



Funding for a Brighter Tomorrow....

August 2016						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	31			

Power Finance Corporation Limited

A Navratna PSU

**Performance Highlights
(Standalone, Audited)**

**Quarter Ended
30th June, 2016**

Highlights – Q1 FY 17 vs. Q1 FY 16



■ **Sanctions increased by 76% to ₹ 34,613 crores from ₹ 19,638 crores**

■ **Net Profit increased by 9% to ₹ 1,713 crores from ₹ 1,576 crores**

■ **Total Income increased by 6% to ₹ 7,159 crores from ₹ 6,759crores**

Highlights – Q1 FY 17 vs. Q1 FY 16



■ Net Interest Income increased by 5% to ₹ 2,934 crores from ₹ 2,792 crores

■ Net worth (Share Capital + Free Reserves) increased by 9% to ₹ 33,268 crores from ₹ 30,564 crores

■ Net worth (Share Capital + All Reserves) increased by 10% to ₹ 37,141 crores from ₹ 33,721 crores

Comparable Profit



(Y/E – March, ₹ Crores)

Comparable Profit	Q1 FY 2017	Q1 FY 2016	% change	FY 2016	FY 2015	% change
Reported PAT	1,713	1,576	9%	6,113	5,959	3%
Adjustments (post-tax):						
Provision on NPA, Standard Assets, Restructured Assets etc.	90	208		268	-	
Prior period Income Tax (incl. interest thereon) and DTL	-	-		(6)	(0.6)	
Translation / Actual Exchange Gain(-) / Loss(+) (including impact of DTL)	113	83		310	343	
R-APDRP Expenses	-	-		-	(26)	
R-APDRP & IPDS Income	(2)	(0.18)		(24)	22	
Comparable PAT	1,913	1,867	2.5%	6,662	6,297	6%

Profit & Loss Account



(Y/E – March, ₹ Crores)

Income Statement#	Q1 FY 2017	Q1 FY 2016	FY 2016	FY 2015
Interest Income	7,103	6,747	27,259	24,828
Interest Expense	(4,169)	(3,955)	(16,091)	(14,957)
Net Interest Income	2,934	2,792	11,168	9,872
Other Income*	56	4	135	15
Operating Costs	(202)	(181)	(293)	(217)
Provisions for contingencies	(174)	(248)	(1,706)	(844)
Profit Before Tax & Extra-ordinary Items	2,614	2,367	9,305	8,825
Extra-ordinary Items^	(124)	(73)	(244)	(447)
Tax Provisions	(662)	(693)	(2,834)	(2,503)
DTL(-) / DTA(+)	(116)	(24)	(113)	84
Profit after Tax	1,713	1,576	6,113	5,959

* Other Income includes Nodal agency fee income and other income given in P&L account

^ Extraordinary Items includes translation/actual exchange gain/loss, prior period adjustments, prepayment premium etc..

#All items of Income Statement have been regrouped for analysis

Balance Sheet



(Y/E – March, ₹ Crores)

Liabilities	30.06.2016	30.06.2015	31.03.2016	31.03.2015
Shareholders' Funds	37,141	33,721	35,766	32,219
Non-Current Liabilities				
Long-term Borrowing	160,741	160,070	172,550	164,973
Deferred Tax Liabilities (net)	418	214	302	189
Other Liabilities	524	334	549	334
Long-term Provisions	1,544	1,368	1,229	964
Current Liabilities				
Current Maturity of Long-term Borrowing	20,469	17,687	20,363	18,735
Short- Term Borrowing	13,271	7,384	7,572	4,064
Other Liabilities	8,614	7,369	7,501	6,660
Short- Term Provisions	978	722	805	525
Total Liabilities	243,700	228,867	246,637	228,664

Balance Sheet



(Y/E – March, ₹ Crores)

Assets	30.06.2016	30.06.2015	31.03.2016	31.03.2015
Non-Current Assets				
Fixed Assets	63	65	64	66
Non-Current Investments	2,267	372	2,267	347
Long-term Loans	177,876	200,848	200,036	197,843
Other Assets	321	228	315	225
Current Assets				
Current Investments	1,071	504	411	504
Cash & Bank Balances	9,138	2	78	5,071
Current Maturity Long-Term Loans	40,952	17,628	33,622	16,312
Short- Term Loans	6,142	2,976	3,804	2,887
Other Assets	5,870	6,244	6,040	5,410
Total Assets	243,700	228,867	246,637	228,664

Key Indicators



(Y/E – March, ₹ Crores)

Key Indicators	Q1 FY 2017	Q1 FY 2016	FY 2016	FY 2015
Sanctions (excluding R-APDRP)	34,613	19,638	65,042	60,784
R-APDRP Scheme - Sanctions	1,574	-	19,747	1,558
Disbursements (excluding R-APDRP)	7,754	7,750	46,588	44,691
R-APDRP Scheme- Disbursements	657	400	995	578
Outstanding sanctions (excluding R-APDRP)	155,142	1,53,821	136,792	144,906
Loan Assets	224,970	221,452	237,462	217,161
Yield on Assets* #	11.94%	12.35%	12.05%	12.40%
Cost of Funds* #	8.46%	8.72%	8.62%	8.99%
Interest Spread* #	3.48%	3.64%	3.42%	3.41%
Net Interest Margin* #	4.93%	5.11%	4.94%	4.93%

* Q1 FY 17/16 ratios annualized using actual number of days # Based on daily average and excluding impact of exchange loss & gain

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Key Indicators



Key Indicators	Q1 FY 2017	Q1 FY 2016	FY 2016	FY 2015
Return on Average Assets*	2.79%	2.76%	2.57%	2.82%
Net worth (Share Capital + Free Reserves) (₹ in crores)	33,268	30,564	32,046	29,245
Net worth (Share Capital + All Reserves) (₹ in crores)	37,141	33,721	35,766	32,219
Return on Average Net worth (Share Capital + Free Reserves) *	20.98%	21.08%	19.95%	21.93%
Return on Average Net worth (Share Capital + All Reserves) *	18.79%	19.12%	17.98%	20.00%
Debt Equity Ratio ^	5.24	5.49	5.61	5.83
Capital Adequacy Ratio	21.10%	20.71%	20.27%	20.34%
Of which Tier I	17.88%	17.37%	17.07%	16.95%
Tier II	3.22%	3.34%	3.20%	3.39%
EPS (Weighted average)* (₹)	51.89	47.76	46.31	45.15
Book Value Per Share (₹)	252.02	231.54	242.77	221.55

* Quarterly Ratios have been Annualized: ^ based on Net worth (Share Capital + All Reserves) = Paid-up capital + Reserves & Surplus;

Sanctions – Composition

(Y/E – March, ₹ Crores)

Sanctions	Q1 FY17		Q1 FY16		FY16		FY15	
<u>Discipline-wise</u>	Amount	%	Amount	%	Amount	%	Amount	%
Generation	27,929	81%	18,518	94%	38,235	59%	31,318	52%
Transmission	430	1%	772	4%	6,050	9%	3,821	6%
Distribution #	39	0%	41	0.2%	4,513	7%	1,042	2%
Others*	6,214	18%	307	2%	16,244	25%	24,603	40%
Total	34,613	100%	19,638	100%	65,042	100%	60,784	100%
<u>Borrower-wise</u>								
State Sector #	31,899	92%	14,589	74%	45,794	70%	35,104	58%
Central Sector	1,599	5%	1,800	9%	6,179	10%	3,577	6%
Joint Sector	99	0%	1,185	6%	4,665	7%	5,086	8%
Private sector	1,016	3%	2,064	11%	8,403	13%	17,016	28%
Total	34,613	100%	19,638	100%	65,042	100%	60,784	100%
R-APDRP (Part A)	-	-	-	-	-	-	151	10%
R-APDRP (Part B)	-	-	-	-	-	-	1,407	90%
IPDS	1,574	100%	-	-	19,747	100%		
Total	1,574	100%	-	-	19,747	100%	1,558	100%

* Includes Transitional Finance , Studies, Short Term Loans, Buyer Line of Credit, funding of regulatory assets

Includes counterparty funding of R-APDRP Part B by PFC of ₹ nil crs Q1 FY 17, ₹ nil crs in Q1 FY 16, ₹ 276 crs FY 16 & ₹ 717 crs in FY 15 respectively.

Disbursements – Composition



(Y/E – March, ₹ Crores)

Disbursements	Q1 FY17		Q1 FY16		FY16		FY15	
<u>Discipline-wise</u>	Amount	%	Amount	%	Amount	%	Amount	%
Generation	3,223	42%	5,427	70%	26,377	57%	24,165	54%
Transmission	665	9%	356	5%	2,160	5%	3,063	7%
Distribution	173	2%	150	2%	1,546	3%	994	2%
Others*	3,693	48%	1,818	23%	16,504	35%	16,468	37%
Total	7,754	100%	7,750	100%	46,588	100%	44,691	100%
<u>Borrower-wise</u>								
State Sector	5,923	76%	5,027	65%	32,354	69%	31,964	72%
Central Sector	368	5%	186	2%	4,660	10%	1,084	2%
Joint Sector	321	4%	1,021	13%	2,653	6%	2,147	5%
Private sector	1,143	15%	1,517	20%	6,920	15%	9,496	21%
Total	7,754	100%	7,750	100%	46,588	100%	44,691	100%
R-APDRP (Part A)	161	24%	60	15%	137	14%	232	40%
R-APDRP (Part B) #	318	48%	340	85%	531	53%	347	60%
IPDS	178	27%			327	33%		
Total	657	100%	400	100%	995	100%	578	100%

* Includes Transitional Finance ,Studies, Short Term Loans, Buyer Line of Credit, funding of regulatory assets

Gol portion

Outstanding Sanctions as on 30.06.2016



(Y/E – March, ₹ Crores)

	doc. executed & disb. commenced	O/S Sanctions where doc. executed but disb. not commenced	doc. not executed	Total Outstanding Sanctions
<u>Discipline-wise</u>				
Generation	46,959	18,042	51,054	116,054
Transmission	13,850	2,983	2,643	19,475
Distribution #	5,064	1,761	3,837	10,661
Others*	3,171	339	5,441	8,951
Total	69,044	23,124	62,973	155,142
<u>Borrower-wise</u>				
State Sector #	49,489	9,564	51,417	110,470
Central Sector	4,567	-	1,977	6,544
Joint Sector	2,370	2,033	3,795	8,198
Private sector	12,618	11,528	5,784	29,930
Total	69,044	23,124	62,973	155,142

* Includes Transitional Finance ,Studies, Short Term Loans, Buyer Line of Credit, funding of regulatory assets

Includes counterparty funding of R-APDRP Part B by PFC of ₹ 4,445 cr

Loan Assets – Composition



(Y/E – March, ₹ Crores)

Loan Assets*	30.06.2016		30.06.2015		31.03.2016		31.03.2015	
	Amount	%	Amount	%	Amount	%	Amount	%
Generation	172,977	76%	162,527	73%	171,740	72%	158,981	73%
Transmission	14,954	7%	13,661	6%	14,613	6%	13,538	6%
Distribution	6,743	3%	6,957	3%	7,387	3%	7,051	3%
Others**	31,864	14%	38,871	17%	45,180	19%	38,114	18%
Total	226,538	100%	222,016	100%	238,920	100%	217,685	100%
Borrower-wise								
State Sector	150,847	67%	152,411	69%	164,225	69%	149,248	69%
Central Sector	20,928	9%	17,657	8%	21,027	9%	17,870	8%
Joint Sector	15,713	7%	14,864	7%	15,545	7%	13,965	6%
Private Sector	39,050	17%	37,084	17%	38,123	16%	36,602	17%

* Gross Loans = Loans outstanding + Provision for NPAs

** Includes Transitional Finance, Studies, Short Term Loans, Buyer Line of Credit, funding of regulatory assets

Loan Quality & Provisions

(Y/E – March, ₹ Crores)

Particulars	30.06.2016	30.06.2015	31.03.2016	31.03.2015
Gross NPAs	7,556	2,934	7,519	2,533
Less: Provisions	(1,568)	(565)	(1,458)	(524)
Net NPAs	5,989	2,369	6,061	2,009
<i>As a % of Loan Assets:</i>				
<i>Gross NPAs</i>	3.34%	1.32%	3.15%	1.16%
<i>Net NPAs</i>	2.66%	1.07%	2.55%	0.93%
Contingent Provision against Standard assets	580	493	597	487
Contingent Provision against Restructured Standard assets	1,237	766	1,129	564
Specific provisions for Loan Assets	1,568	565	1,458	524
Reserve for bad & doubtful debts (RBDD)	2,648	2,223	2,547	2,118
Total	6,032	4,047	5,732	3,693

Borrowing Profile



(Y/E – March, ₹ Crores)

Borrowings	30.06.2016		30.06.2015		31.03.2016		31.03.2015	
	Amount	%	Amount	%	Amount	%	Amount	%
Bonds	171,176	88%	162,133	88%	172,339	86%	160,528	85%
Term Loans	10,035	5%	15,624	8%	20,574	10%	23,181	12%
Short Term Loans	13,271	7%	7,384	4%	7,572	4%	4,064	2%
Borrowings O/s	194,482	100%	185,141	100%	200,484	100%	187,773	100%
Of which:								
<i>Rupee Denominated</i>	183,223	94%	175,251	95%	189,709	95%	178,042	95%
<i>Foreign Currency Loans</i>	11,259	6%	9,890	5%	10,776	5%	9,731	5%

Resource Profile



(Y/E – March, ₹ Crores)

Resources	30.06.2016		30.06.2015		31.03.2016		31.03.2015	
	Amount	%	Amount	%	Amount	%	Amount	%
Shareholders' Funds	37,141	16%	33,721	15%	35,766	15%	32,219	15%
Reserve for bad & doubtful debts (included in Shareholder's Funds)	2648		2223		2547		2118	
Deferred Tax Liability	418	0.2%	214	0.1%	302	0.1%	189	0.1%
Interest Subsidy Fund	105	0.05%	107	0.05%	107	0.05%	111	0.1%
Bonds (Domestic)	169,952	73%	160,977	73%	171,137	72%	159,393	72%
Rupee Term Loans	0	0%	6,890	3%	11,000	5%	14,585	7%
Short Term Loans	13,271	6%	7,384	3%	7,572	3%	4,064	2%
Foreign Currency Loans	11,259	5%	9,890	5%	10,776	5%	9,731	4%
Total	232,146	100%	219,182	100%	236,660	100%	220,293	100%

Major Loans Sanctioned in Q1 FY 2017

PROPOSAL DISCRIPTION	Sanctions (₹ in crores)
CENTRAL/ STATE/ JOINT SECTOR	
Setting Up Of 2X660 MW Jawaharpur TPS Of Jawaharpur Vidyut Utpadan Nigam Ltd.	6,157
Term Loan of Rajasthan Rajya Vidyut Utpadan Nigam Ltd	3,000
1000 Mw Nabinagar TPP of Bhartiya Rail Bijlee Company Ltd.	1,599
PRIVATE SECTOR	
Funding Of Coal Mine & Cost Overrun Of 1200 MW TPP of Essar Power MP Ltd	532
216 MW(Ac) Solar Power Project Adani Green Energy (Tamil Nadu) Ltd.	350
72 MW(Ac) Solar Power Project-Ramnad Solar Power Ltd	120

Shareholding Pattern



Category	Holding (%)			
	30.06.2016	30.06.2015	31.03.2016	31.03.2015
President of India	67.80%	72.80%	67.80%	72.80%
FIs & FPIs	13.18%	12.88%	13.34%	13.11%
Indian FIs, Banks & Insurance Cos	12.76%	7.95%	12.74%	7.07%
Bodies Corporate	1.24%	2.13%	1.39%	2.72%
Resident Individuals	2.76%	2.13%	2.68%	2.17%
Mutual Funds	1.71%	1.75%	1.50%	1.78%
Employees	0.06%	0.07%	0.06%	0.07%
Others	0.49%	0.31%	0.49%	0.29%
Total	100%	100%	100%	100%

S No	Top 10 Shareholders (as on 30.06.2016)	Holding (%)	Category
1	PRESIDENT OF INDIA	67.80%	POI
2	LIFE INSURANCE CORPORATION OF INDIA	9.08%	INS
3	LIFE INSURANCE CORPORATION OF INDIA P & GS FUND	1.39%	IFI
4	MORGAN STANLEY ASIA (SINGAPORE) PTE.	1.02%	FII
5	SWISS FINANCE CORPORATION (MAURITIUS) LIMITED	0.90%	FII
6	MORGAN STANLEY MAURITIUS COMPANY LIMITED	0.66%	FII
7	HDFC TRUSTEE COMPANY LTD - A/C HDFC MID - CAPOPPOR	0.51%	MUT
8	STATE BANK OF INDIA	0.48%	BNK
9	PUNJAB NATIONAL BANK	0.44%	BNK 18
10	VANGUARD EMERGING MARKETS STOCK INDEX FUND ASERIE	0.40%	FII

DISCOMS - LOAN ASSETS (UDAY STATUS)



(₹ Crores)

States	Loan Balance as on 30-Sep-2015(excluding A-PDRP)	Normal Repayments	Loan Prepaid under UDAY	Loan Balances as on 30-JUN-2016	MOU Status
HIMACHAL PRADESH	253	64	0	188	
MADHYA PRADESH	171	11	0	160	
MAHARASHTRA	3778	510	0	3269	
TOTAL (A)	4202	585	0	3617	
ANDHRA PRADESH	2529	5	0	2523	MOU SIGNED
BIHAR	56	21	0	35	MOU SIGNED
CHATTISGARH	2	0	2	0	MOU SIGNED
GUJARAT	4	1	0	2	MOU SIGNED
HARYANA	4128	255	3872	2	MOU SIGNED
JHARKHAND	18	11	7	0	MOU SIGNED

States	Loan Balance as on 30-Sep-2015(excluding A-PDRP)	Normal Repayments	Loan Prepaid under UDAY	Loan Balances as on 30-JUN-2016	MOU Status
KARNATAKA	134	92	0	41	MOU SIGNED
PUNJAB	2094	761	1333	0	MOU SIGNED
RAJASTHAN	9459	338	8191	930	MOU SIGNED
UTTAR PRADESH	8290	233	7655	402	MOU SIGNED
TOTAL (B)	26713	1717	21060	3936	
TAMILNADU	15049	493	0	14556	
TELANGANA	544	16	0	527	
WEST BENGAL	2172	202	0	1970	
TOTAL (C)	17766	712	0	17053	
Grand Total (A+B+C)	48681	3015	21060	24607	



Thank You!