision by the investors.