

# Performance Highlights

Quarter ended 31<sup>st</sup> December 2022



**Power Finance Corporation Ltd.**

A Maharatna PSU



Electric Vehicle Charging Station

Funding for a  
**B**righter Tomorrow

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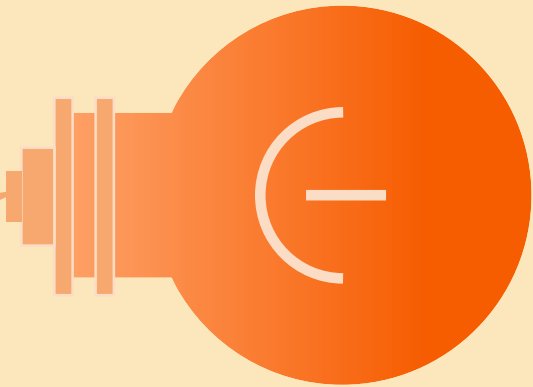
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# PFC at a Glance



# 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'

**1<sup>st</sup> Maharatna  
in the  
Financial Space**

**Largest Consolidated  
Balance Sheet among  
all CPSEs<sup>1</sup>**

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

#29 in Fortune 500  
India'2021

1. Based on figures as on 31.03.2022

# Committed to enhancing shareholder satisfaction through

- » Maximizing returns
- » Delivering higher profits
- » Transparent Reporting



**PFC Share Outperforms Sensex**



Cumulative interim dividend of Rs. 8.75 per share declared in current FY



Consecutively conferred ICAI award for “excellence in reporting in Public sector entities” for FY 22 & FY 21

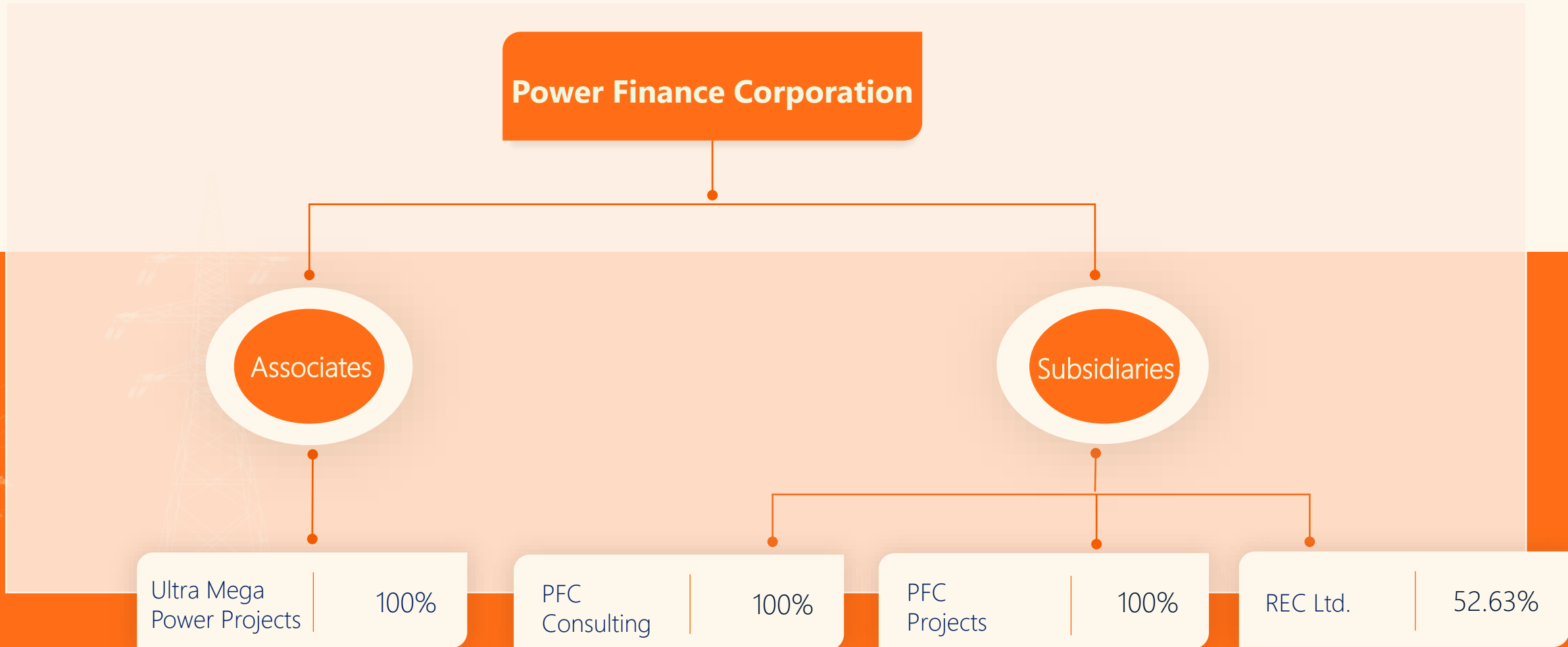


PFC amongst the top 10 profit-making CPSEs as per “Public Enterprise Survey 2021-22



“SAFA\* Gold Award” for Best Presented Accounts/Annual Report for FY 21 in ‘Public Services Entity Category’.

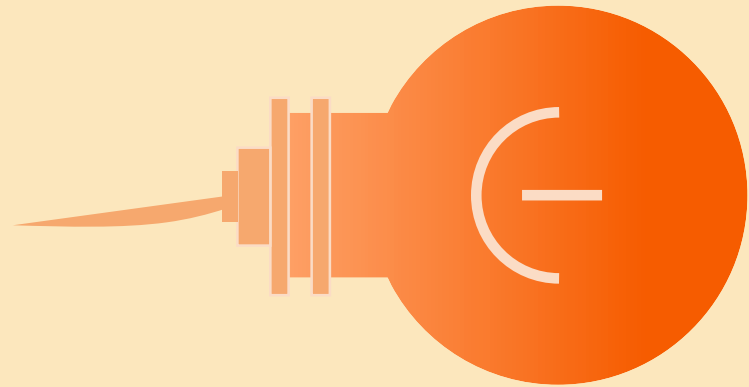
# PFC Group Structure







# Consolidated Performance



# Consolidated Highlights



## Highest ever Quarterly PAT reported in Q3'23

Rs.5,241 cr. in Q3'23 vs. Rs.4,894 cr. in Q3'22



## 28% increase in disbursement

Rs. 1,06,875 cr. disbursed in 9M'23 vis-à-vis Rs. 83,254 cr. in 9M'22



## Consolidated Loan assets book crosses Rs. 8 lakh crores mark

Rs.8,04,526 cr. as at 31<sup>st</sup> Dec,2022 vs. Rs.7,60,409 cr. as at 31<sup>st</sup> Dec,2021



## Update on Late Payment Surcharge Rules

Till date, PFC group has cumulatively sanctioned Rs.1,02,831 cr. and disbursed Rs.28,179 cr.



## Lowest ever consolidated Net NPA Ratio of 1.15%

Continuous effort in resolution of stressed asset has led to sharp reduction of 71 bps

Net NPA ratio of 1.15% in 9M'23 vs. 1.86% in 9M'22



# Key Consolidated Financials

**Increase in Profit After Tax by 7%**



Rs 5,241 cr. in Q3'23 versus Rs.4,894 cr. in Q3'22



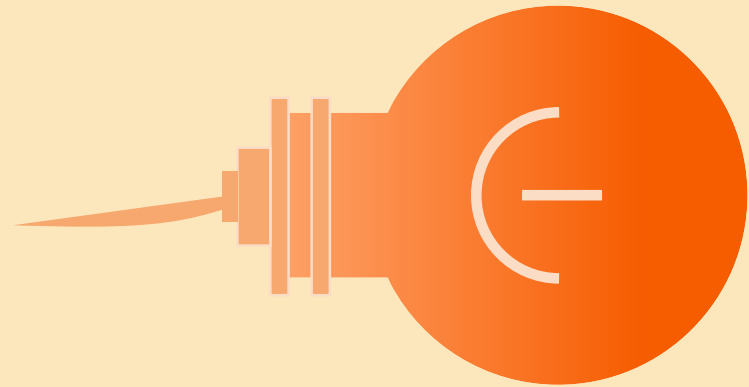
(Rs.'crore)

	Q3 FY 23	Q3 FY 22	9M FY 23	9M FY 22
<b>INTEREST INCOME</b>	19,348	19,009	56,879	56,626
<b>INTEREST EXPENSE</b>	12,129	11,235	34,380	33,783
<b>NET INTEREST INCOME</b>	7,219	7,774	22,499	22,843
<b>PROFIT AFTER TAX</b>	5,241	4,894	15,050	14,472
<b>TOTAL COMPREHENSIVE INCOME</b>	5,195	5,080	13,073	14,970

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



# Stand Alone Performance





1.

# Highlights

# Q3'23 in Perspective



## Highest Quarterly PAT of Rs 3,005 cr.

Rs 3,005 crores in Q3'23 vs Rs 2,380 in Q3'22, an increase of 26%

## 36% YoY increase in disbursements

Rs 46,968 cr. disbursed in 9M'23 vis-à-vis Rs 34,590 cr. in 9M'22

Disbursements started climbing back to pre covid levels

## Ind-Barath Energy Utkal Ltd resolved

Ind-Barath Energy Utkal Ltd - Rs 1,368 cr. of loan resolved.

Sufficient provisioning was available

With this, Net NPA ratio declined to 1.19% in Q3'23

## Update on Distribution Sector Schemes

DISCOMs projects worth Rs 1,16,614 cr. <sup>(1)</sup> approved by Gol <sup>(2)</sup> under RDSS <sup>(3)</sup> till 9M'23.

Amount of Rs.46,788 cr. sanctioned and Rs.14,389 cr. disbursed till date under LPS <sup>(4)</sup>

Rs 1,562 cr. advance released to DISCOMs till 9M'23 towards Gol Grant Phase – I under RDSS<sup>(3)</sup>.

## USD eq 1.15 bn of foreign currency raised in current FY

Foreign Currency Term Loan of JPY 116 bn  
FCNRB <sup>(5)</sup> Loan of USD eq 210 mn  
KFW loan of EUR 59 mn

1. To be funded through a mix of grant, equity & counterparty loan
2. Government of India
3. Revamped Distribution Sector Scheme
4. Late Payment Surcharge Rules
5. Foreign Currency Non-Resident Borrowings

2.

## Earning Update

# Revenue & Growth



## » Sustainable Financial Performance Quarter on Quarter



(Rs. 'crore)

	Q3 FY 23	Q3 FY 22	9M FY 23	9M FY 22
<b>INTEREST INCOME</b>	9,566	9,297	28,029	27,763
<b>INTEREST EXPENSE</b>	5,996	5,688	17,142	17,099
<b>NET INTEREST INCOME</b>	3,570	3,609	10,887	10,664
<b>PROFIT AFTER TAX</b>	3,005	2,380	8,113	7,412
<b>TOTAL COMPREHENSIVE INCOME</b>	3,088	2,409	7,751	7,706

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



# Key Ratios

**Increase in Net Worth by 12%**



Rs 65,289 cr. in 9M'23 versus Rs 58,472 cr. in 9M'22



(Ratios in %)

	Q3 FY 23	Q3 FY 22	9M FY 23	9M FY 22
<b>YIELD ON EARNING ASSETS</b>	10.10	10.21	10.07	10.33
<b>COST OF FUNDS</b>	7.50	7.18	7.53	7.33
<b>INTEREST SPREAD ON EARNING ASSETS</b>	2.60	3.03	2.54	3.00
<b>NET INTEREST MARGIN ON EARNING ASSETS</b>	3.45	3.70	3.37	3.69
<b>CRAR</b>	24.41	22.68	24.41	22.68
<b>NET WORTH (SHARE CAPITAL+ALL RESERVES)</b>	Rs.65,289 cr.	Rs.58,472 cr.	Rs.65,289 cr.	Rs.58,472 cr.

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

3.

## Asset Quality

# Asset Synopsis –9M'23



**Powering Indian  
Electricity Sector for  
Growth**



Loan Assets

*Rs.3,93,387 cr.*



Disbursements

*Rs.46,968 cr.*



Gross NPA Ratio

*4.21%*

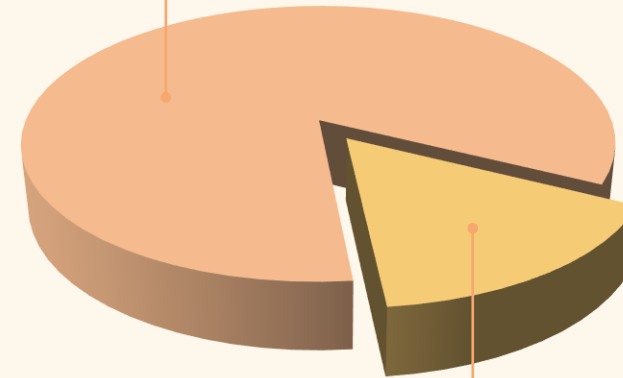


Net NPA Ratio

*1.19%*

Government  
Sector  
84%

**Majority Lending to Govt.  
Sector**



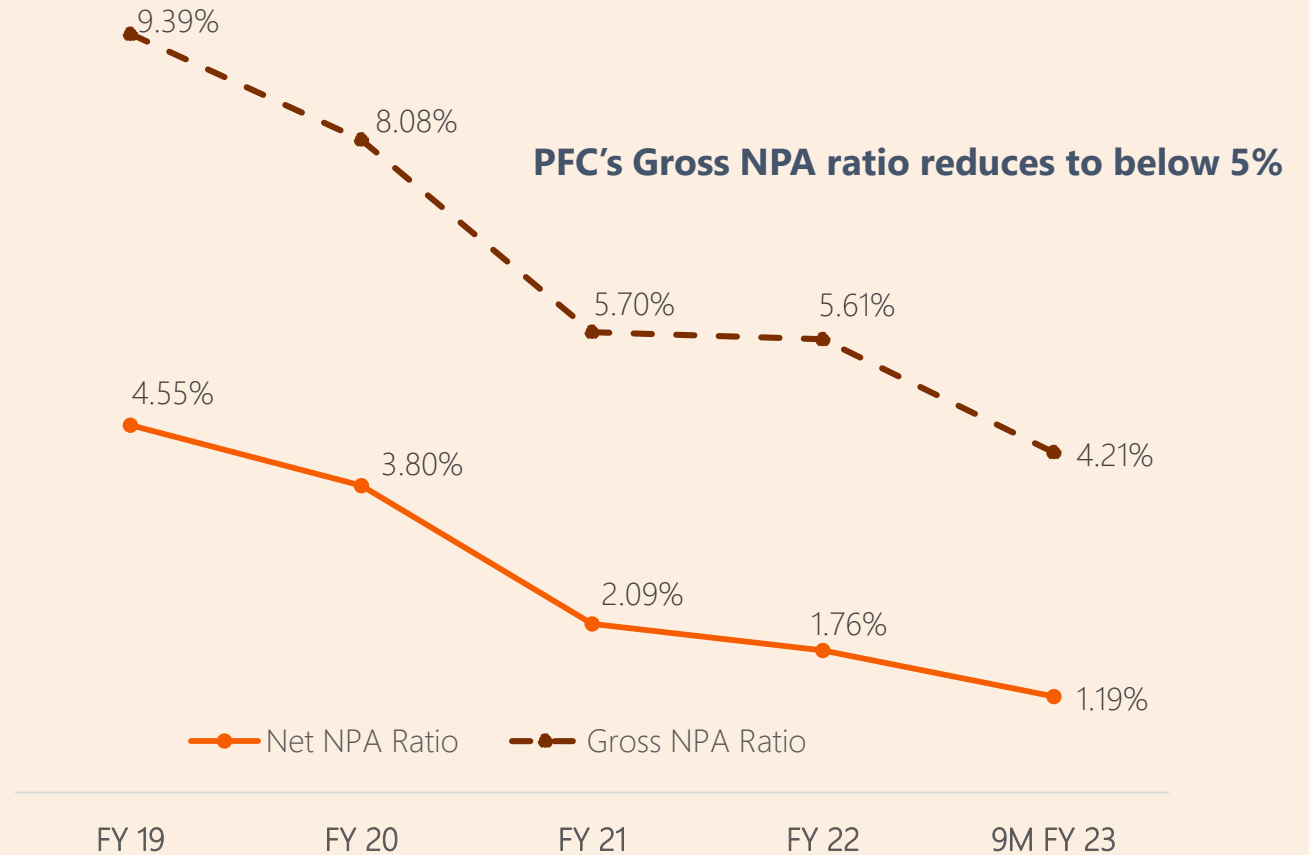
Private  
Sector  
16%

## Strengthening asset quality



Reducing NPA trend reflective of PFC's successful resolution efforts

Lowest Ever Net NPA Ratio of 1.19% in last 6 years



# Provisioning Snapshot -31.12.2022

**STAGE  
I & II**

**STAGE  
III**

**TOTAL**

(Rs.'crore)

## OUTSTANDING LOAN ASSETS

Government Sector	3,32,390
Private Sector	44,433

**TOTAL OUTSTANDING** 3,76,823

**TOTAL PROVISIONING** 4,685

**NET ASSETS** 3,72,138

## OUTSTANDING LOAN ASSETS

Government Sector	NIL
Private Sector	16,564

**TOTAL OUTSTANDING** 16,564

**TOTAL PROVISIONING** 11,887

**NET ASSETS** 4,677

## OUTSTANDING LOAN ASSETS

Government Sector	3,32,390
Private Sector	60,997

**TOTAL OUTSTANDING** 3,93,387

**TOTAL PROVISIONING** 16,571

**NET ASSETS** 3,76,815

## Provisioning Status as on 31.12.2022



72% provisioning against Stage III Assets (NPA)

## STAGE III

(as % of Gross Loan Assets)

### OUTSTANDING STAGE III (IN %)

Government Sector	NIL
Private Sector	4.21%

**TOTAL STAGE III (IN %)** 4.21%

**TOTAL PROVISIONING (IN %)** 72%

**NET STAGE III ASSETS (IN %)** 1.19%

# Resolution Status – Stage III Assets

Resolution status of Rs.16,564 cr. of loan assets in Stage 3

## NCLT Resolution

↓  
12 Projects – Rs.10,973 cr.

↓  
76% Provision

## Outside NCLT Resolution

↓  
10 Projects – Rs.5,591 cr.

↓  
64% Provision

*Lowest Net NPA Ratio of 1.19% in last 6 years*



4.

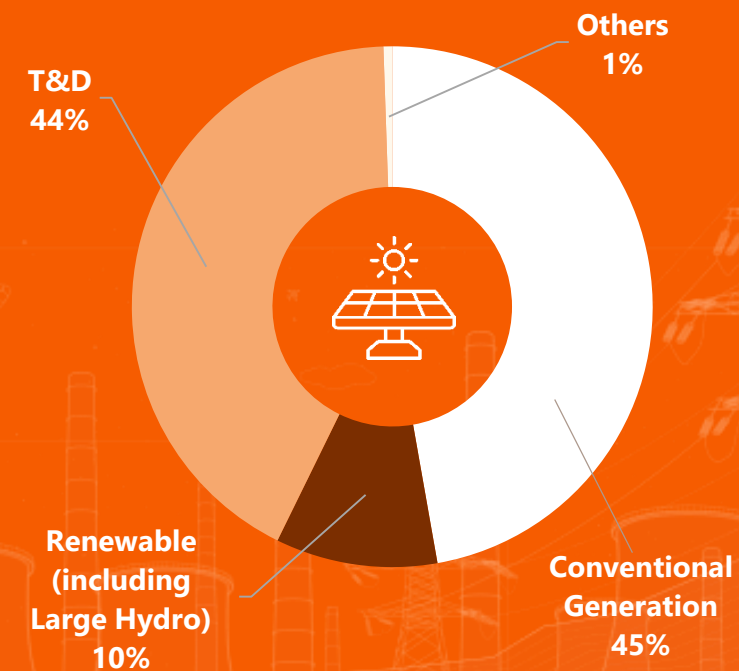
# Operational Performance

# Loan Asset - Composition

(Rs./crore)

	As on 31.12.2022	As on 31.12.2021
<b>Gross Loan Assets</b>	3,93,387	3,71,649
<b>Scheme Wise</b>		
<b>Generation</b>	2,16,611	2,18,295
- Conventional Generation	1,76,977	1,80,080
- Renewable Energy	39,634	38,215
- Large Hydro Projects (>25MW)	16,039	15,989
- Other than Large Hydro Projects	23,595	22,226
<b>Transmission</b>	28,765	29,005
<b>Distribution</b>	1,45,004	1,22,018
<b>Others</b>	3,007	2,331
<b>Sector Wise</b>		
<b>Government Sector</b>	3,32,390	3,10,008
<b>Private Sector</b>	60,997	61,641

## Loan Asset Mix



# Borrowers – Loans Outstanding



## Top 10 Borrowers as on 31.12.2022

(Rs. crore)

S.No.	Borrower's Name	Amount outstanding	% of Total loan assets
1	Tamil Nadu Generation and Distribution Corporation Limited	35,705	9.08%
2	Kaleshwaram Irrigation Project Corporation Limited	33,769	8.58%
3	U.P. Power Corporation Limited	22,925	5.83%
4	Rajasthan Rajya Vidyut Utpadan Nigam Limited	20,472	5.20%
5	A.P. Power Development Corporation	14,435	3.67%
6	Telangana Power Generation Corporation Limited	11,564	2.94%
7	Maharashtra State Power Generation Company Limited	11,058	2.81%
8	M.P. Power Generating Company Limited	10,537	2.68%
9	JK Power Corporation Limited	10,330	2.63%
10	Tamil Nadu Transmission Corporation Limited	9,425	2.40%
	<b>Total</b>	<b>1,80,219</b>	<b>46%</b>

**Top 10 borrowers constituting 46% of total loan asset portfolio**

# Disbursement Composition

(Rs.'crore)

	Q3 FY 23		Q3 FY 22		9M FY 23		9M FY 22	
	Amt	%	Amt	%	Amt	%	Amt	%
<b>Disbursements</b>	25,178	100%	9,098	100%	46,968	100%	34,590	100%
<b>Scheme Wise</b>								
Generation	7,227	29%	3,544	39%	19,110	41%	12,517	36%
Transmission	756	3%	1,544	17%	2,199	5%	2,510	7%
Distribution	16,392	65%	3,645	40%	24,679	53%	19,180	55%
Others	803	3%	364	4%	981	2%	383	1.1%
<b>Sector Wise</b>								
Government Sector	22,299	89%	7,192	79%	37,218	79%	28,149	81%
Private Sector	2,879	11%	1,906	21%	9,750	21%	6,441	19%

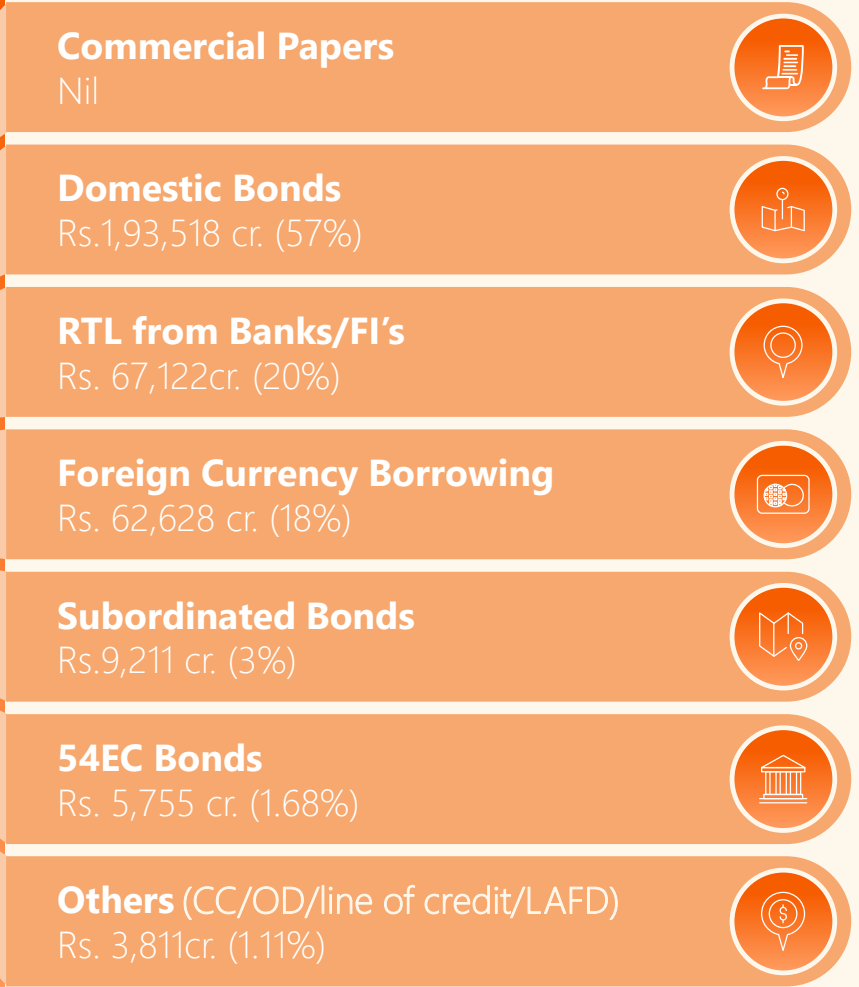
# Liability Mix as on 31.12.2022



77% exchange risk hedged for FCL up to 5 years residual maturity



**Rs.3,42,045 cr. Outstanding Borrowings as on 31.12.2022**

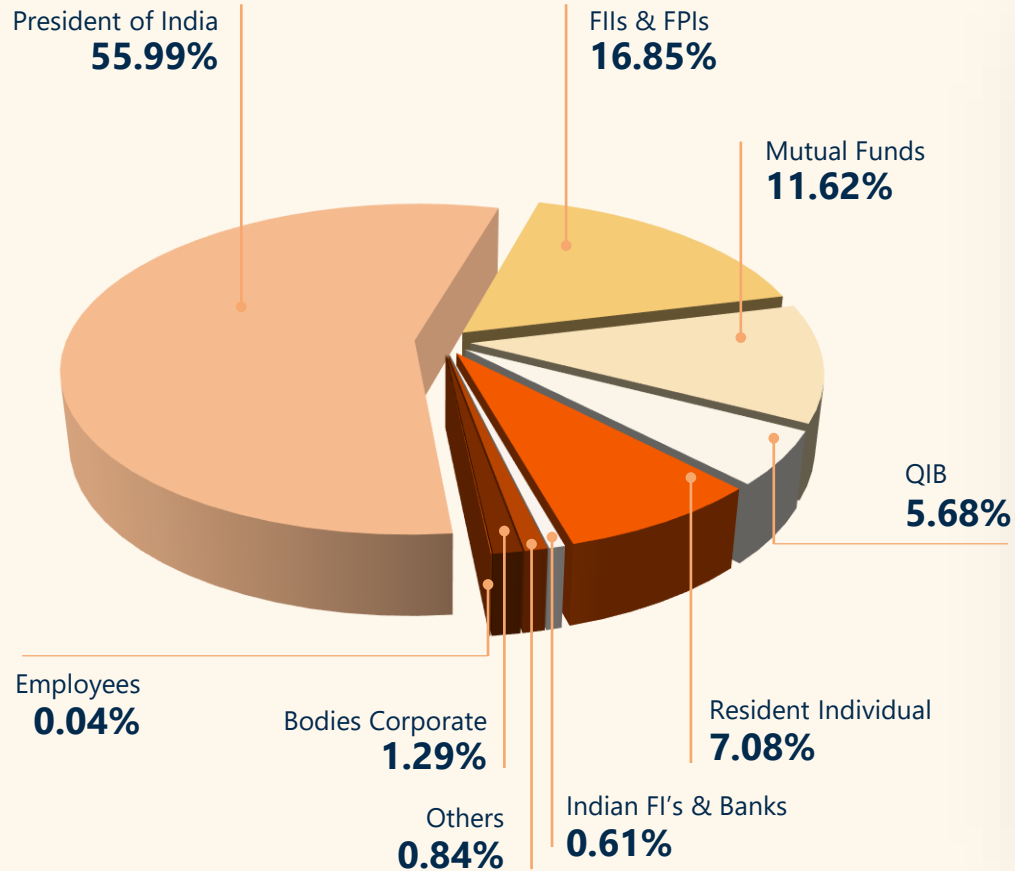


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## Shareholder Outlook



# Shareholder Outlook as on 31.12.2022



**36% of stake with FII's & Institutional Investors**

## PFC delivering Dividend Yield<sup>1</sup> more than Bank FD return

EPS  
(Annualized)  
Rs.40.97

Book Value  
Per Share  
Rs.247.30

Price to  
Earning Ratio  
3.44

Price to Book Value  
Ratio  
0.57

<sup>1</sup> Dividend Yield as on 31.03.2022 is 10.67% based on the last available closing share price from BSE as on 31.03.2022 i.e.Rs.112.45

Above ratios are for 9M FY'23 & are based on the last available closing share price from BSE as on the end of reporting period i.e. Rs.141.05

# Investor Resources



**Annual Report**



<https://www.pfcindia.com/Annual Report>

**Financial results**



<https://www.pfcindia.com/Results>



**Investor announcements**



<https://www.pfcindia.com/Announcements>



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