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PRICING SUPPLEMENT

28 November 2017

Power Finance Corporation Limited
Issue of U.S.\$400,000,000 Notes
under the U.S.\$1,000,000,000
Medium Term Note Program

This document constitutes the Pricing Supplement relating to the issue of Notes described herein.

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Offering Circular dated 13 October 2017 (the **Offering Circular**). This Pricing Supplement contains the final terms of the Notes and must be read in conjunction with such Offering Circular.

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|----|--|---|
| 1. | Issuer: | Power Finance Corporation Limited |
| 2. | (a) Series Number: | 01 |
| | (b) Tranche Number: | 01 |
| | (c) Date on which the Notes will be consolidated and form a single Series: | Not Applicable |
| 3. | Specified Currency or Currencies: | US dollars |
| 4. | Aggregate Nominal Amount: | |
| | (a) Series: | U.S.\$400,000,000 |
| | (b) Tranche: | U.S.\$400,000,000 |
| 5. | (a) Issue Price: | 98.702 per cent. of the Aggregate Nominal Amount |
| | (b) Net proceeds: | U.S.\$394,808,000 |
| 6. | (a) Specified Denominations: | U.S.\$200,000 and integral multiples of U.S.\$1,000 in excess thereof |
| | (b) Calculation Amount: | U.S.\$1,000 |
| 7. | (a) Issue Date: | 6 December 2017 |

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|-----|-----|--|---------------------------|
| | (b) | Interest Commencement Date: | Issue Date |
| 8. | | Maturity Date: | 6 December 2027 |
| 9. | | Interest Basis: | 3.75 per cent. Fixed Rate |
| 10. | | Redemption/Payment Basis: | Redemption at par |
| 11. | | Status of the Notes: | Senior |
| 12. | | Change of Interest Basis or Redemption/Payment Basis: | Not Applicable |
| 13. | (a) | Date Board approval for issuance of Notes obtained: | 24 March 2017 |
| | (b) | Date regulatory approval/consent for issuance of Notes obtained: | None required |
| 14. | | Listing: | Singapore and London |
| 15. | | Method of distribution: | Syndicated |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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| 16. | | Fixed Rate Note Provisions: | Applicable |
| | (a) | Rate(s) of Interest: | 3.75 per cent. per annum payable semi-annually in arrear on each Interest Payment Date |
| | (b) | Interest Payment Date(s): | June 6 and December 6 in each year |
| | (c) | Fixed Coupon Amount(s) for Notes in definitive form (and in relation to Notes in global form see Conditions): | U.S.\$18.75 per Calculation Amount |
| | (d) | Broken Amount(s) for Notes in definitive form (and in relation to Notes in global form see Conditions): | Not Applicable |
| | (e) | Day Count Fraction: | 30/360 |
| | (f) | Determination Date(s): | Not Applicable |
| | (g) | Other terms relating to the method of calculating interest for Fixed Rate Notes: | None |
| 17. | | Floating Rate Note Provisions | Not Applicable |

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| 18. | Zero Coupon Note Provisions | Not Applicable |
| 19. | Index Linked Interest Note Provisions | Not Applicable |
| 20. | Dual Currency Interest Note Provisions | Not Applicable |

PROVISIONS RELATING TO REDEMPTION

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|-----|--|------------------------------------|
| 21. | Issuer Call: | Not Applicable |
| 22. | Investor Put: | Not Applicable |
| 23. | Final Redemption Amount: | U.S.\$1,000 per Calculation Amount |
| 24. | Early Redemption Amount payable on redemption for taxation reasons or on event of default: | U.S.\$1,000 per Calculation Amount |

GENERAL PROVISIONS APPLICABLE TO THE NOTES

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| 25. | Form of Notes: | Registered Notes:

Regulation S Global Note (U.S.\$400,000,000 nominal amount) |
| 26. | Additional Financial Centers: | New York and London |
| 27. | Talons for future Coupons to be attached to Definitive Notes: | No |
| 28. | Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment: | Not Applicable |
| 29. | Details relating to Instalment Notes: | Not Applicable |
| 30. | Redenomination applicable: | Redenomination not applicable |
| 31. | Permitted Security Interest Date: | Not Applicable |
| 32. | Other terms or special conditions: | Not Applicable |

DISTRIBUTION

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|-----|---------------------------------------|---|
| 33. | (a) If syndicated, names of Managers: | Barclays Bank PLC, SBICAP (Singapore) Limited and Standard Chartered Bank |
| | (b) Stabilising Manager (if any): | Standard Chartered Bank |

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| 34. | If non-syndicated, name of relevant Dealer: | Not Applicable |
| 35. | Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable: | TEFRA not applicable |
| 36. | Whether Category 1 or Category 2 applicable in respect of the Notes offered and sold in reliance on Regulation S: | Category 1 |
| 37. | Additional selling restrictions: | Not Applicable |
| 38. | Additional U.S. federal income tax considerations: | Not Applicable |

OPERATIONAL INFORMATION

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|-----|---|--------------------------|
| 39. | Any clearing system(s) other than Euroclear, Clearstream, Luxembourg and DTC and the relevant identification number(s): | Not Applicable |
| 40. | Delivery: | Delivery against payment |
| 41. | Additional Paying Agent(s) (if any): | Not Applicable |

ISIN:	XS1725342288
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Common Code:	172534228
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LISTING APPLICATION

This Pricing Supplement comprises the final terms required to list the issue of Notes described herein pursuant to the U.S.\$1,000,000,000 Medium Term Note Program of Power Finance Corporation Limited.

RESPONSIBILITY

The Singapore Exchange Securities Limited (the SGX-ST) and the London Stock Exchange's International Securities Market (the ISM) assumes no responsibility for the correctness of any of the statements made, opinions expressed or reports contained in this Pricing Supplement. The admission of the Notes to the Official List of the SGX-ST and the admission of the Notes to the ISM is not to be taken as an indication of the merits of the Issuer, the Programme or the Notes.

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

Signed on behalf of the Issuer:

By: PARMINDER CHOPRA
GENERAL MANAGER.

Duly authorised



ANNEX A

NOTES BEING ISSUED AS GREEN BONDS

This Annex A supplements and amends the Offering Circular dated 13 October 2017 (the **Offering Circular**), in particular the disclosure under “*Investment Considerations*” and “*Use of Proceeds*”, and should be read in conjunction with the Offering Circular. Terms defined in the Offering Circular have the same meanings herein.

This Annex A is in connection with the Notes being offered as “green bonds”, meaning those in alignment with the pre-issuance requirements of the Climate Bonds Standard Version 2.1 issued by the Climate Bond Initiative (**Green Bonds**). In that regard, KPMG India (**KPMG**) has issued an independent limited assurance statement (the **Assurance Report**) and the Climate Bond Initiative has issued a certificate that the issue of the Notes has met the relevant criteria set by the Climate Bonds Standard Board (the **CBI Certificate**), in each case with respect to the Issuer’s Green Bond Framework (as defined and described in the Offering Circular).

ADDITIONAL RISK FACTORS

The Notes may not be a suitable investment for all investors seeking exposure to green assets.

At the Issuer’s request, KPMG has issued the Assurance Report and the Climate Bond Initiative has issued the CBI Certificate, in each case, with respect to the Issuer’s Green Bond Framework. Neither of the Assurance Report or the CBI Certificate is incorporated into, nor does either form part of, the Offering Circular. Neither the Issuer nor the Dealers make any representation as to the suitability of the Assurance Report or the CBI Certificate. Neither of the Assurance Report or the CBI Certificate is a recommendation to buy, sell or hold securities and each is only current as of the respective date that it was initially issued.

Furthermore, as long as Green Bonds issued by the Issuer remain outstanding, the Issuer will report the use of the proceeds by way of sector-wise information on the projects financed under each of the Issuer’s Green Bond issuances through a separate section in the annual report. The annual report will be published on the Issuer’s website at <http://www.pfcindia.com/>. However, while the Issuer has agreed to report the use of proceeds obligations as described herein and in the Offering Circular, it will not be an Event of Default under the Terms and Conditions of the Notes if the Issuer fails to comply with such obligations.

Similarly, while the Issuer’s Green Bond Framework has been published on its website (<http://www.pfcindia.com/>) and has been reviewed by KPMG (who has provided an Assurance Report) and also been certified by the Climate Bonds Initiative (and any future issuances by the Issuer will also receive a post-issuance certification from the Climate Bonds Initiative, as well as an Assurance Report by KPMG to assure continued adherence to the Issuer’s Green Bond Framework with respect to allocation of proceeds, ongoing eligibility of the projects and assets, adequacy and output of the Issuer’s internal control and systems, and use of unallocated funds), withdrawal of such Assurance Report or the CBI Certificate may affect the value of the Notes and may have consequences for certain investors with portfolio mandates to invest in green assets. Also, withdrawal of any of the Assurance Report or the CBI Certificate would not be an Event of Default under the Terms and Conditions of the Notes.

USE OF PROCEEDS

Funding of Eligible Green Projects

The Issuer will allocate the net proceeds from the sale of the Notes for the financing of Eligible Green Projects (as defined in the Offering Circular) in accordance with the Issuer's Green Bond Framework.

Eligible Green Projects include:

1. Renewable Energy Projects:

- (a) Solar energy projects or assets relating to one or more of the following activities:
 - photovoltaic solar electricity;
 - concentrated solar power;
 - infrastructure and manufacturing; and
 - transmission.
- (b) Wind energy projects or assets relating to one or more of the following activities:
 - offshore and onshore wind farms;
 - infrastructure and manufacturing; and
 - transmission.
- (c) Biomass energy projects or assets relating to one or more of the following activities:
 - renewable feed stocks;
 - infrastructure and manufacturing; and
 - networks.
- (d) Hydropower energy projects or assets relating to river and small hydro projects approved by the Government.
- (e) Geothermal energy projects or assets relating to geothermal electricity and geothermal heat pump (GHP) technology.
- (f) Other renewable energy projects or assets relating to sea and ocean-derived energy sources.
- (g) Energy distribution and management projects or assets relating to one or more of the following activities:
 - transmission and grid infrastructure;
 - smart systems; and
 - meters and heating management.
- (h) Energy storage projects or assets relating to one or more of the following activities:

- hydro storage systems;
- thermal heat storage; and
- new technologies.

Energy Efficiency

Energy efficiency projects or assets relating to one or more of the following activities:

- technology and product manufacturing and supply;
- special purpose products needed to ensure buildings meet industry metrics;
- co-generation, tri-generation and combined heat and power;
- waste heat recovery; and
- electric vehicles.

THE ISSUERS GREEN BOND FRAMEWORK

Green Bond Framework Overview

The Issuer's Green Bond Framework (as defined in the Offering Circular) which has been published on its website (<http://www.pfcindia.com/>) sets out how the Issuer proposes to raise Green Bonds and to use the proceeds of those issuances to invest in renewable energy and energy projects in a manner that is consistent with the Issuer's Green Bond Framework.

The Issuer's Green Bond Framework is established in accordance with the Climate Bonds Standard version 2.1. This framework also adheres to the Green Bond Principles, 2015 issued by the International Capital Markets Association (**ICMA**). The Issuer has addressed the four pillars of ICMA's Green Bond Principles and is committed to annual reporting on the use of proceeds for the lifetime of any bond issued under the Green Bond Framework, including the Notes offered hereby.

Reporting

As long as Green Bonds issued by the Issuer remain outstanding, the Issuer will report the use of the proceeds by way of sector-wise information on the projects financed under each of the Issuer's Green Bond issuances through a separate section in the annual report. The annual report will also be published on the Issuer's website at <http://www.pfcindia.com/>.

However, while the Issuer has agreed to certain reporting and use of proceeds obligations as described herein and in the Offering Circular, it will not be an Event of Default under the Terms and Conditions of the Notes if the Issuer fails to comply with such obligations.

Assurance

The Issuer's Green Bond Framework has been reviewed by KPMG and certified by the Climate Bond Initiative for the issue of the Notes. Post issuance, KPMG will provide assurance that Eligible Green Projects continue to be in alignment with the Issuer's Green Bond Framework with respect to allocation of proceeds, ongoing eligibility of the projects and assets, adequacy and output of the Issuer's internal controls and systems, and use of unallocated funds. In addition to the Notes, any subsequent green bonds issued will also undergo the same selection and nomination process and be verified by the relevant committees. The Issuer will also receive post-issuance certification from the Climate Bonds Initiative to assure continued adherence to the Green Bond Framework. This post issuance certification by the Climate Bond Initiative is expected to be obtained within one year after issuance of the Notes and will be published on the Issuer's website at (<http://www.pfcindia.com/>). However, withdrawal of any of the Assurance Report or the CBI Certificate would not be an Event of Default under the Terms and Conditions of the Notes and such withdrawal may affect the value of the Notes and may have consequences for certain investors with portfolio mandates to invest in green assets.