



We Create Possibility of a Better Tomorrow....

August 2013

Sun	Mon	Tue	Wed	Thu	Fri	Sat
				1	2	3
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25	26	27	28	29	30	31

Power Finance Corporation Limited

A Navratna PSU

**Performance Highlights
(Standalone, Un-Audited)**

**Quarter Ended
30th June, 2013**

Highlights – Q1 FY 14 vs. Q1 FY 13



- **Net Profit increased by 23% from ₹ 972 crore to ₹ 1,198 crore**
- **Comparable PAT increased by 33% from ₹ 1,029 crore to ₹ 1,365 crore**
- **Total Income increased by 27% from ₹ 3,945 crore to ₹ 5,017 crore**
- **Net Interest Income increased by 39% from ₹ 1,394 crore to ₹ 1,942 crore**
- **Interest Spread increased by 66 bps from 2.63% to 3.29%**

Highlights – Q1 FY 14 vs. Q1 FY 13 (contd.)



- **Sanctions_(excl. R-APDRP) increased by 37% from ₹ 11,182 crore to ₹ 15,375 crore**
- **Disbursement_{S(excl.R-APDRP)} increased by 4% from ₹ 7,884 crore to ₹ 8,235 crore**
- **Loan Assets increased by 24% from ₹ 1,34,742 crore to ₹ 1,67,196 crore**
- **Networth increased by 15% from ₹ 20,359 crore to ₹ 23,427 crore**

Comparable Profit



(Y/E – March, ₹ Crores)

Comparable Profit	Q1 FY 2014	Q1 FY 2013	% change	FY 2013	FY 2012	% change
Reported PAT	1,198	972	23%	4420	3,032	46%
Adjustments (post-tax):						
Contingent Provision against standard assets	49	0		133	-	
Prior period Income Tax (incl. interest thereon) and DTL	-0.02	0.07		33	(15)	
Translation / Actual Exchange Gain(-) / Loss(+) (including impact of DTL)	118	57		109	114	
Reversal of CSR Provision pertaining to Earlier years	-	-		(12)	-	
Comparable PAT	1,365	1,029	33%	4,682	3,130	50%

Profit & Loss Account



(Y/E – March, ₹ Crores)

Income Statement#	Q1 FY14	Q1 FY13	FY13	FY12
Interest Income	4,959	3,900	17,041	12,724
Interest Expense	(3,016)	(2,506)	(10,768)	(8,329)
Net Interest Income	1,942	1,394	6,272	4,395
Other Income*	10	9	58	120
Operating Costs	(32)	(29)	(145)	(129)
Provisions for contingencies	(91)	(2)	(81)	(143)
Profit Before Tax & Extra-ordinary Items	1,829	1,373	6,105	4,242
Extra-ordinary Items^	(107)	(77)	(138)	(138)
Tax Provisions	(334)	(329)	(1,415)	(1,068)
DTL(-) / DTA(+)	(189)	5	(132)	(4)
Profit after Tax	1,198	972	4,420	3,032

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

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

#All items of Income Statement have been regrouped for analysis

Balance Sheet



(Y/E – March, ₹ Crores)

Liabilities	30.06.2013	30.06.2012	31.03.2013	31.03.2012
Shareholders' Funds	25,252	21,679	24,054	20,708
Share Application Money pending allotment	0.02	-	-	-
Non-Current Liabilities				
Long-term Borrowing	1,28,998	1,02,591	1,21,151	95,867
Deferred Tax Liabilities (net)	409	83	220	87
Other Liabilities	469	539	540	551
Provisions	224	30	162	29
Current Liabilities				
Current Maturity of Long-term Borrowing	7,183	10,343	9,612	10,188
Short- Term Borrowing	6,357	1,021	8,820	4,071
Other Liabilities	5,328	4,373	5,064	3,800
Provisions	242	404	194	275
Total Liabilities	1,74,463	1,41,063	1,69,817	1,35,575

Balance Sheet



(Y/E – March, ₹ Crores)

Assets	30.06.2013	30.06.2012	31.03.2013	31.03.2012
Non-Current Assets				
Fixed Assets	73	75	74	76
Non-Current Investments	255	55	187	55
Long-term Loans	1,46,607	1,20,102	1,42,495	1,12,017
Other Assets	397	126	376	101
Foreign Currency Monetary Item Translation Difference A/c	1,024	1,049	478	515
Current Assets				
Current Investments	4	4	4	4
Cash & Bank Balances	1,820	2,016	4,754	1,988
Current Maturity Long-Term Loans	18,155	10,647	15,456	11,877
Short- Term Loans	2,434	3,993	2,416	6,178
Other Assets	3,692	2,995	3,577	2,763
Total Assets	1,74,463	1,41,063	1,69,817	1,35,575

Key Indicators



(Y/E – March, ₹ Crores)

Key Indicators	Q1 FY14	Q1 FY13	FY13	FY12
Sanctions (excluding R-APDRP)	15,375	11,182	75,147	59,429
R-APDRP Scheme - Sanctions	-	-	3,728	9,596
Disbursements (excluding R-APDRP)	8,235	7,884	45,151	39,818
R-APDRP Scheme- Disbursements	280	261	1,217	1,600
Outstanding sanctions (excluding R-APDRP)	1,70,254	1,58,919	1,63,720	1,61,976
Loan Assets	1,67,196	1,34,742	1,60,367	1,30,072
Yield on Assets* #	12.14%	11.71%	11.94%	11.25%
Cost of Funds* #	8.85%	9.08%	9.08%	9.00%
Interest Spread* #	3.29%	2.63%	2.87%	2.25%
Net Interest Margin* #	4.76%	4.19%	4.40%	3.89%

* Quarterly Ratios have been Annualised . # Based on daily average

Key Indicators



Key Indicators	Q1 FY14	Q1 FY13	FY13	FY12
Return on Average Assets*	2.78%	2.81%	2.89%	2.52%
Networth^ (₹ in crores)	23,427	20,359	22,351	19,493
Return on Average Networth*	20.94%	19.51%	21.12%	18.00%
Debt Equity Ratio	6.10	5.63	6.26	5.68
Capital Adequacy Ratio	18.82%	18.55%	17.98%	16.29%
Of which Tier I	17.07%	17.51%	16.83%	15.38%
Tier II	1.75%	1.04%	1.15%	0.91%
EPS (Weighted average)* (₹)	36.31	29.45	33.48	23.41
Book Value Per Share (₹)	177.47	154.24	169.33	147.68

* Quarterly Ratios have been Annualised: ^Networth = Paid-up capital + Reserves & Surplus – Reserve for Bad & Doubtful Debts - Debenture Redemption Reserve – CSR Reserve – Sustainable dev reserve;

Sanctions – Composition

(Y/E – March. ₹ Crores)

Sanctions	Q1 FY14		Q1 FY13		FY13		FY12	
	Amount	%	Amount	%	Amount	%	Amount	%
Discipline-wise								
Generation	10,032	65%	8,346	75%	38,352	51%	42,298	71%
Transmission	2,451	16%	1,090	10%	8,278	11%	2,678	5%
Distribution #	2,428	16%	906	8%	1,350	2%	6,937	12%
Others*	465	3%	840	8%	27,167	36%	7,517	13%
Total	15,375	100%	11,182	100%	75,147	100%	59,429	100%
Borrower-wise								
State Sector #	11,103	72%	4,979	45%	55,410	74%	42,663	72%
Central Sector	43	0.3%	0	0%	475	0.6%	811	1%
Joint Sector	0	0%	0	0%	0	0%	1,061	2%
Private sector	4,229	28%	6,203	55%	19,263	26%	14,894	25%
Total	15,375	100%	11,182	100%	75,147	100%	59,429	100%
R-APDRP (Part A)	-	-	-	-	75	2%	794	8%
R-APDRP (Part B)	-	-	-	-	3,653	98%	8,802	92%
Total	-	-	-	-	3,728	100%	9,596	100%

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

Includes counterparty funding of R-APDRP Part B by PFC of ₹ 186 cr, ₹ 890 cr, ₹ 890 cr and ₹ 4,273 cr for Q1 FY 14, FY 13, Q1 FY 13 & FY 12 respectively

Cumulative Sanctions (excluding R-APDRP) till 30 Jun '13 ₹ 4,32,605 Crores

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Disbursements – Composition



(Y/E – March, ₹ Crores)

Disbursements	Q1 FY14		Q1 FY13		FY13		FY12	
<u>Discipline-wise</u>	Amount	%	Amount	%	Amount	%	Amount	%
Generation	5,348	65%	7,187	91%	25,582	57%	27,749	70%
Transmission	341	4%	286	4%	2,033	5%	3,271	8%
Distribution #	188	2%	336	4%	1,280	3%	1,667	4%
Others*	2,359	29%	75	1%	16,256	36%	7,132	18%
Total	8,235	100%	7,884	100%	45,151	100%	39,818	100%
<u>Borrower-wise</u>								
State Sector #	6,152	75%	5,667	72%	34,781	77%	24,601	62%
Central Sector	143	2%	198	3%	1,577	3%	5,393	14%
Joint Sector	453	5%	872	11%	2,062	5%	1,619	4%
Private sector	1,488	18%	1,147	15%	6,731	15%	8,205	21%
Total	8,235	100%	7,884	100%	45,151	100%	39,818	100%
R-APDRP (Part A)	280	100%	12	5%	393	32%	395	25%
R-APDRP (Part B)	0	0%	249	95%	824	68%	1,205	75%
Total	280	100%	261	100%	1217	100%	1,600	100%

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

Includes counterparty funding of R-APDRP Part B by PFC of ₹ 2 cr & ₹ 15 cr , for Q1 FY 14 & FY 13 respectively.

Cumulative Disbursements (excluding R-APDRP) till 30 June '13 ₹ 2,62,351 Crores

Outstanding Sanctions as on 30.06.2013



(Y/E – March, ₹ Crores)

	O/S Sanctions where			Total Outstanding Sanctions
	doc. executed & disb. commenced	doc. executed but disb. not commenced	doc. not executed	
<u>Discipline-wise</u>				
Generation	52,405	33,506	42,845	1,28,755
Transmission	10,273	3,434	7,010	20,716
Distribution #	3,761	1,338	5,631	10,729
Others*	4,195	763	5,096	10,053
Total	70,634	39,040	60,580	1,70,254
<u>Borrower-wise</u>				
State Sector #	52,661	21,815	40,286	1,14,762
Central Sector	2,253	181	400	2,834
Joint Sector	3,751	400	0	4,151
Private sector	11,968	16,644	19,895	48,507
Total	70,634	39,040	60,580	1,70,254

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

Includes counterparty funding of R-APDRP Part B by PFC of ₹ 4,835 cr

Loan Assets – Composition



(Y/E – March, ₹ Crores)

Loan Assets*	30.06.2013		30.06.2012		31.03.2013		31.03.2012	
	Amount	%	Amount	%	Amount	%	Amount	%
Generation	1,30,881	78%	1,13,602	85%	1,26,773	79%	1,07,426	83%
Transmission	11,198	7%	10,002	7%	11,089	7%	9,922	8%
Distribution	6,122	4%	5,820	4%	6,144	4%	5,667	4%
Others**	18,642	11%	5,004	4%	16,447	10%	7,195	6%
Total	1,66,843	100%	1,34,428	100%	1,60,453	100%	1,30,209	100%
Borrower-wise								
State Sector	1,09,877	66%	84,147	63%	1,05,078	65%	81,480	63%
Central Sector	24,371	15%	24,469	18%	24,570	15%	24,691	19%
Joint Sector	11,183	7%	10,130	7%	10,869	7%	9,302	7%
Private Sector	21,411	13%	15,682	12%	19,936	12%	14,737	11%

* Gross Loans = Loans outstanding + Provision for NPAs – Income accrued & due on loans

** Includes Transitional Finance, Computerisation, Studies, Short Term Loans, Buyer Line of Credit and Decentralised Management

Loan Quality & Provisions



(Y/E – March, ₹ Crores)

Particulars	30.06.2013	30.06.2012	31.03.2013	31.03.2012
Gross NPAs	1,150	1,375	1,135	1,358
Less: Provisions & write-offs	(164)	(145)	(121)	(144)
Net NPAs	986	1,230	1,013	1,215
<i>As a % of Loan Assets:</i>				
<i>Gross NPAs</i>	0.69%	1.02%	0.71%	1.04%
<i>Net NPAs</i>	0.59%	0.91%	0.63%	0.93%
Contingent Provision against Standard assets	182	0	133	0
Specific provisions for Loan Assets	164	145	121	144
Reserve for bad & doubtful debts (RBDD)	1,461	1,212	1,409	1,159
Total	1,807	1,357	1,663	1,302

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Borrowing Profile



(Y/E – March, ₹ Crores)

Borrowings	30.06.2013		30.06.2012		31.03.2013		31.03.2012	
	Amount	%	Amount	%	Amount	%	Amount	%
Bonds	1,14,226	80%	92,036	81%	1,06,321	76%	84,847	77%
Term Loans	21,955	15%	20,898	18%	24,442	18%	21,207	19%
Short Term Loans	6,357	4%	1,021	1%	8,820	6%	4,071	4%
Borrowings O/s	1,42,539	100%	1,13,955	100%	1,39,583	100%	1,10,126	100%
<i>Of which:</i>								
<i>Rupee Denominated</i>	1,33,584	94%	1,07,697	95%	1,31,159	94%	1,04,536	95%
<i>Foreign Currency Loans</i>	8,955	6%	6,259	5%	8,424	6%	5,590	5%

Resource Profile



(Y/E – March, ₹ Crores)

Resources	30.06.2013		30.06.2012		31.03.2013		31.03.2012	
	Amount	%	Amount	%	Amount	%	Amount	%
Shareholders' Funds	25,252	15%	21,679	16%	24,054	15%	20,708	16%
Reserve for bad & doubtful debts (included in Shareholder's Funds)	1461		1212		1409		1159	
Deferred Tax Liability	409	0.2%	83	0.1%	220	0.1%	87	0.1%
Interest Subsidy Fund	136	0.1%	362	0.3%	146	0.1%	376	0.3%
Bonds (Domestic)	1,13,142	67%	91,011	67%	1,05,334	64%	83,920	64%
Rupee Term Loans	14,085	8%	15,665	12%	17,005	10%	16,545	13%
Short Term Loans	6,357	4%	1,021	1%	8,820	5%	4,071	3%
Foreign Currency Loans	8,955	5%	6,259	5%	8,424	5%	5,590	4%
Total	1,68,337	100%	1,36,080	100%	1,64,002	100%	1,31,297	100%

Major Loans Sanctioned in Q1 FY 2014

PROPOSAL DISCRPTION	Sanctions (₹ in crores)
850 MW HEP of GVK Ratle Hydro Electric Project Pvt Ltd, in Kistwar Dist, J&K	2,500
2X800 MW TPS of AP Power Development Corporation, in AP	2,083
Debt Refinancing to West Bengal Power Dev. Corporation	1,494
Establishment of 400KV SS of Tamil Nadu Transmission Corporation Limited, in Tamil Nadu	1,303
Capacity addition & System Strengthening in 23 distribution circles of Kerala State Electricity Board	1,270
525 MW Tuticorin TPP Stage IV of SEPC Power Pvt. Ltd, in Tamil Nadu	1,142
Establishment of 2 new substations at Dharmavaram & Nirmal and construction of 400 KV line (Rayalseema TPP – Chittoor) by Transmission Corporation of AP. Ltd, in AP	942

Shareholding Pattern



Category	Holding (%)			
	30.06.2013	30.06.2012	31.03.2013	31.03.2012
President of India	73.72%	73.72%	73.72%	73.72%
FIs	12.56%	9.76%	12.46%	9.85%
Indian FIs & Banks	5.88%	6.63%	5.81%	5.91%
Bodies Corporate	2.70%	4.07%	2.45%	4.63%
Resident Individuals	2.61%	2.89%	2.47%	2.88%
Mutual Funds	2.09%	2.55%	2.70%	2.51%
Employees	0.08%	0.08%	0.08%	0.08%
Others	0.36%	0.30%	0.31%	0.42%
Total	100%	100%	100%	100%

S No	Top 10 Shareholders (as on 30.06.2013)	Holding (%)	Category
1	PRESIDENT OF INDIA	73.72%	POI
2	LIFE INSURANCE CORPORATION OF INDIA	4.22%	IFI
3	GOVERNMENT PENSION FUND GLOBAL	1.10%	FII
4	HDFC STANDARD LIFE INSURANCE COMPANY LIMITED	0.79%	LTD
5	LIC OF INDIA MARKET PLUS 1 GROWTH FUND	0.71%	IFI
6	MORGAN STANLEY ASIA (SINGAPORE) PTE.	0.60%	FII
7	VANGUARD EMERGING MARKETS STOCK INDEX FUND ASERIE	0.50%	FII
8	ROBECO CAPITAL GROWTH FUNDS	0.48%	FII
9	SANLAM UNIVERSAL FUNDS PLC	0.46%	FII
10	DSP BLACKROCK TOP 100 EQUITY FUND	0.41%	MUT



Thank You!