



मनोहर बलवानी  
कम्पनी सचिव  
MANOHAR BALWANI  
Company Secretary

पावर फाइनेंस कार्पोरेशन लिमिटेड  
POWER FINANCE CORPORATION LTD.  
(भारत सरकार का उपक्रम) (A Govt. of India Undertaking)

No: 1:05:138:II:CS  
Date: 12<sup>th</sup> February, 2020

|  |  |
|--|--|
| <b>National Stock Exchange of India Limited,</b><br>Listing Department, Exchange Plaza,<br>Bandra – Kurla Complex, Bandra (E)<br><b>MUMBAI – 400 051.</b><br>नेशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड<br>लिस्टिंग विभाग, एक्सचेंज प्लाजा,<br>बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पू), मुंबई-400 051 | <b>Bombay Stock Exchange Limited,</b><br>Department of Corporate Services, Floor – 25,<br>PJ Towers, Dalal Street,<br><b>MUMBAI – 400 001.</b><br>बंबई स्टॉक एक्सचेंज लिमिटेड,<br>कॉर्पोरेट सेवाएं विभाग, मंजिल-25,<br>पी. जे. टावर्स, दलाल स्ट्रीट, मुंबई-400 001 |
|--|--|

**SUB: Outcome of Board Meeting**

Madam/Sir,

In continuation of our earlier letter dated 31<sup>st</sup> January, 2020, 5<sup>th</sup> February, 2020 and letters dated 7<sup>th</sup> February, 2020 we would like to inform you that, the Board of Directors of Power Finance Corporation Ltd. in its meeting held today i.e. February 12, 2020 have considered and approved the following:

**1. Unaudited financial results (Standalone & Consolidated) for the quarter and nine months ended 31<sup>st</sup> December, 2019.**

In this context, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, please find enclosed herewith the unaudited financial results (Standalone & Consolidated) for the quarter and nine months ended 31<sup>st</sup> December, 2019 along with the Limited Review Report by our Statutory Auditors thereupon.

**2. Declaration of payment of interim dividend @ Rs 9.50 per equity share on the face value of the paid-up equity shares of ₹10/-each for the FY 2019-20.**

Further it is to inform you that, **02<sup>nd</sup> March, 2020 shall be reckoned as the 'Record Date'** for the purpose of ascertaining the eligibility of shareholders for payment of Interim Dividend for the FY 2019-20.

The date of payment/dispatch of dividend shall be on or before 12<sup>th</sup> March, 2020.

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**3. Revision in limits for raising of resources i.e. Revised Market Borrowing program under different debt segments in one or more tranches / series for the Financial Year 2019-20 as follows:**

| Sl. No. | Source   | Amount (Rs. in Crores) |
|---------|--|------------------------|
| 1       | <b><u>Long Term borrowing (Rupee):</u></b> Term Loan and Public / Private Placement of Long Term Taxable / Tax Free Bonds, Perpetual / Redeemable, Secured / unsecured, Cumulative / Non-cumulative, Non-convertible Infrastructure Bonds / Zero Coupon Bonds / Subordinated bonds / Inflation indexed bonds / Capital Gain Bond u/s 54EC / other bonds in physical and / or demat form for a tenure upto 30 years with / without put/call option and which may be listed on NSE and / or BSE-Long term funds raised and prepaid during the year to be excluded from this limit. | 62,000                 |
| 2       | <b><u>Long Term Foreign Currency Borrowings</u></b> by way of Loans/Sub Loans/ Perpetual Bonds/Subordinated Bonds/Bonds/Notes/FCNR(B) loan or any other instrument including rupee denominated bonds / notes issued overseas<br>(USD 3.66 Billion @ 1 USD= Rs 71)  | 26,000                 |
| 3       | <b><u>Short Term borrowings:</u></b> Short Term Loans/ICDs/FCNR(B) - outstanding at any point of time during FY 2019-20. Short term funds raised and repaid during the year to be excluded from this limit.  | 2,000                  |
| 4       | <b><u>Commercial Paper:</u></b> outstanding at any point of time during FY 2019-20. Commercial Paper raised and repaid during the year to be excluded from this limit.   | 10,000                 |
|         | <b>Total</b>   | <b>1,00,000</b>        |

- Chairman and Managing Director, PFC on the recommendation of all functional Directors has been authorised to approve interchangeability of the amount amongst different sources as detailed above, within the overall limit of Rs.1,00,000 crore.
- The funds under the above Revised Market Borrowing program will actually be raised from time to time during the Financial Year 2019-20, with the approval of competent authority as per powers delegated in this regard, by the Board of Directors.

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**4. Raising of resources i.e. Market Borrowing program under different debt segments in one or more tranches / series for the Financial Year 2020-21 as follows:**

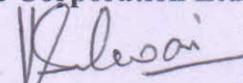
| Sl. No. | Source   | Amount (Rs. in Crores) |
|---------|--|------------------------|
| 1       | <b>Long Term borrowing (Rupee):</b> Term Loan and Public / Private Placement of Long Term Taxable / Tax Free Bonds, Perpetual / Redeemable, Secured / unsecured, Cumulative / Non-cumulative, Non-convertible Infrastructure Bonds / Zero Coupon Bonds / Subordinated bonds / Inflation indexed bonds / Capital Gain Bond u/s 54EC / other bonds in physical and / or demat form for a tenure upto 30 years with / without put/call option and which may be listed on NSE and / or BSE- Long term funds raised and prepaid during the year to be excluded from this limit. | 55,000                 |
| 2       | <b>Long Term Foreign Currency Borrowings</b> by way of Loans/Sub Loans/ Perpetual Bonds/Subordinated Bonds/Bonds/Notes/FCNR(B) loan or any other instrument including rupee denominated bonds / notes issued overseas (* equivalent to approx. USD 2 Billion)  | 15,000*                |
| 3       | <b>Short Term borrowings:</b> Short Term Loans/ICDs/FCNR(B) (excluding WCDL/CC/OD facilities) outstanding at any point of time during FY 2020-21. Short term funds raised and repaid during the year to be excluded from this limit.   | 5,000                  |
| 4       | <b>Commercial Paper:</b> outstanding at any point of time during FY 2020-21. Commercial Paper raised and repaid during the year to be excluded from this limit.  | 15,000                 |
|         | <b>Total</b>   | <b>90,000</b>          |

- Chairman and Managing Director, PFC on the recommendation of all functional Directors has been authorised to approve interchangeability of the amount amongst different sources as detailed above, within the overall limit of Rs.90,000 crore.
- The funds under the above Market Borrowing program will actually be raised from time to time during the Financial Year 2020-21, with the approval of competent authority as per powers delegated in this regard, by the Board of Directors.

The Board Meeting commenced at 12.00 noon and concluded at 02.15 P.M.

Thanking you,

Yours faithfully,  
For Power Finance Corporation Ltd.



(Manohar Balwani)

Chief General Manager & Company Secretary

mb@pfcindia.com

Encl: As above

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Gandhi Minocha & Co.  
Chartered Accountants,  
B-6, Shakti Nagar Extension,  
New Delhi – 110052  
Ph: 011 - 27303078, 42273690  
E-mail: gandhica@yahoo.com

Dass Gupta & Associates  
Chartered Accountants,  
B-4, Gulmohar Park,  
New Delhi – 110049  
Ph: 011-4611 1000  
E-mail: admin@dassgupta.com

**Independent Auditor's Review Report on Unaudited Standalone Financial Results for the Quarter and Nine Months Ended 31<sup>st</sup> December 2019 of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To the Board of Directors of  
Power Finance Corporation Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Power Finance Corporation Limited (the "Company") for the quarter and nine months ended year ended 31.12.2019 (the "Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors of the Company, in its meeting held on 12.02.2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatements.

Other Matter

5. The company has continued to provide expected credit loss in respect of loan assets and undisbursed letter of comfort as required under Ind AS 109, on the basis of document provided by an independent expert appointed by the Company. Since the calculation parameters require certain technical and professional expertise, we have relied upon the expected credit loss calculation so provided by the said independent expert.

Our conclusion on the statement is not modified in respect of above matter.

**FOR GANDHI MINOCHA & CO.**

Chartered Accountants

Firm's Registration No.: 000458N

by the hand of

  
CA BHUPINDER SINGH

Partner

Membership No.092867

UDIN: 20092867AAAAAD9513

Date: 12.02.2020

Place: New Delhi

**FOR DASS GUPTA & ASSOCIATES**

Chartered Accountants

Firm's Registration No.: 000112N

by the hand of

  
CA NARESH KUMAR

Partner

Membership No. 082069

UDIN: 20082069AAAAAD1291

Statement of Un-Audited Standalone Financial Results for the Quarter and Nine Months Ended 31.12.2019

(₹ in Crore)

| Sr. No.       | Particulars  | Quarter Ended   |                 |                 | Nine Months Ended |                  | Year Ended       |
|---------------|--|-----------------|-----------------|-----------------|-------------------|------------------|------------------|
|               |  | 31.12.2019      | 30.09.2019      | 31.12.2018      | 31.12.2019        | 31.12.2018       | 31.03.2019       |
|               |  | (Un-Audited)    | (Un-Audited)    | (Un-Audited)    | (Un-Audited)      | (Un-Audited)     | (Audited)        |
|               | <b>Revenue from Operations</b>   |                 |                 |                 |                   |                  |                  |
| (i)           | Interest Income  | 8,144.03        | 7,989.83        | 7,254.02        | 23,665.16         | 20,804.06        | 28,432.68        |
| (ii)          | Dividend Income  | 25.41           | 0.77            | 101.85          | 26.65             | 124.86           | 167.03           |
| (iii)         | Fees and Commission Income   | 41.22           | 31.94           | 24.37           | 118.71            | 126.47           | 149.02           |
| <b>I.</b>     | <b>Total Revenue from Operations</b>   | <b>8,210.66</b> | <b>8,022.54</b> | <b>7,380.24</b> | <b>23,810.52</b>  | <b>21,055.39</b> | <b>28,748.73</b> |
| <b>II.</b>    | <b>Other Income</b>  | <b>0.96</b>     | <b>1.75</b>     | <b>1.60</b>     | <b>7.96</b>       | <b>8.27</b>      | <b>17.58</b>     |
| <b>III.</b>   | <b>Total Income (I+II)</b>   | <b>8,211.62</b> | <b>8,024.29</b> | <b>7,381.84</b> | <b>23,818.48</b>  | <b>21,063.66</b> | <b>28,766.31</b> |
|               | <b>Expenses</b>  |                 |                 |                 |                   |                  |                  |
| (i)           | Finance Costs  | 5,495.49        | 5,439.13        | 4,790.07        | 16,301.11         | 14,001.83        | 18,987.62        |
| (ii)          | Net Translation / Transaction Exchange Loss / (Gain)   | 346.21          | 560.96          | (347.21)        | 883.15            | 618.80           | 520.23           |
| (iii)         | Fees and Commission Expense  | 2.58            | 1.67            | 1.92            | 6.66              | 6.19             | 10.09            |
| (iv)          | Net Loss / (Gain) on Fair Value changes  | (55.17)         | (204.65)        | 361.22          | (262.55)          | (368.44)         | (84.98)          |
| (v)           | Impairment on Financial Instruments  | (53.35)         | 390.48          | (289.82)        | 558.52            | (361.82)         | (871.48)         |
| (vi)          | Employee Benefit Expenses  | 46.75           | 59.12           | 47.26           | 155.85            | 135.77           | 173.57           |
| (vii)         | Depreciation and Amortisation  | 2.46            | 2.02            | 1.65            | 6.20              | 4.20             | 6.14             |
| (viii)        | Corporate Social Responsibility Expenses   | 8.32            | 25.84           | 23.93           | 44.60             | 56.20            | 100.50           |
| (ix)          | Other Expenses   | 22.88           | 21.07           | 20.00           | 60.21             | 71.14            | 108.83           |
| <b>IV.</b>    | <b>Total Expenses</b>  | <b>5,816.17</b> | <b>6,295.64</b> | <b>4,609.02</b> | <b>17,753.75</b>  | <b>14,163.87</b> | <b>18,950.52</b> |
| <b>V.</b>     | <b>Profit/(Loss) Before Exceptional Items and Tax (III-IV)</b>   | <b>2,395.45</b> | <b>1,728.65</b> | <b>2,772.82</b> | <b>6,064.73</b>   | <b>6,899.79</b>  | <b>9,815.79</b>  |
| <b>VI.</b>    | <b>Exceptional Items</b>   | -               | -               | -               | -                 | -                | -                |
| <b>VII.</b>   | <b>Profit/(Loss) Before Tax (V-VI)</b>   | <b>2,395.45</b> | <b>1,728.65</b> | <b>2,772.82</b> | <b>6,064.73</b>   | <b>6,899.79</b>  | <b>9,815.79</b>  |
|               | <b>Tax Expense:</b>  |                 |                 |                 |                   |                  |                  |
|               | (1) Current Tax:   |                 |                 |                 |                   |                  |                  |
|               | Current Year   | 461.57          | 97.40           | 830.60          | 1,130.84          | 1,626.20         | 2,346.50         |
|               | Earlier Years  | -               | -               | -               | -                 | -                | 1.22             |
|               | (2) Deferred Tax   | 253.76          | 473.99          | (142.15)        | 713.75            | 438.23           | 515.15           |
| <b>VIII.</b>  | <b>Total Tax Expense</b>   | <b>715.33</b>   | <b>571.39</b>   | <b>688.45</b>   | <b>1,844.59</b>   | <b>2,064.43</b>  | <b>2,862.87</b>  |
| <b>IX.</b>    | <b>Profit/(Loss) for the period from Continuing Operations (VII-VIII)</b>                                | <b>1,680.12</b> | <b>1,157.26</b> | <b>2,084.37</b> | <b>4,220.14</b>   | <b>4,835.36</b>  | <b>6,952.92</b>  |
| <b>X.</b>     | <b>Profit/(Loss) from Discontinued Operations (After Tax)</b>  | -               | -               | -               | -                 | -                | -                |
| <b>XI.</b>    | <b>Profit/(Loss) for the period (from continuing and discontinued operations) (IX+X)</b>                 | <b>1,680.12</b> | <b>1,157.26</b> | <b>2,084.37</b> | <b>4,220.14</b>   | <b>4,835.36</b>  | <b>6,952.92</b>  |
| <b>XII.</b>   | <b>Other Comprehensive Income</b>  |                 |                 |                 |                   |                  |                  |
| (A)           | (i) Items that will not be reclassified to Profit or Loss  |                 |                 |                 |                   |                  |                  |
|               | - Re-measurement of Defined Benefit Plans  | (3.17)          | 1.36            | 1.43            | (2.72)            | 4.32             | (3.63)           |
|               | - Net Gain / (Loss) on Fair Value of Equity Instruments  | 56.49           | (149.28)        | 84.89           | (74.65)           | (97.09)          | (154.88)         |
|               | (ii) Income Tax relating to items that will not be reclassified to Profit or Loss                        |                 |                 |                 |                   |                  |                  |
|               | - Re-measurement of Defined Benefit Plans  | 0.26            | (0.74)          | 0.44            | (0.06)            | 1.32             | 1.69             |
|               | <b>Sub-Total (A)</b>   | <b>53.58</b>    | <b>(148.66)</b> | <b>86.76</b>    | <b>(77.43)</b>    | <b>(91.45)</b>   | <b>(156.82)</b>  |
| (B)           | (i) Items that will be reclassified to Profit or Loss  |                 |                 |                 |                   |                  |                  |
|               | - Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow Hedge                        | 33.15           | (24.02)         | (30.08)         | 20.20             | (32.01)          | (77.08)          |
|               | (ii) Income Tax relating to items that will be reclassified to Profit or Loss                            |                 |                 |                 |                   |                  |                  |
|               | - Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow Hedge                        | (8.35)          | (0.40)          | 11.19           | (12.62)           | 11.19            | 26.93            |
|               | <b>Sub-Total (B)</b>   | <b>24.80</b>    | <b>(24.42)</b>  | <b>(18.89)</b>  | <b>7.58</b>       | <b>(20.82)</b>   | <b>(50.15)</b>   |
|               | <b>Other Comprehensive Income (A+B)</b>  | <b>78.38</b>    | <b>(173.08)</b> | <b>67.87</b>    | <b>(69.85)</b>    | <b>(112.27)</b>  | <b>(206.97)</b>  |
| <b>XIII.</b>  | <b>Total Comprehensive Income for the period (XI+XII)</b>  | <b>1,758.50</b> | <b>984.18</b>   | <b>2,152.24</b> | <b>4,150.29</b>   | <b>4,723.09</b>  | <b>6,745.95</b>  |
| <b>XIV.</b>   | <b>Paid up Equity Share Capital (Face Value ₹ 10/- each)</b>   | <b>2,640.08</b> | <b>2,640.08</b> | <b>2,640.08</b> | <b>2,640.08</b>   | <b>2,640.08</b>  | <b>2,640.08</b>  |
| <b>XV.</b>    | <b>Other Equity (As per Audited Balance Sheet as at 31st March)</b>                                      | <b>NA</b>       | <b>NA</b>       | <b>NA</b>       | <b>NA</b>         | <b>NA</b>        | <b>40,647.91</b> |
| <b>XVI.</b>   | <b>Earnings Per Equity Share (Face Value ₹ 10/- each) (for continuing operations):*</b>                  |                 |                 |                 |                   |                  |                  |
|               | (1) Basic EPS (₹)  | 6.36            | 4.38            | 7.90            | 15.98             | 18.32            | 26.34            |
|               | (2) Diluted EPS (₹)  | 6.36            | 4.38            | 7.90            | 15.98             | 18.32            | 26.34            |
| <b>XVII.</b>  | <b>Earnings Per Equity Share (Face Value ₹ 10/- each) (for discontinued operations):*</b>                |                 |                 |                 |                   |                  |                  |
|               | (1) Basic EPS (₹)  | -               | -               | -               | -                 | -                | -                |
|               | (2) Diluted EPS (₹)  | -               | -               | -               | -                 | -                | -                |
| <b>XVIII.</b> | <b>Earnings Per Equity Share (Face Value ₹ 10/- each) (for continuing and discontinued operations):*</b> |                 |                 |                 |                   |                  |                  |
|               | (1) Basic EPS (₹)  | 6.36            | 4.38            | 7.90            | 15.98             | 18.32            | 26.34            |
|               | (2) Diluted EPS (₹)  | 6.36            | 4.38            | 7.90            | 15.98             | 18.32            | 26.34            |

\* EPS for the quarters and nine months is not annualised.

See accompanying Notes to the Standalone Financial Results



| 1      | These financial results of the Company have been reviewed & recommended by Audit Committee and subsequently approved by Board of Directors of the Company in their respective meetings held on 12 <sup>th</sup> February, 2020. The same have been subjected to limited review by Joint Statutory Auditors of the Company, Gandhi Minocha & Co., Chartered Accountants and Dass Gupta & Associates, Chartered Accountants in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.                                      |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
|--------|---|---------------------|---------------------|---------------------|---------------------|----|-----------------------|-----------|-----------|----|--------------------------------------|-----------|------------|----|--|--------|--------|
| 2      | The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS') - 34 'Interim Financial Reporting', notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 3      | Detail of credit impaired loans and impairment loss allowance thereon (including on Commitments) maintained by the Company as per Ind AS 109 is as under.<br><p style="text-align: right;">(₹ in crore)</p>   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
|        | <table border="1"> <thead> <tr> <th>S. No.</th> <th>Particulars</th> <th>As on<br/>31.12.2019</th> <th>As on<br/>31.03.2019</th> </tr> </thead> <tbody> <tr> <td>a)</td> <td>Credit Impaired loans</td> <td>27,764.90</td> <td>29,540.31</td> </tr> <tr> <td>b)</td> <td>Impairment Loss Allowance Maintained</td> <td>14,653.73</td> <td>15,201.64*</td> </tr> <tr> <td>c)</td> <td>Impairment Loss Allowance Coverage (%) (b/a)</td> <td>52.78%</td> <td>51.46%</td> </tr> </tbody> </table>  | S. No.              | Particulars         | As on<br>31.12.2019 | As on<br>31.03.2019 | a) | Credit Impaired loans | 27,764.90 | 29,540.31 | b) | Impairment Loss Allowance Maintained | 14,653.73 | 15,201.64* | c) | Impairment Loss Allowance Coverage (%) (b/a) | 52.78% | 51.46% |
| S. No. | Particulars   | As on<br>31.12.2019 | As on<br>31.03.2019 |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| a)     | Credit Impaired loans   | 27,764.90           | 29,540.31           |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| b)     | Impairment Loss Allowance Maintained  | 14,653.73           | 15,201.64*          |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| c)     | Impairment Loss Allowance Coverage (%) (b/a)  | 52.78%              | 51.46%              |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
|        | * regrouped to include impairment on commitments  |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 4      | As a matter of prudence, income on credit impaired loans is recognised as and when received and / or on accrual basis when expected realisation is higher than the loan amount outstanding.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 5      | The Company had adopted Ind AS 116 - 'Leases' using modified retrospective approach w.e.f. 01.04.2019 as notified by the Ministry of Corporate Affairs (MCA) vide Companies (Indian Accounting Standards) Second Amendment Rules, 2019 dated 30.03.2019. This has resulted in recognition of 'Right to Use Asset' of ₹ 36.20 crore and 'Lease Liability' ₹ 8.82 crore. The impact on profit for the quarter and nine months ended 31.12.2019 is not material.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 6      | During the period ended 30.09.2019, Company had exercised the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. The Provision for Income Tax (current tax) for the quarter and nine months ended 31.12.2019 has been recognised on annualised basis. Also, Deferred Tax Assets/ Liability has been remeasured on the basis of the rate prescribed under Section 115BAA by revising the annual effective income tax rate and recognising the effect of change over the financial year. |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 7      | The Board of Directors in its meeting held on 12.02.2020 declared an interim dividend @ 95% on the paid up equity share capital i.e. ₹ 9.50 per equity share of ₹ 10/- each for the FY 2019-20.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 8      | For all secured bonds issued by the Company and outstanding as at 31.12.2019, 100% security cover has been maintained by way of mortgage on specified immovable properties and/or charge on receivables of the Company.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 9      | During the current quarter, Government of India (GoI) has transferred 42,83,810 equity shares held in the Company, in connection with Further Fund Offer, to the Asset Management Company (AMC) of Bharat 22 ETF. Accordingly, shareholding of GoI in the paid-up equity capital of the Company has come down from 56.16% as on 30.09.2019 to 55.99% as on 31.12.2019.  |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 10     | In the context of reporting business / geographical segment as required by Ind AS 108 - "Operating Segments", the Company's operations comprise of only one business segment - lending to power sector entities. Hence, there is no reportable segment as per Ind AS 108.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 11     | Pursuant to amalgamation of PFC Green Energy Limited, a wholly owned subsidiary, with the Company w.e.f. 01.04.2017 (appointed date as per order of amalgamation) vide MCA's order dated 07.02.2019, figures for the comparative period have been adjusted to give effect of this amalgamation.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 12     | Figures for the previous periods have been regrouped / rearranged wherever necessary, in order to make them comparable.   |                     |                     |                     |                     |    |                       |           |           |    |                                      |           |            |    |  |        |        |

PLACE: NEW DELHI  
DATE: 12.02.2020



**RAJEEV SHARMA**  
Chairman & Managing Director  
DIN - 00973413



**Independent Auditor's Review Report on Consolidated Unaudited Financial Results for the Quarter and Nine Months Ended 31<sup>st</sup> December 2019 of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To the Board of Director of  
Power Finance Corporation Limited

- We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Power Finance Corporation Limited (the 'Parent') and its subsidiaries (the Parent and its subsidiaries together referred to as the 'Group'), and its share of the net profit / (loss) after tax and total comprehensive income / (loss) of its associates and joint venture for the quarter and nine months ended 31.12.2019 (the 'Statement') attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter and nine months ended 31.12.2018, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
- This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors in its meeting held on 12.02.2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
- We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

- The Statement includes the results of the following entities:
- 

|                              |   |
|------------------------------|---|
| <b>Parent</b>                |   |
| 1.                           | Power Finance Corporation Limited   |
| <b>Subsidiaries:</b>         |   |
| 1.                           | REC Limited <sup>#</sup>  |
| 2.                           | PFC Consulting Limited <sup>#</sup>   |
| 3.                           | Power Equity Capital Advisors Private Limited (under process of striking off) |
| <b>Joint Venture Entity:</b> |   |
| 1.                           | Energy Efficiency Services Limited  |



| Associates: |  |
|-------------|--|
| 1.          | Coastal Maharashtra Mega Power Limited       |
| 2.          | Orissa Integrated Power Limited              |
| 3.          | Coastal Karnataka Power Limited              |
| 4.          | Coastal Tamil Nadu Power Limited             |
| 5.          | Chhattisgarh Surguja Power Limited           |
| 6.          | Deoghar Infra Limited                        |
| 7.          | Bihar Infrapower Limited                     |
| 8.          | Sakhigopal Integrated Power Company Limited  |
| 9.          | Ghogarpalli Integrated Power Company Limited |
| 10.         | Tatiya Andhra Mega Power Limited             |
| 11.         | Deoghar Mega Power Limited                   |
| 12.         | Cheyur Infra Limited                         |
| 13.         | Odisha Infrapower Limited                    |
| 14.         | Bihar Mega Power Limited                     |
| 15.         | Jharkhand Infrapower Limited                 |

# consolidated financial results considered for consolidation

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### Other Matters

7. We did not review the unaudited financial results of one subsidiary included in the consolidated unaudited financial results, whose financial results reflect total revenues of ₹ 7,716.72 crore and ₹ 22,195.61 crore, total net profit after tax of ₹ 1,666.81 crore and ₹ 4,498.28 crore and total comprehensive income (net of tax) of ₹ 1,723.34 crore and ₹ 4,473.48 crore for the quarter and nine months ended 31.12.2019 respectively, as considered suitably in the consolidated unaudited financial results. These unaudited financial results have been reviewed by other auditors whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above. The financial results of the subsidiary also includes share of net profit after tax of ₹ 3.05 crore and ₹ 7.36 crore and total comprehensive income (net of tax) of ₹ 3.05 crore and ₹ 4.12 crore for the quarter and nine months ended 31.12.2019 respectively in respect of one joint venture (JV) which has not been reviewed. Since said JV is common JV in group accordingly these numbers are forming part of numbers mentioned in para 7 below.
8. The consolidated unaudited financial results includes the financial results of two other subsidiaries which have not been reviewed by their auditors, whose financial results reflect total revenues of ₹ 59.19 crore and ₹ 101.11 crore, total net profit after tax of ₹ 38.70 crore and ₹ 56.90 crore and total comprehensive income of ₹ 38.70 crore and ₹ 56.90 crore for the quarter and nine months ended 31.12.2019 respectively, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's share of net profit after tax of ₹ 6.56 crore and ₹ 17.98 crore, total comprehensive income of ₹ 6.48 crore and ₹ 14.51 crore for the quarter and nine months ended 31.12.2019 respectively, as considered in the consolidated unaudited financial results, in respect of fifteen associates and one joint venture, based on their financial results which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these financial results are not material to the Group.



9. The Parent Company and its Subsidiary, REC Ltd., have provided expected credit loss in respect of loan assets and undisbursed letter of comfort as required under Ind AS 109, on the basis of document provided by an independent expert appointed by the Company. Since the calculation parameters require certain technical and professional expertise we have relied upon the expected credit loss calculation so provided by the said independent expert.

Our conclusion on the Statement is not modified in respect of the above matters.

**FOR GANDHI MINOCHA & CO.**

*Chartered Accountants*

Firm's Registration No.: 000458N

*by the hand of*



**CA BHUPINDER SINGH**

*Partner*

Membership No.092867

UDIN: 20092867AAAAAE9869

**FOR DASS GUPTA & ASSOCIATES**

*Chartered Accountants*

Firm's Registration No.: 000112N

*by the hand of*



**CA NARESH KUMAR**

*Partner*

Membership No. 082069

UDIN: 20082069AAAAAE7074

**Date: 12.02.2020**

**Place: New Delhi**

Statement of Un-Audited Consolidated Financial Results for the Quarter and Nine Months Ended 31.12.2019

(₹ in Crore)

| Sr. No.      | Particulars   | Quarter Ended    |                  |                  | Nine Months Ended |                  | Year Ended       |
|--------------|---|------------------|------------------|------------------|-------------------|------------------|------------------|
|              |   | 31.12.2019       | 30.09.2019       | 31.12.2018       | 31.12.2019        | 31.12.2018       | 31.03.2019       |
|              |   | (Un-Audited)     | (Un-Audited)     | (Un-Audited)     | (Un-Audited)      | (Un-Audited)     | (Audited)        |
|              | <b>Revenue from Operations</b>  |                  |                  |                  |                   |                  |                  |
| (i)          | Interest Income   | 15,679.25        | 15,397.11        | 13,883.83        | 45,586.08         | 39,244.60        | 53,427.41        |
| (ii)         | Dividend Income   | 20.94            | 16.03            | 4.24             | 37.44             | 28.49            | 76.63            |
| (iii)        | Fees and Commission Income  | 53.26            | 34.62            | 117.90           | 147.67            | 348.76           | 374.11           |
| (iv)         | Other Operating Income  | 119.69           | 81.84            | 39.29            | 227.46            | 120.46           | 227.50           |
| <b>I.</b>    | <b>Total Revenue from Operations</b>  | <b>15,873.14</b> | <b>15,529.60</b> | <b>14,045.26</b> | <b>45,998.65</b>  | <b>39,742.31</b> | <b>54,105.65</b> |
| <b>II.</b>   | <b>Other Income</b>   | 4.90             | 7.95             | 5.69             | 22.06             | 26.60            | 51.18            |
| <b>III.</b>  | <b>Total Income (I+II)</b>  | <b>15,878.04</b> | <b>15,537.55</b> | <b>14,050.95</b> | <b>46,020.71</b>  | <b>39,768.91</b> | <b>54,156.83</b> |
|              | <b>Expenses</b>   |                  |                  |                  |                   |                  |                  |
| (i)          | Finance Costs   | 10,261.77        | 10,152.69        | 8,871.15         | 30,352.27         | 25,480.51        | 34,626.82        |
| (ii)         | Net Translation / Transaction Exchange Loss / (Gain)  | 699.23           | 1,191.02         | (879.57)         | 1,908.30          | 1,201.67         | 1,041.42         |
| (iii)        | Fees and Commission Expense   | 6.69             | 5.71             | 9.67             | 21.61             | 28.26            | 44.47            |
| (iv)         | Net Loss / (Gain) on Fair Value changes   | (162.32)         | (380.20)         | 1,573.91         | (354.67)          | (781.95)         | 263.54           |
| (v)          | Impairment on Financial Instruments   | 28.26            | 699.85           | (263.33)         | 921.45            | (139.82)         | (625.73)         |
| (vi)         | Cost of services rendered   | 22.37            | 14.17            | 21.55            | 53.79             | 52.09            | 85.15            |
| (vii)        | Employee Benefit Expenses   | 94.48            | 110.46           | 95.53            | 312.13            | 269.73           | 362.66           |
| (viii)       | Depreciation and Amortisation   | 6.12             | 5.59             | 4.16             | 16.83             | 10.98            | 15.49            |
| (ix)         | Corporate Social Responsibility Expenses  | 39.53            | 52.68            | 48.97            | 127.47            | 141.11           | 206.32           |
| (x)          | Other Expenses  | 54.24            | 66.13            | 50.05            | 162.72            | 238.31           | 318.91           |
| <b>IV.</b>   | <b>Total Expenses</b>   | <b>11,050.37</b> | <b>11,918.10</b> | <b>9,532.09</b>  | <b>33,521.90</b>  | <b>26,500.89</b> | <b>36,339.05</b> |
| <b>V.</b>    | <b>Profit/(Loss) Before Exceptional Items and Tax (III-IV)</b>                                    | <b>4,827.67</b>  | <b>3,619.45</b>  | <b>4,518.86</b>  | <b>12,498.81</b>  | <b>13,268.02</b> | <b>17,817.78</b> |
| <b>VI.</b>   | <b>Exceptional Items</b>  | -                | -                | -                | -                 | -                | -                |
| <b>VII.</b>  | Share of Profit / (Loss) in Joint Venture and Associates  | 6.56             | 0.17             | 20.76            | 17.98             | 13.28            | 44.25            |
| <b>VIII.</b> | <b>Profit/(Loss) Before Tax (V-VI)+VII.</b>   | <b>4,834.23</b>  | <b>3,619.62</b>  | <b>4,539.62</b>  | <b>12,516.79</b>  | <b>13,281.30</b> | <b>17,862.03</b> |
|              | <b>Tax Expense:</b>   |                  |                  |                  |                   |                  |                  |
| (1)          | Current Tax:  |                  |                  |                  |                   |                  |                  |
|              | Current Year  | 933.18           | 345.03           | 1,634.35         | 2,435.23          | 3,093.52         | 4,182.75         |
|              | Earlier Years   | 53.87            | -                | (0.69)           | 64.17             | (0.69)           | (12.75)          |
| (2)          | Deferred Tax  | 460.46           | 777.49           | (970.21)         | 1,233.84          | 939.46           | 1,051.76         |
| <b>IX.</b>   | <b>Total Tax Expense</b>  | <b>1,447.51</b>  | <b>1,122.52</b>  | <b>663.45</b>    | <b>3,733.24</b>   | <b>4,032.29</b>  | <b>5,221.76</b>  |
| <b>X.</b>    | <b>Profit/(Loss) for the period from Continuing Operations (VIII-IX)</b>                          | <b>3,386.72</b>  | <b>2,497.10</b>  | <b>3,876.17</b>  | <b>8,783.55</b>   | <b>9,249.01</b>  | <b>12,640.27</b> |
| <b>XI.</b>   | <b>Profit/(Loss) from Discontinued Operations (After Tax)</b>                                     | -                | -                | -                | -                 | -                | -                |
| <b>XII.</b>  | <b>Profit/(Loss) for the period (from continuing and discontinued operations) (X+XI)</b>          | <b>3,386.72</b>  | <b>2,497.10</b>  | <b>3,876.17</b>  | <b>8,783.55</b>   | <b>9,249.01</b>  | <b>12,640.27</b> |
| <b>XIII.</b> | <b>Other Comprehensive Income</b>   |                  |                  |                  |                   |                  |                  |
| (A)          | (i) Items that will not be reclassified to Profit or Loss   |                  |                  |                  |                   |                  |                  |
|              | - Re-measurement of Defined Benefit Plans   | (3.17)           | 9.32             | 1.43             | 5.24              | 11.78            | (23.00)          |
|              | - Net Gain / (Loss) on Fair Value of Equity Instruments   | 112.62           | (222.11)         | 153.73           | (114.96)          | (122.33)         | (202.25)         |
|              | - Share of Other Comprehensive Income / (Loss) in Joint Venture accounted for using equity method | 0.02             | (0.32)           | -                | (0.30)            | 0.19             | (0.13)           |
|              | (ii) Income Tax relating to items that will not be reclassified to Profit or Loss                 |                  |                  |                  |                   |                  |                  |
|              | - Re-measurement of Defined Benefit Plans   | 0.26             | (2.74)           | (2.17)           | (2.06)            | (1.29)           | 8.46             |
|              | - Net Gain / (Loss) on Fair Value of Equity Instruments   | 0.40             | 11.61            | 1.02             | 12.79             | (0.80)           | (0.68)           |
|              | - Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method  | (0.10)           | 0.07             | -                | (0.03)            | 0.04             | -                |
|              | <b>Sub-Total (A)</b>  | <b>110.03</b>    | <b>(204.17)</b>  | <b>154.01</b>    | <b>(99.32)</b>    | <b>(112.41)</b>  | <b>(217.60)</b>  |
| (B)          | (i) Items that will be reclassified to Profit or Loss   |                  |                  |                  |                   |                  |                  |
|              | - Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow Hedge                 | 33.15            | (24.02)          | (30.08)          | 20.20             | (32.01)          | (77.08)          |
|              | - Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method  | -                | -                | -                | (3.94)            | -                | -                |
|              | (ii) Income Tax relating to items that will be reclassified to Profit or Loss                     |                  |                  |                  |                   |                  |                  |
|              | - Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow Hedge                 | (8.35)           | (0.40)           | 11.19            | (12.62)           | 11.19            | 26.93            |
|              | - Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method  | -                | (0.01)           | -                | 0.80              | -                | -                |
|              | <b>Sub-Total (B)</b>  | <b>24.80</b>     | <b>(24.43)</b>   | <b>(18.89)</b>   | <b>4.44</b>       | <b>(20.82)</b>   | <b>(50.15)</b>   |
|              | <b>Other Comprehensive Income (A+B)</b>   | <b>134.83</b>    | <b>(228.60)</b>  | <b>135.12</b>    | <b>(94.88)</b>    | <b>(133.23)</b>  | <b>(267.75)</b>  |
| <b>XIV.</b>  | <b>Total Comprehensive Income for the period (XII+XIII)</b>                                       | <b>3,521.55</b>  | <b>2,268.50</b>  | <b>4,011.29</b>  | <b>8,688.67</b>   | <b>9,115.78</b>  | <b>12,372.52</b> |
|              | <b>Profit attributable to:</b>  |                  |                  |                  |                   |                  |                  |
|              | - Owners of the Company   | 2,597.24         | 1,870.71         | 3,267.99         | 6,652.94          | 7,122.92         | 9,920.86         |
|              | - Non-Controlling Interest  | 789.48           | 626.39           | 608.18           | 2,130.61          | 2,126.09         | 2,719.41         |
|              |   | <b>3,386.72</b>  | <b>2,497.10</b>  | <b>3,876.17</b>  | <b>8,783.55</b>   | <b>9,249.01</b>  | <b>12,640.27</b> |
|              | <b>Other Comprehensive Income attributable to:</b>  |                  |                  |                  |                   |                  |                  |
|              | - Owners of the Company   | 108.05           | (202.37)         | 103.27           | (83.13)           | (123.21)         | (239.05)         |
|              | - Non-Controlling Interest  | 26.78            | (26.23)          | 31.85            | (11.75)           | (10.02)          | (28.70)          |
|              |   | <b>134.83</b>    | <b>(228.60)</b>  | <b>135.12</b>    | <b>(94.88)</b>    | <b>(133.23)</b>  | <b>(267.75)</b>  |
|              | <b>Total Comprehensive Income attributable to:</b>  |                  |                  |                  |                   |                  |                  |
|              | - Owners of the Company   | 2,705.29         | 1,668.34         | 3,371.26         | 6,569.81          | 6,999.71         | 9,681.81         |
|              | - Non-Controlling Interest  | 816.26           | 600.16           | 640.03           | 2,118.86          | 2,116.07         | 2,690.71         |
|              |   | <b>3,521.55</b>  | <b>2,268.50</b>  | <b>4,011.29</b>  | <b>8,688.67</b>   | <b>9,115.78</b>  | <b>12,372.52</b> |



|        |  |          |          |          |          |          |           |
|--------|--|----------|----------|----------|----------|----------|-----------|
| XV.    | Paid up Equity Share Capital (Face Value ₹ 10/- each)  | 2,640.08 | 2,640.08 | 2,640.08 | 2,640.08 | 2,640.08 | 2,640.08  |
| XVI.   | Other Equity<br>(As per Audited balance Sheet as at 31st March)  | NA       | NA       | NA       | NA       | NA       | 44,481.17 |
| XVII.  | <b>Earnings Per Equity Share (Face Value ₹ 10/- each) (for continuing operations):*</b>                  |          |          |          |          |          |           |
|        | (1) Basic EPS (₹)  | 9.84     | 7.08     | 12.38    | 25.20    | 26.98    | 37.58     |
|        | (2) Diluted EPS (₹)  | 9.84     | 7.08     | 12.38    | 25.20    | 26.98    | 37.58     |
| XVIII. | <b>Earnings Per Equity Share (Face Value ₹ 10/- each) (for discontinued operations):*</b>                |          |          |          |          |          |           |
|        | (1) Basic EPS (₹)  | -        | -        | -        | -        | -        | -         |
|        | (2) Diluted EPS (₹)  | -        | -        | -        | -        | -        | -         |
| XIX.   | <b>Earnings Per Equity Share (Face Value ₹ 10/- each) (for continuing and discontinued operations):*</b> |          |          |          |          |          |           |
|        | (1) Basic EPS (₹)  | 9.84     | 7.08     | 12.38    | 25.20    | 26.98    | 37.58     |
|        | (2) Diluted EPS (₹)  | 9.84     | 7.08     | 12.38    | 25.20    | 26.98    | 37.58     |

\* EPS for the quarters and nine months is not annualised.

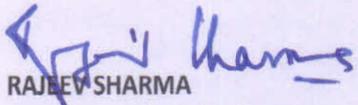
See accompanying Notes to the Consolidated Financial Results



| 1      | These consolidated financial results of the Group have been reviewed & recommended by Audit Committee and subsequently approved by Board of Directors of the Company in their respective meetings held on 12 <sup>th</sup> February, 2020. The same have been subjected to limited review by Joint Statutory Auditors of the Company, Gandhi Minocha & Co., Chartered Accountants and Dass Gupta & Associates, Chartered Accountants in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. However, the consolidated figures for the comparative period ended 31.12.2018, as reported in these financial results, have not been subjected to limited review since the requirement of submission of quarterly consolidated financial results has become mandatory from April 01, 2019. |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
|--------|--|------------------|------------------|------------------|------------------|----|-----------------------|-----------|-----------|----|--------------------------------------|-----------|------------|----|--|--------|--------|
| 2      | The consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS') - 34 'Interim Financial Reporting', notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.   |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 3      | Detail of credit impaired loans and impairment loss allowance thereon (including on Commitments), maintained by the Company and its subsidiary REC Ltd., as per Ind AS 109 is as under.<br><p style="text-align: right;">(₹ in crore)</p>  |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
|        | <table border="1"> <thead> <tr> <th>S. No.</th> <th>Particulars</th> <th>As at 31.12.2019</th> <th>As at 31.03.2019</th> </tr> </thead> <tbody> <tr> <td>a)</td> <td>Credit Impaired loans</td> <td>47,453.68</td> <td>49,888.75</td> </tr> <tr> <td>b)</td> <td>Impairment Loss Allowance Maintained</td> <td>24,632.84</td> <td>24,900.59*</td> </tr> <tr> <td>c)</td> <td>Impairment Loss Allowance Coverage (%) (b/a)</td> <td>51.91%</td> <td>49.91%</td> </tr> </tbody> </table>   | S. No.           | Particulars      | As at 31.12.2019 | As at 31.03.2019 | a) | Credit Impaired loans | 47,453.68 | 49,888.75 | b) | Impairment Loss Allowance Maintained | 24,632.84 | 24,900.59* | c) | Impairment Loss Allowance Coverage (%) (b/a) | 51.91% | 49.91% |
| S. No. | Particulars  | As at 31.12.2019 | As at 31.03.2019 |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| a)     | Credit Impaired loans  | 47,453.68        | 49,888.75        |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| b)     | Impairment Loss Allowance Maintained   | 24,632.84        | 24,900.59*       |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| c)     | Impairment Loss Allowance Coverage (%) (b/a)   | 51.91%           | 49.91%           |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
|        | * regrouped to include impairment on commitments   |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 4      | As a matter of prudence, income on credit impaired loans is recognised as and when received and on accrual basis either on resolutions of stressed assets or when expected realisation is higher than the loan amount outstanding.   |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 5      | The Company and its Subsidiaries had adopted Ind AS 116 - 'Leases' using modified retrospective approach w.e.f. 01.04.2019 as notified by the Ministry of Corporate Affairs (MCA) vide Companies (Indian Accounting Standards) Second Amendment Rules, 2019 dated 30.03.2019. This has resulted in recognition of 'Right to Use Asset' of ₹ 44.58 crore and 'Lease Liability' of ₹ 15.42 crore. The impact on profit for the quarter and nine months ended 31.12.2019 is not material.   |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 6      | During the period ended 30.09.2019, Company and its subsidiaries had exercised the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. The Provision for Income Tax (current tax) for the quarter and nine months ended 31.12.2019 has been recognised on annualised basis. Also, Deferred Tax Assets/ Liability has been remeasured on the basis of the rate prescribed under Section 115BAA by revising the annual effective income tax rate and recognising the effect of change over the financial year.   |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 7      | The Board of Directors in its meeting held on 12.02.2020 declared an interim dividend @ 95% on the paid up equity share capital i.e. ₹ 9.50 per equity share of ₹ 10/- each for the FY 2019-20.  |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 8      | Consolidated financial results for the quarter and nine months ended 31.12.2019 include results of the Company, consolidated limited reviewed results of one subsidiary and management approved results of two subsidiaries; one joint venture entity and fifteen associates. Financial results of these subsidiaries, joint venture entity and associates have been consolidated in accordance with Ind AS 110 - 'Consolidated Financial Statements', Ind AS 111 - 'Joint Arrangements' and Ind AS 28 - 'Investments in Associates and Joint Ventures'.   |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 9      | In the context of reporting business / geographical segment as required by Ind AS 108 - "Operating Segments", the Group's operations comprise of only one business segment - lending to power sector entities. Hence, there is no reportable segment as per Ind AS 108.  |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |
| 10     | Figures for the previous periods have been regrouped / rearranged wherever necessary, in order to make them comparable.  |                  |                  |                  |                  |    |                       |           |           |    |                                      |           |            |    |  |        |        |

PLACE: NEW DELHI  
DATE: 12.02.2020



  
RAJEEV SHARMA  
Chairman & Managing Director  
DIN - 00973413

