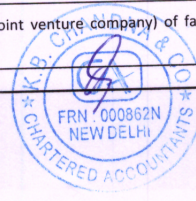
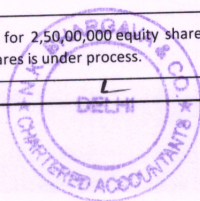

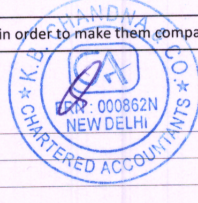
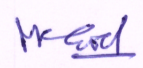


POWER FINANCE CORPORATION LIMITED					
URJANIDHI, 1, BARAKHAMBA LANE, CONNAUGHT PLACE, NEW DELHI. Website: http://www.pfcindia.com					
CIN L65910DL1986GOI024862					
Part I: STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2015					
(₹ in Lac)					
Sl. No.	PARTICULARS	QUARTER ENDED			YEAR ENDED
		30-06-2015 (Un-audited)	31-03-2015 (Un-audited)	30-06-2014 (Un-audited)	31-03-2015 (Audited)
1)	Income from Operations				
	(a) Interest Income	670,932	633,118	581,676	2,458,610
	(b) Other Operating Income	4,597	5,839	3,951	27,522
	Total Income from Operations	675,529	638,957	585,627	2,486,132
2)	Expenses				
	(a) Interest, Finance and Other Charges	428,483	419,372	380,348	1,631,355
	(b) Employee Benefit Expenses	2,303	1,942	2,153	8,581
	(c) Depreciation / Amortization	130	160	147	609
	(d) Other Expenses	15,661	691	3,127	12,312
	Total Expenses	446,577	422,165	385,775	1,652,857
3)	Profit from Operations before Other Income and Exceptional Items (1-2)	228,952	216,792	199,852	833,275
4)	Other Income	377	3,192	551	4,548
5)	Profit from ordinary activities before Exceptional Items (3+4)	229,329	219,984	200,403	837,823
6)	Exceptional items	--	--	--	--
7)	Profit from Ordinary Activities before Tax (5+6)	229,329	219,984	200,403	837,823
8)	Tax Expense	71,708	63,908	55,577	241,890
	(a) Provision for Income Tax	69,277	68,509	58,523	250,288
	(b) Deferred Tax Liability / (Deferred Tax Asset)	2,431	(4,601)	(2,946)	(8,398)
9)	Net Profit from Ordinary activities after tax (7-8)	157,621	156,076	144,826	595,933
10)	Extraordinary items (Net of tax expense)	--	--	--	--
11)	Net Profit for the period (9-10)	157,621	156,076	144,826	595,933
12)	Share of Profit / (loss) of associates.	--	--	--	--
13)	Minority Interest	--	--	--	--
14)	Net Profit after taxes, minority interest and share of profit / (loss) of associates (11+12+13)	157,621	156,076	144,826	595,933
15)	Paid-up Equity Share Capital (Face value of share is ₹ 10)	132,004	132,004	132,004	132,004
16)	Reserves excluding Revaluation reserves (As per audited balance Sheet as at 31st March)	--	--	--	3,089,917
17)	Earnings Per Share (EPS) (in ₹)				
	(a) Basic and Diluted EPS (before Extraordinary items)	11.94	11.83	10.97	45.15
	(b) Basic and Diluted EPS (after Extraordinary items)	11.94	11.83	10.97	45.15
Part II : SELECT INFORMATION FOR THE QUARTER ENDED 30TH JUNE 2015					
A	Particulars of Shareholding				
1	Public Shareholding :				
	Number of Shares	359,114,303	359,085,115	359,085,115	359,085,115
	Percentage of Shareholding	27.205%	27.203%	27.203%	27.203%
2	Promoters and Promoter Group Shareholding				
	(a) Pledged / Encumbered				
	Number of Shares	--	--	--	--
	Percentage of Shares (as a % of the total shareholding of Promoter)	--	--	--	--
	Percentage of Shares (as a % of Total Share capital of the Company)	--	--	--	--
	(b) Non - Encumbered				
	Number of Shares	960,926,401	960,955,589	960,955,589	960,955,589
	Percentage of Shares (as a % of the total shareholding of Promoter)	100%	100%	100%	100%
	Percentage of Shares (as a % of Total Share capital of the Company)	72.795%	72.797%	72.797%	72.797%
B	Investor Complaints				
	Particulars	Equity Shares		Debt Securities	
	Pending at the beginning of the quarter	1		5	
	Received during the quarter	86		742	
	Disposed off during the quarter	86		742	
	Remaining unresolved at the end of the quarter	1*		5#	
		* Pending		# Since Settled	

Notes :-	
1	The above financial results for the quarter ended 30.06.2015 have been reviewed and recommended by the Audit committee of Directors and approved by the Board of Directors in their respective meetings held on 13.08.2015 and 14.08.2015 respectively. The same has been limited reviewed by the Statutory Auditors of the Company.
2	Interest Finance and Other charges at 2(a) of Part I above, includes provisions made during the quarter ended 30.06.2015 on account of (i) NPA - ₹ 4,049 Lac (corresponding previous quarter ₹ 11,613 Lac), (ii) Standard Assets ₹ 644 Lac (corresponding previous quarter ₹ 1,248 Lac) and (iii) Restructured Standard Assets ₹ 20,134 Lac (corresponding previous quarter ₹ Nil)
3	<p>The Company being a Government owned Non-Banking Financial Company is exempt from the RBI directions relating to Prudential Norms. RBI has directed the Company, vide its letter dated 25.07.2013, to take steps to comply with RBI's Prudential Norms by 31.03.2016. Further, RBI vide its letter dated 03.04.2014 has allowed exemption from credit concentration norms in respect of exposure to Central / State Government entities till 31.03.2016.</p> <p>The Company follows its own prudential norms approved by the Ministry of Power (MoP), Govt. of India (GoI) (including revisions approved by BoD in its meeting held on 09.03.2015 subject to the approval of MoP which is awaited) which inter-alia includes norms for Restructuring / Reschedulement / Renegotiation (R/R/R) of loans which allows (i) two times restructuring before COD, (ii) exemption to the loans having central / state government guarantee and loans to government department, and (iii) dispensation not to consider extension of repayment schedule without sacrifice as restructuring for government sector borrowers.</p> <p>For R/R/R norms, RBI has advised the Company to follow the instructions contained in RBI circular DNBS.CO.PD.No. 367/03.10.01/2013-14 dated 23.01.2014, vide its letter dated 03.04.2014 inter-alia allowing maximum period of delay in DCCO for which a loan can be restructured. The matter regarding applicability of RBI's R/R/R norms was taken up with RBI. In this regard, RBI vide its letter dated 11.06.2014 has allowed exemption from application of its restructuring norms for Transmission & Distribution, Renovation & Modernization and Life Extension projects and also the hydro projects in Himalayan region or affected by natural disasters for a period of 3 years i.e. till 31.03.2017. Further, for new project loans to generating companies restructured w.e.f. 01.04.2015, the provisioning requirement would be 5% and for stock of such outstanding loans as on 31.03.2015 to all generating companies, the provisioning shall commence with a provision of 2.75% with effect from 31.03.2015 and reaching 5% by 31.03.2018. This provision is in addition to the provision for diminution in fair value.</p> <p>The Company vide its letter dated 03.07.2014 has communicated the manner of its implementation to RBI, further reiterated vide Company's letter dated 27.11.2014, inter-alia stating that all new project loans sanctioned with effect from 01.04.2015 to generating companies would be regulated by RBI norms on R/R/R. RBI vide its letter dated 04.02.2015 has informed that the Company's request is under examination.</p> <p>Pending decision by RBI regarding implementation of R/R/R norms, the Company is following its own norms read with the manner of implementation as stated above.</p> <p>During FY 2015-16, the Company is required to enhance provision on qualifying R/R/R loan assets from 2.75% to 3.50% and the aforesaid additional provision @ 0.75% has been made during the current quarter itself. Accordingly, during the quarter provision of ₹ 20,134 Lac (corresponding previous quarter ₹ Nil) has been made on qualifying R/R/R loans (private sector - ₹ 21,87,918 Lac and Govt. Sector loan - Nil).</p>
4	RBI vide letter dated 30.06.2015, received on 03.07.2015, has advised the Company that all loans including the outstanding stock of loans under consortium shall be governed by the asset classification norms as prescribed in Circular DNBR (PD) CC No. 002/03.10.001/2014-15 dated 10.11.2014. RBI has also informed that the asset classification norms that would be applicable to new loans under consortium shall be communicated shortly. Accordingly, the Company has amended its prudential norms w.e.f. 03.07.2015 so that the loan assets (excluding lease assets) outstanding as on 31.03.2016 and overdue for a period of 5 months or more will be classified as non-performing assets (NPA). The Company has communicated the manner of implementation of asset classification norms to RBI vide letter dated 13.08.2015
5	In case of a restructured loan asset, categorized as sub-standard by the Company on 15.04.2015, the borrower has obtained an ad-interim stay on further proceedings till 05.08.2015 from Hon'ble High Court of Madras vide order dated 17.06.2015. The next hearing is scheduled to be held on 19.08.2015 and the stay stands extended accordingly. The Company had sought a legal opinion with respect to asset classification, based on which, the loan asset has been re-classified from restructured sub-standard to restructured standard asset and the NPA provision amounting to ₹ 33,999 Lac made in the account during the quarter has been reversed.
6	CSR provision for FY 2015-16 has been made during the quarter ended 30.06.2015 whereas in earlier years it was created on proportionate basis in each quarter. Accordingly, during the quarter ended 30.06.2015 CSR provision amounting to ₹ 14,579 lac (corresponding previous quarter ₹ 2,144 lac) has been made @ 2% of the average net profit before tax of the Company earned during the three immediately preceding financial years.
7	During the current quarter, two subsidiaries namely Deoghar Infra Limited and Bihar Infrapower Limited have been incorporated for developing the Ultra Mega Power Project in the state of Jharkhand and Bihar respectively. Equity infusion in the above subsidiaries is yet to be made.
8	During the quarter, Company has applied for 2,50,00,000 equity shares of Energy Efficiency Services Limited (EESL) (a joint venture company) of face value ₹ 10/- per share aggregating to ₹ 2,500 Lac. Allotment of shares is under process.



9	During the quarter, Government of India, Ministry of Power, acting through Department of Disinvestment has disinvested 29,188 equity shares of face value of ₹ 10/- each by selling it to Goldman Sachs Asset Management (India) Private Limited.
10	On 27th July 2015, President of India, acting through and represented by Ministry of Power, Government of India has sold 66,02,035 equity shares of face value of ₹ 10/- each representing 5% of the total paid up equity share capital of the Company, out of its shareholding of 72.80%, through "Offer for Sale" of shares by Promoters through the Stock Exchange mechanism. Post sale of shares, promoter shareholding stands at 67.80 % of the total paid up share capital of the Company.
11	The Company had exercised the option under para 46A of the AS-11 - 'The Effects of Changes in Foreign Exchange Rates', to amortize the exchange differences on the long term foreign currency monetary items over their tenure. Consequently, as on 30.06.2015 the unamortised debit balance under Foreign Currency Monetary Item Translation Difference Account (FCMITDA) is ₹ 45,524 Lac (as on 31.03.2015 ₹ 38,056 lac).
12	The Company's main business is to provide finance for power sector. As such, there is no other separate reportable segment as per the Accounting Standard 17 - 'Segment Reporting', issued by the Institute of Chartered Accountants of India.
13	Tax Expenses includes current year tax provision and earlier years' tax expenses / adjustments.
14	Figures for the previous period have been regrouped / rearranged wherever necessary, in order to make them comparable.
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<div style="display: flex; justify-content: space-between;"> <div> Place : New Delhi Date : 14.08.2015 </div> <div style="text-align: right;"> M.K. GOEL Chairman & Managing Director DIN - 00239813 </div> </div>	