

Funding for a
brighter Tomorrow

Performance Highlights



Quarter ended 31st December 2023



Power Finance Corporation Ltd.

A Maharatna PSU

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PFC at a Glance



Powering Nation's Development



Majority Owned by
Government of India



Government's key financial
partner for driving reforms
& developments in Power
Sector



Highest Long Term
Domestic Rating
of 'AAA'

→ Largest NBFC Group in India

→ PFC Group- Largest Renewable energy
Financer in India



#Amongst the top 10
profit-making CPSEs as
per "Public Enterprise
Survey 2021-22"



#34 in Fortune 500
India'2022

PFC steering into new directions



» Driving India's Infrastructure growth

- > Strategic approach for risk diversification- Infra book will be build up gradually
- > Initial focus on associating with projects of national importance and large-scale greenfield projects
- > Since August'22, PFC sanctioned Rs. 31,222 cr. & disbursed Rs. 2,726 cr.



"Nayi Soch Nayi Raahein"

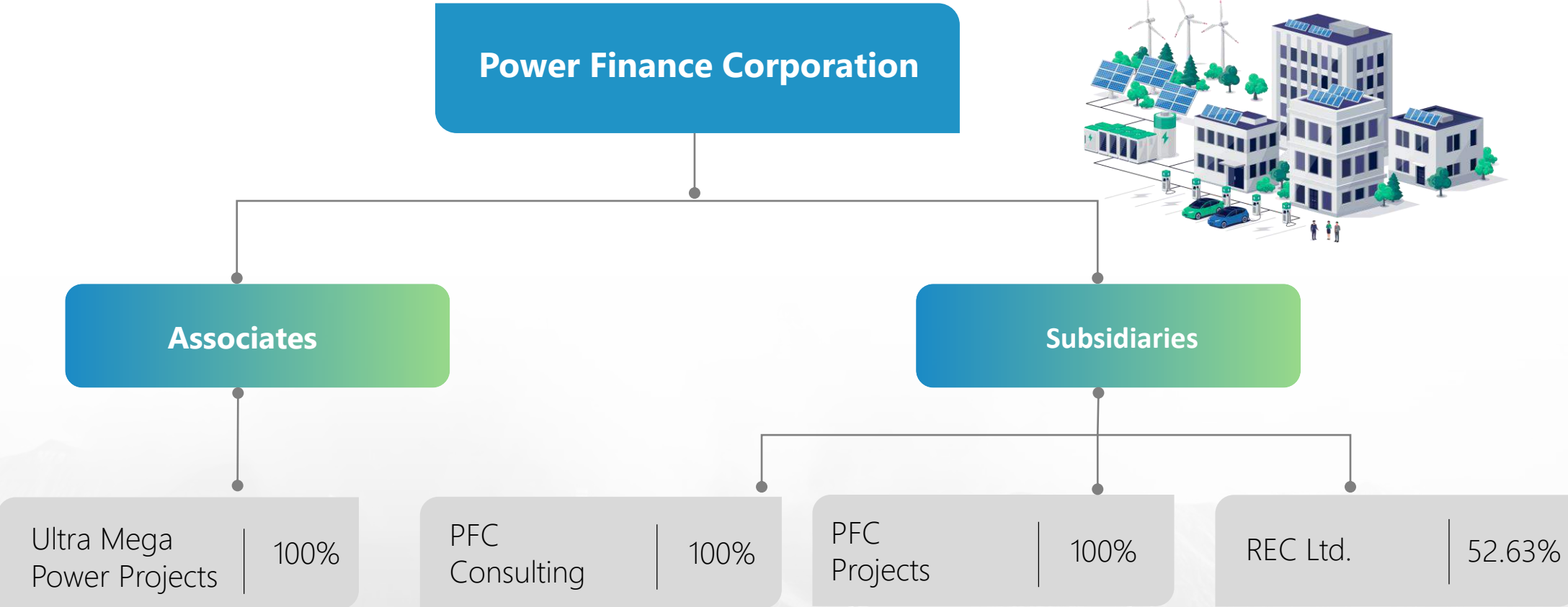
नई सोच नई राहें



» PFC- the financing catalyst for India's energy transition journey

- > PFC has supported around 25% of India's installed renewable capacity and aims to sustain this market share.
- > Active focus to tap funding opportunities in clean and emerging technologies such as energy storage - Battery & Pumped Hydro, e-mobility, Green Hydrogen etc.

PFC Group Structure





Consolidated Performance



Consolidated Highlights



26% increase registered in Profit after Tax

- Rs. 18,905 crores in 9M'24 vs. Rs. 15,050 crores in 9M'23.

Consolidated disbursements crosses Rs. 2 lakh crores in 9M'24

- Consolidated disbursements almost doubled to Rs. 2,01,138 crores in 9M'24 from Rs. 1,06,875 crores in 9M'23



19% growth witnessed in consolidated loan asset book

- Rs. 9,54,483 crores as on 31.12.2023 vs. Rs. 8,04,526 crores as on 31.12.2022

The consolidated net NPA ratio at below 1%

- Net NPA ratio of 0.86% in 9M'24 vs. 1.15% in 9M'23
- Gross NPA ratio of 3.13% in 9M'24 vs. 3.91% in 9M'23



20% increase in consolidated net worth⁽¹⁾

- Rs. 1,27,841 crores as on 31.12.2023 vs. Rs. 1,06,143 crores as on 31.12.2022

Key Consolidated Financials



(Rs:crore)

	Q3 FY 24	Q3 FY 23	9M FY 24	9M FY 23
✓ INTEREST INCOME	23,284	19,348	66,194	56,879
✓ INTEREST EXPENSE	14,827	12,129	42,810	34,380
✓ NET INTEREST INCOME	8,457	7,219	23,384	22,499
✓ PROFIT AFTER TAX	6,294	5,241	18,905	15,050
✓ TOTAL COMPREHENSIVE INCOME	5,994	5,195	19,757	13,073

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



Standalone Performance





1. Highlights



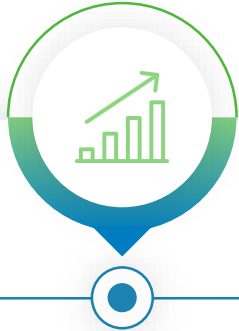
Standalone Performance

9M'24 in Perspective



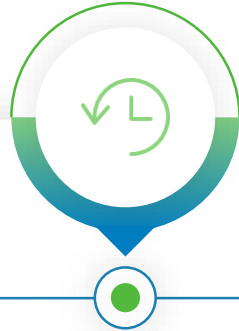
26% increase in PAT registered for 9M'24

- Rs. 10,232 crores in 9M'24 vs Rs. 8,113 crores in 9M'23



Double digit growth of 16% in Loan asset book

- Rs 4,57,027 crores as on 31.12.2023 vs Rs. 3,93,387 crores as on 31.12.2022, an increase of 16%



PFC inks MoU worth Rs. 25,000 crores with Govt. of Gujarat

- Rs. 25,000 crore MoU signed with Govt of Gujarat for providing financial assistance for generation and T&D projects to be setup by state utilities.



Net NPA ratio now below 1%

- Net NPA ratio at 0.90% for 9M'24 vs 1.19% in 9M'23, decrease of 29 bps.
- Dans Energy Hydro Project of Rs. 413 cr. moves out of Stage 3 after successful resolution .



PFC yet again bags SAFA⁽¹⁾ Gold award

- SAFA Gold awarded in the "Best Presented Accounts/Annual Report Awards (BPA) in the 'Public Services Entity' category"
- Conferred with the award two years in a row

PFC to Go Global- To set up a subsidiary in IFSC GIFT City, Gujarat



Vision is to expand business and maintain long term growth trajectory



A landmark milestone- IFSC entity will open avenues in international lending space for PFC



PFC's IFSC entity will contribute to Gol's vision of making IFSC a global financial hub.



IFSC entity will contribute to the growth of power and infrastructure sector



Leveraging GIFT City benefits to strengthen PFC's brand globally

- World class infrastructure
- Conducive regulatory environment : 100% tax exemption for 10 consecutive years; no GST applicable on services; exemptions in provisions of Companies Act, etc.





2. Earning Update



Standalone Performance

Revenue & Growth



(Rs.' crore)

	Q3 FY 24	Q3 FY 23	9M FY 24	9M FY 23
✓ INTEREST INCOME	11,331	9,566	32,147	28,029
✓ INTEREST EXPENSE	7,174	5,996	20,757	17,142
✓ NET INTEREST INCOME	4,157	3,570	11,390	10,887
✓ PROFIT AFTER TAX	3,377	3,005	10,232	8,113
✓ TOTAL COMPREHENSIVE INCOME	3,797	3,088	11,206	7,751

Key Ratios



(Ratios in %)

	9M FY 24	FY 23	9M FY 23
✓ YIELD ON EARNING ASSETS	10.02	10.04	10.07
✓ COST OF FUNDS	7.47	7.51	7.53
✓ INTEREST SPREAD ON EARNING ASSETS	2.55	2.53	2.54
✓ NET INTEREST MARGIN ON EARNING ASSETS	3.42	3.36	3.37
✓ CRAR	26.86	24.37	24.41
✓ NET WORTH (SHARE CAPITAL+ALL RESERVES)	Rs.76,780 cr.	Rs.68,202 cr.	Rs.65,289 cr.

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



3. Asset Quality



Standalone Performance

Asset Synopsis -9M'24



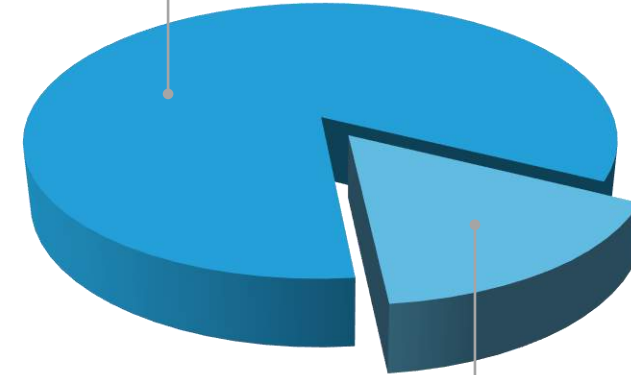
No new NPA added in last one year



68% increase in disbursement in 9M FY'24 Y-o-Y

Government Sector
82%

Majority Lending to Govt. Sector



Private Sector
18%



Loan Assets

Rs.4,57,027 cr.



Disbursements

Rs.79,049 cr.



Net NPA Ratio

0.90 %



37% Y-o-Y growth in Renewable portfolio

Rs.54,268 cr.¹

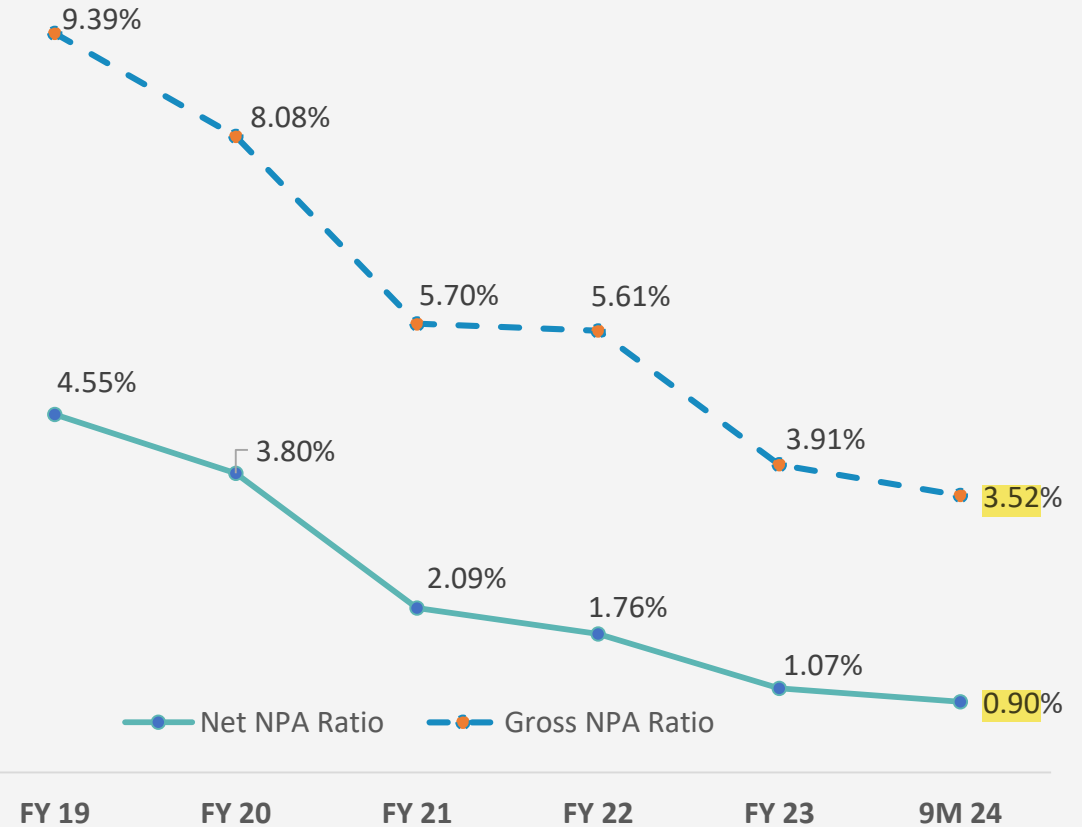
Robust asset quality



Continuously improving asset quality

Decreasing NPA trend testament to PFC's successful resolution efforts

Net NPA Ratio below 1%- the lowest in last 6 years



Provisioning Snapshot -31.12.2023



(Rs. crore)

OUTSTANDING LOAN ASSETS

STAGE I & II

STAGE III

TOTAL

Government Sector

3,73,929

NIL

3,73,929

Private Sector

67,025

16,073

83,098

TOTAL OUTSTANDING

4,40,954

16,073

4,57,027

TOTAL PROVISIONING

4,247

11,963

16,210

NET ASSETS

4,36,707

4,110

4,40,817

Provisioning Status as on 31.12.2023



74% provisioning against Stage III Assets (NPA)

STAGE III

(as % of Gross Loan Assets)

OUTSTANDING STAGE III (IN %)

Government Sector

NIL

Private Sector

3.52%

GROSS STAGE III (IN %)

3.52%

TOTAL PROVISIONING (IN %)

74%

NET STAGE III ASSETS (IN %) 0.90%

Resolution Status- Stage III Assets

Resolution status of Rs.16,073 cr. of loan assets in Stage 3

NCLT Resolution



13 Projects – Rs.13,899 cr.



77% Provision



Outside NCLT Resolution



8 Projects – Rs.2,174 cr.



55% Provision

Lowest Net NPA Ratio of 0.90% in last 6 years



4. Operational Performance



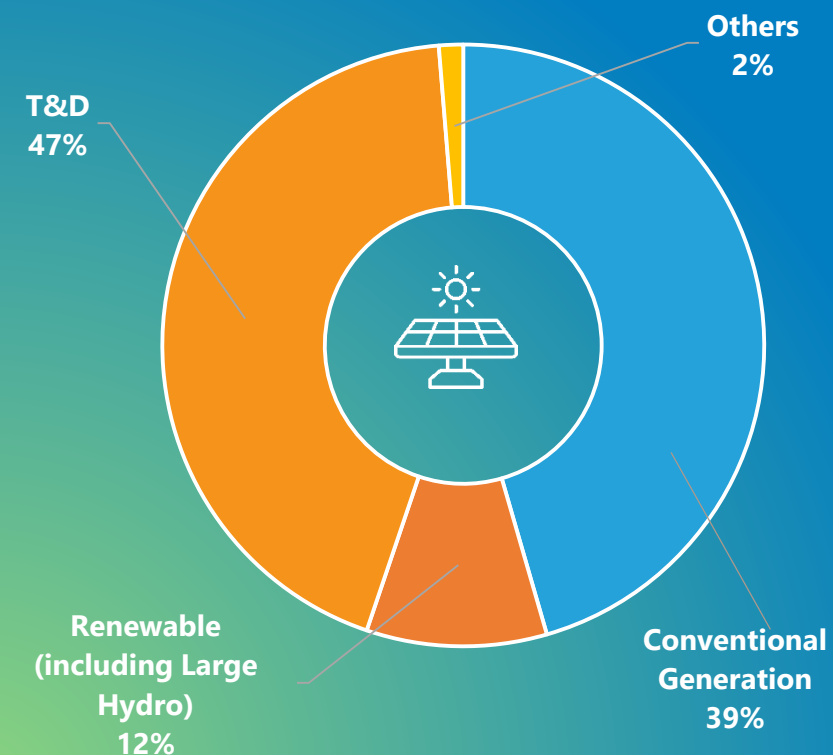
Standalone Performance

Loan Asset - Composition

(Rs.crore)

	As on 31.12.2023	As on 31.12.2022
Gross Loan Assets	4,57,027	3,93,387
Scheme Wise		
Generation	2,31,424	2,16,611
- Conventional Generation	1,77,156	1,76,977
- Renewable Energy	54,268	39,634
- Large Hydro Projects (>25MW)	15,663	16,039
- Solar/Wind & Other RE Projects	38,605	23,595
Transmission	32,793	28,765
Distribution	1,82,122	1,45,004
Others	10,689 ¹	3,007
Sector Wise		
Government Sector	3,73,928	3,32,390
Private Sector	83,098	60,997

Loan Asset Mix



1.Others include outstanding loan amount of Rs. 2,726 cr. towards infrastructure sector

Disbursement Composition

(Rs.crore)

	Q3 FY 24		Q3 FY 23		9M FY 24		9M FY 23	
	Amt	%	Amt	%	Amt	%	Amt	%
Disbursements	23,487	100%	25,178	100%	79,049	100%	46,968	100%
Scheme Wise								
Generation	6,080	26%	7,227	29%	18,457	23%	19,110	41%
Transmission	947	4%	756	3%	3,294	4%	2,199	5%
Distribution	13,950	59%	16,392	65%	51,723	65%	24,679	53%
Others	2,510	11%	803	3%	5,575	7%	981	2%
Sector Wise								
Government Sector	18,711	80%	22,299	89%	65,407	83%	37,218	79%
Private Sector	4,776	20%	2,879	11%	13,642	17%	9,750	21%

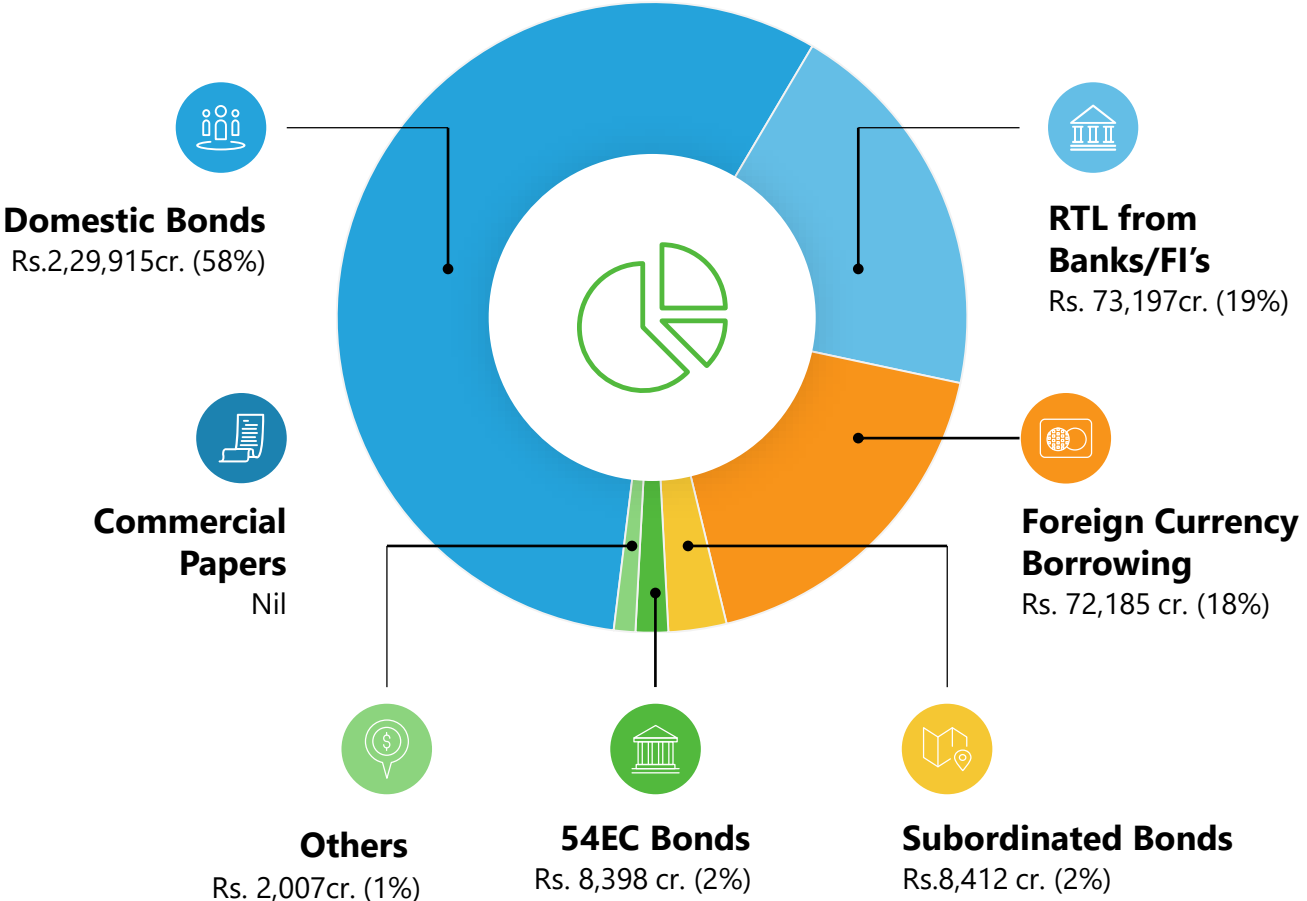
Borrowing Mix as on 31.12.2023

87%* exchange risk hedged on total FC portfolio

92%* exchange risk hedged for FCL up to 5 years residual maturity



Rs.3,94,113 cr.
Outstanding Borrowings
as on 31.12.2023



*As on 8th February,2024

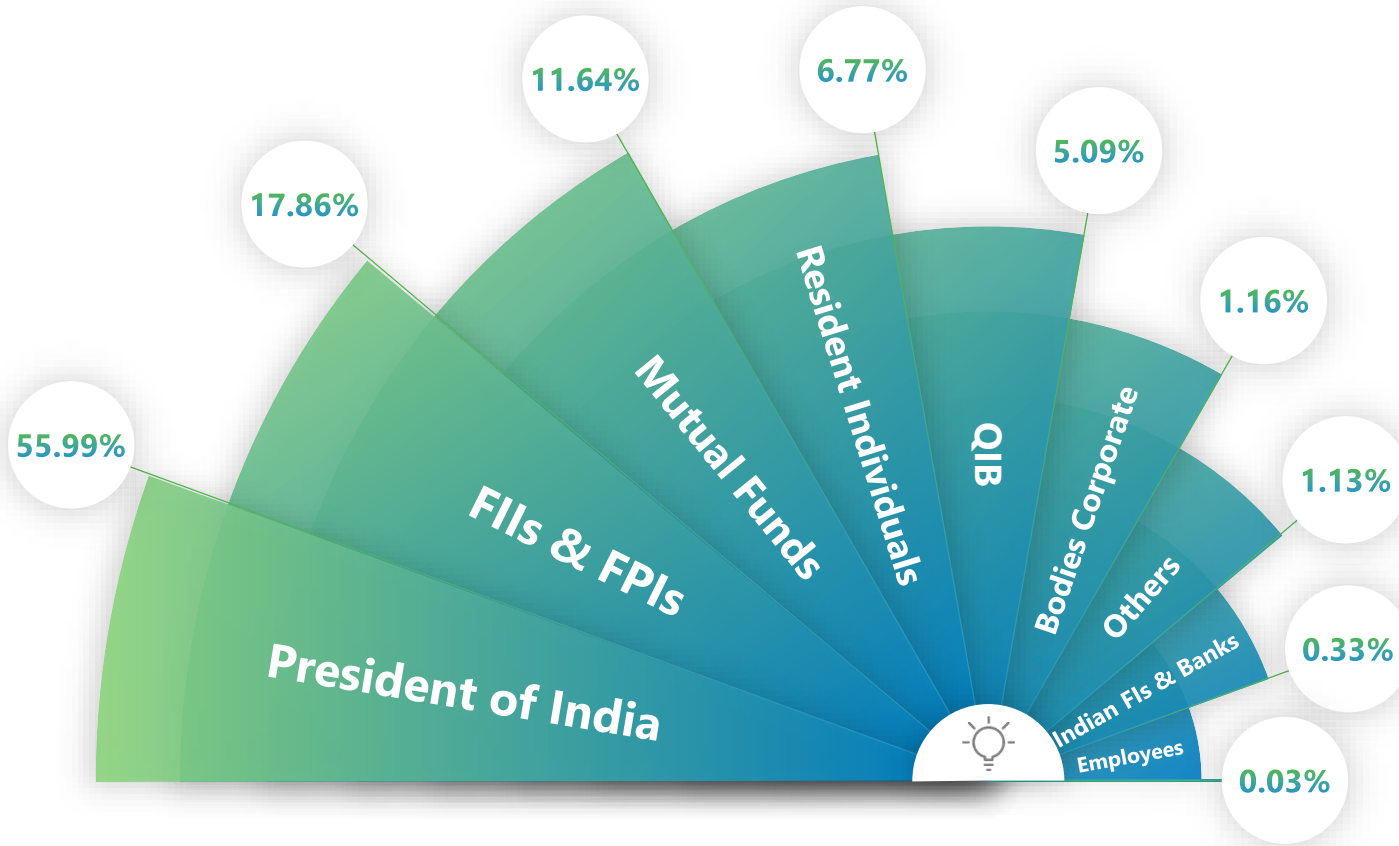


5. Shareholder Outlook



Standalone Performance

Shareholder Outlook as on 31.12.2023



EPS (Annualized)
Rs.41.34



Price to Earning Ratio
9.25



Book Value Per Share
Rs.232.66



Price to Book Value Ratio
1.64



**Share Price up by more than 50%
in Q3'24**

Above ratios are for 9M FY'24 & are based on the last available closing share price from BSE as on the end of reporting period i.e. Rs. 382.45
Above ratios are computed after adjusting the impact of bonus shares issued in the ratio of 1:4

Investor Resources



Annual Report



<https://www.pfcindia.com/Home/VS/72>

Financial results



<https://www.pfcindia.com/Home/VS/73>



**Investor
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