



Power Finance Corporation Ltd.

A Maharatna PSU



☰ Performance Highlights

Quarter ended 30th
September 2021



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1. Highlights



A. PFC at a Glance

Leading Financer in Power Sector



Majority Owned by Government of India



Key financial partner for Government in Power Sector



Highest Long Term Domestic Rating of 'AAA'

→ Highest "Maharatana" Status for a CPSE conferred by Govt. on 12th October 2021

→ Largest Balance Sheet among all CPSEs

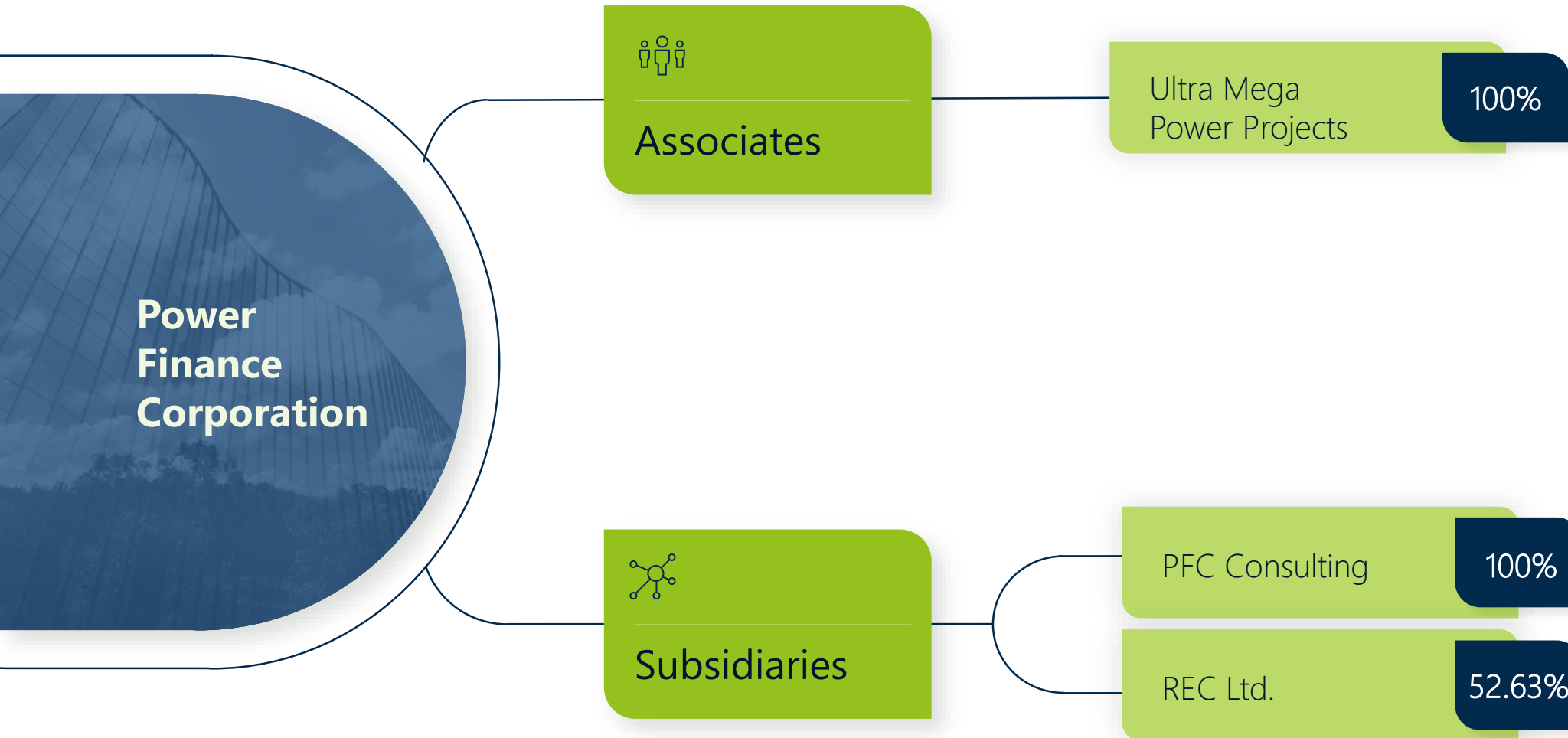


#365 in the world in terms of assets as per Forbes Global'2021



#33 in Fortune 500 India'2020

≡ PFC Group Structure





B. Stand Alone Performance



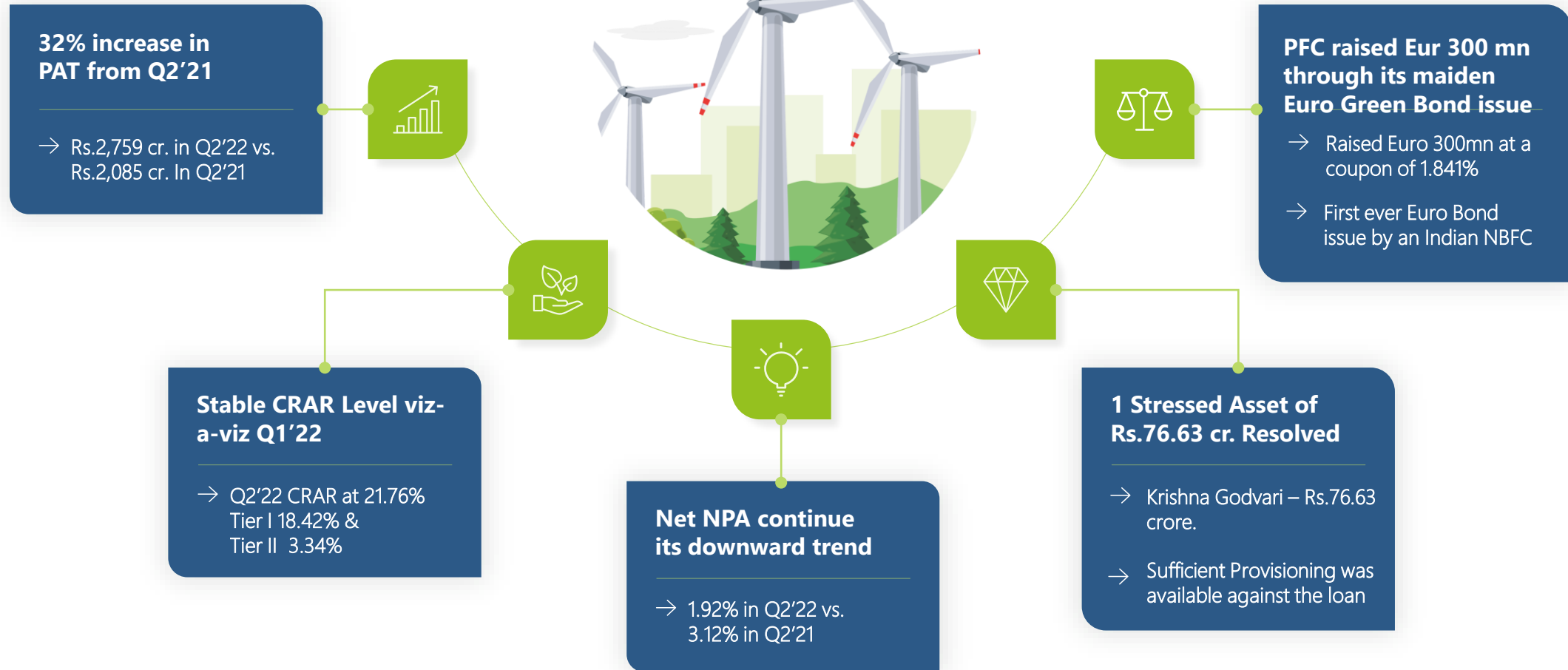
Stand Alone Performance



1.

Highlights

Consistent Financial Performance in Q2'22



1. Excluding Large Hydro

≡ PFC is now a Maharatna CPSE



→ Accorded the highest "Maharatna" Status for a CPSE by Govt. on 12th October 2021



PFC is the 11th CPSE in the Maharatna List



Maharatna Status to give greater operational & financial autonomy



Enhanced powers for equity Investment subject to Govt. of India prescribed limits



Maharatna powers would help PFC in accelerated growth and also supporting Govt's vision for power sector



Stand Alone Performance



2.

Earning Update



Revenue & Growth



(Rs.'crore)

Particulars

	Q2 FY 22	Q2 FY 21	H1 22	H1 21
Interest Income	9,202	9,194	18,466	17,943
Interest Expense	5,672	5,829	11,412	11,506
Net Interest Income	3,530	3,365	7,054	6,437
Profit After Tax	2,759	2,085	5,032	3,785
Total Comprehensive Income	2,907	2,049	5,297	3,695

(Y/E- March)

Some figures may have been regrouped / reclassified for analysis purpose. Therefore, they may not reconcile with the reported figures.

≡ Key Ratios



(Ratios in %)

Particulars

	Q2 FY 22	Q2 FY 21	H1 22	H1 21
Yield on Earning Assets	10.28	10.70	10.34	10.67
Cost of Funds	7.39	7.61	7.41	7.64
Interest Spread on Earning Assets	2.89	3.09	2.93	3.03
Net Interest Margin on Earning Assets	3.63	3.69	3.67	3.58
CRAR	21.76	18.18	21.76	18.18
Net Worth (Share Capital+ All Reserves)	Rs.56,643 cr.	Rs.49,378 cr.	Rs.56,643 cr.	Rs. 49,378 cr.

(Y/E- March)

Ratios are annualised & are based on daily average and rounded off.



Stand Alone Performance



3.

Asset Quality

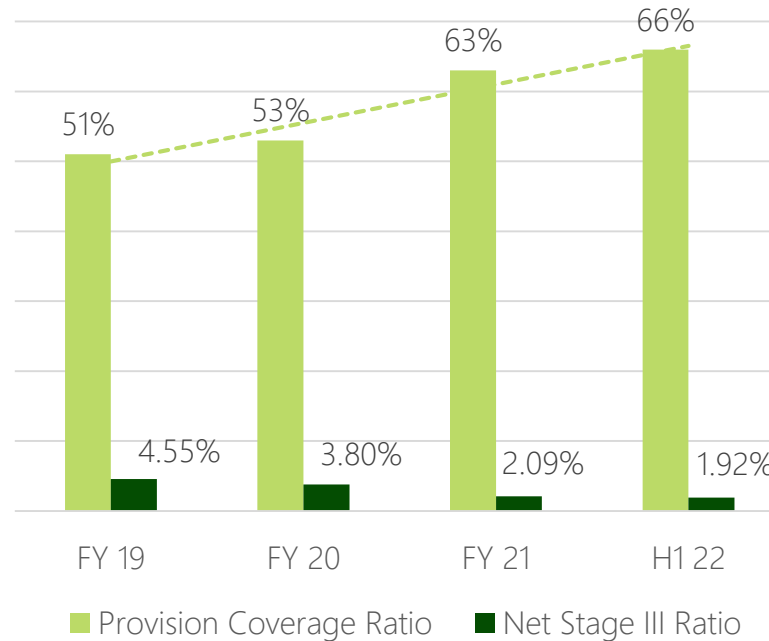


Asset Quality Snapshot

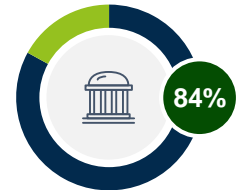


Rs.3,71,732 cr. loan book as on 30.09.2021

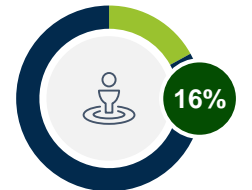
Lowest Net NPA in last 3 years



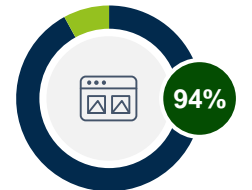
GOVERNMENT SECTOR



PRIVATE SECTOR



PERFORMING ASSET



Adequate Provision Levels leading to a Resilient Balance Sheet

≡ Provisioning Snapshot -30.09.2021

(Rs.'crore)



Provisioning Status as on 30.09.2021

66% provisioning against
Stage III Assets (NPA)

	STAGE I & II	STAGE III	STAGE III as % of Gross Loan Assets	TOTAL
OUTSTANDING LOAN ASSETS				
- Government Sector	3,10,715	-	-	3,10,715
- Private Sector	39,954	21,063	-	61,017
TOTAL OUTSTANDING	3,50,669	21,063	5.67%	3,71,732
TOTAL PROVISIONING	3,529	13,910	-	17,439
NET ASSETS	3,47,140	7,153	1.92%	3,54,293

Note - Provision has been made in respect of all loans assets as per Expected Credit Loss (ECL) methodology under Ind As.

Resolution Status

Stage III Assets



**Resolution status
of Rs.21,063 cr.
of loan assets in
Stage III**



Under NCLT



Rs.16,688 cr. in NCLT

16 projects

68% provision



Outside NCLT



Rs.4,375 cr. resolution being
pursued outside NCLT

9 projects

58% provision



Stand Alone Performance



4.

Operational Performance

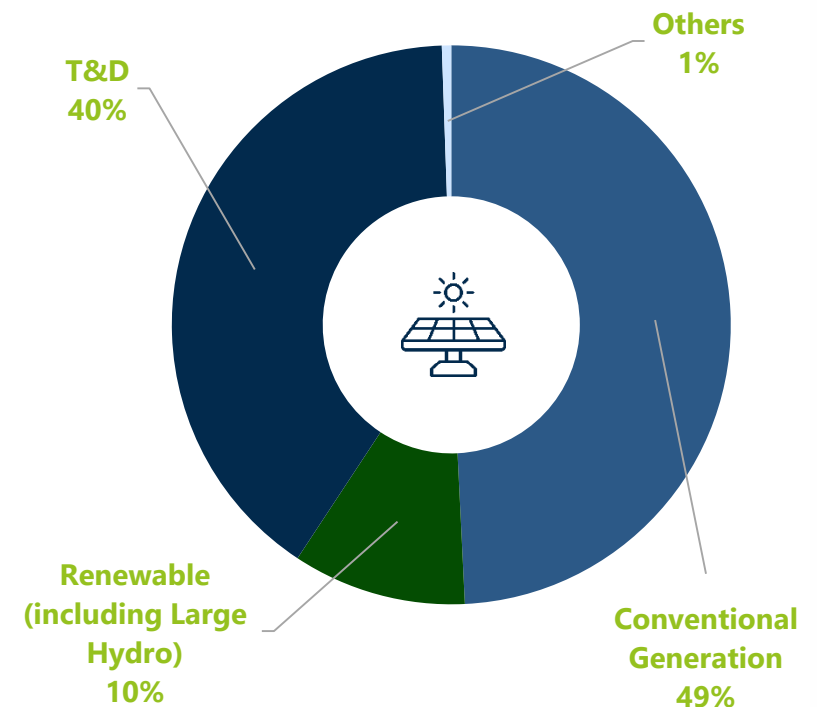


≡ Loan Asset - Composition

(Rs.'crore)

	As on 30.09.2021	As on 30.09.2020
Gross Loan Assets	3,71,732	3,71,158
Scheme Wise		
Generation	2,19,818	2,47,099
- Conventional Generation	1,82,578	2,07,816
- Renewable Energy	37,240	39,283
• Renewable Energy – Large Hydro Projects (>25MW)	16,403	17,848
• Renewable Energy – Other than Large Hydro Projects	20,837	21,434
Transmission	28,100	30,216
Distribution	1,21,804	91,706
Others	2,010	2,137
Sector Wise		
Government Sector	3,10,715	3,10,017
Private Sector	61,017	61,141

Continued focus on T&D and Renewable Business



Disbursement Composition

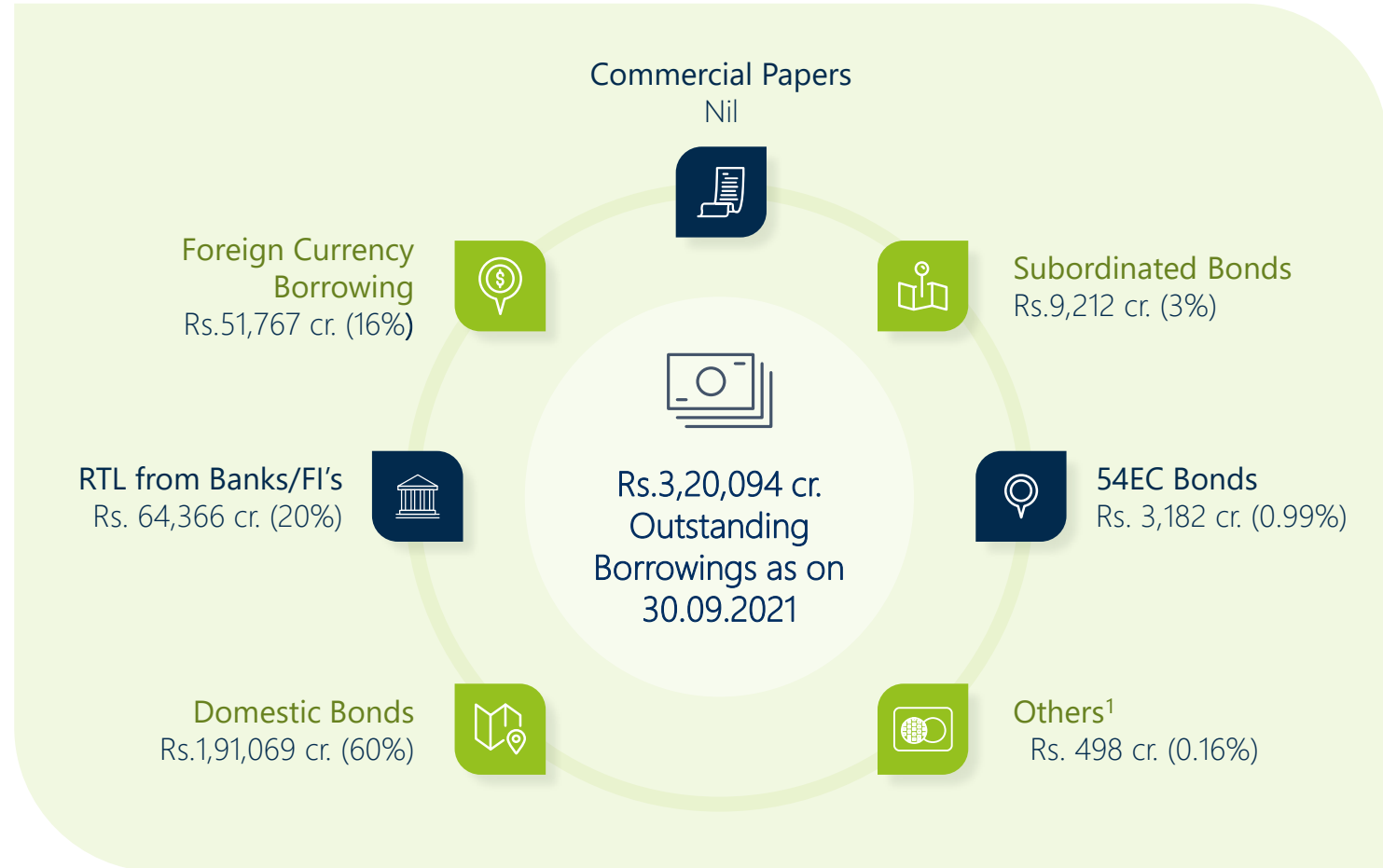


(Rs.'crore)

	Q2 FY 22		Q2 FY 21		H1 22		H1 21	
	Amt	%	Amt	%	Amt	%	Amt	%
Disbursements	14,161	100%	28,825	100%	25,492	100%	46,096	100%
Scheme Wise								
Generation	2,617	18%	9,855	34%	8,973	35%	20,764	45%
Transmission	459	3%	1,382	5%	966	4%	3,040	7%
Distribution	11,070	78%	17,526	61%	15,535	61%	22,160	48%
Others	15	0.10%	62	0.2%	19	0.1%	132	0.2%
Sector Wise								
Government Sector	12,726	90%	25,809	90%	20,957	82%	40,662	88%
Private Sector	1,435	10%	3,016	10%	4,535	18%	5,434	12%

≡ Liability Mix as on 30.09.2021

85% exchange risk hedged for FCL with 5 years residual maturity



1. Like CC/OD/line of credit/LAFD.



Stand Alone Performance

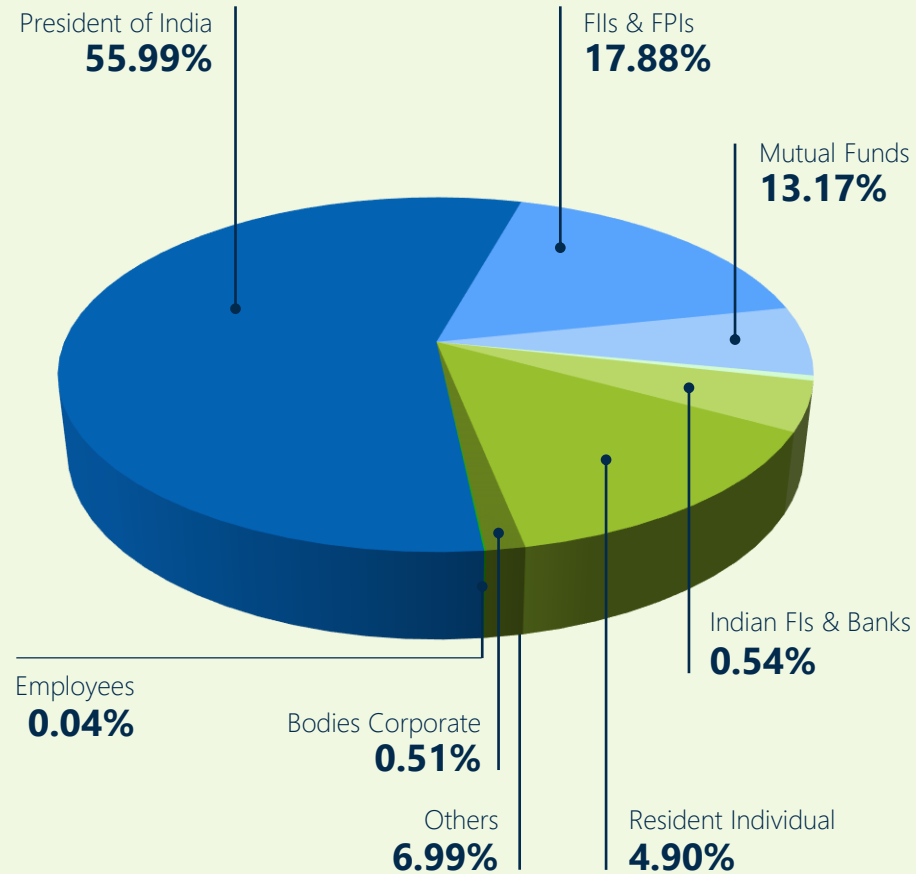


5.

Shareholder Outlook



≡ Shareholder Outlook as on 30.09.2021



Equity Ratios Indicate Potential For Upside

EPS
(Annualized)

Rs.38.12

Book Value
Per Share

Rs.214.55

Price to
Earning Ratio

3.73

Price to Book
Value Ratio

0.66

Above ratios are for Q2'22 & are based on the last available closing share price from BSE as on the end of reporting period



C. Consolidated Performance



Consolidated Performance



1.

Highlights

☰ Consolidated Snapshot

Net Worth



→ Rs.90,311 cr. in H1'22 vs. Rs.75,596 cr. in H1'21

Loan Assets



→ Rs.7,59,009 cr. in H1'22 vs. Rs.7,20,110 cr. in H1'21

Gross NPA



→ 5.17% in H1'22 vs. 6.21% in H1'21



Profit After Tax

→ Rs.9,578 cr. in H1'22 vs Rs.7,847 cr. in H1'21



Net NPA

→ 1.72% in H1'22 vs 2.60% in H1'21

≡ Key Consolidated Financials



(Rs.'crore)

Particulars

	Q2 FY 22	Q2 FY 21	H1 22	H1 21
Interest Income	18,928	18,035	37,617	34,891
Interest Expense	11,235	11,240	22,548	22,109
Net Interest Income	7,693	6,795	15,069	12,782
Profit After Tax	5,023	4,290	9,578	7,847
Total Comprehensive Income	5,159	4,365	9,890	8,030

(Y/E- March)

Some figures may have been regrouped / reclassified for analysis purpose. Therefore, they may not reconcile with the reported figures.



Thanks

For questions on PFC's financial performance, you can reach PFC Investor Relations Team at investorrelations@pfcindia.com



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