IMPORTANT NOTICE

NOT FOR DISTRIBUTION TO ANY PERSON OR ADDRESS IN THE UNITED STATES.

IMPORTANT: You must read the following before continuing. The following applies to the note offering circular dated 21 January 2021 (together with the offering circular dated 2 January 2020, the "**Offering Circular**") following this page, and you are therefore advised to read this carefully before reading, accessing or making any other use of the Offering Circular. In accessing the Offering Circular, you agree to be bound by the following terms and conditions, including any modifications to them any time you receive any information from us as a result of such access.

NOTHING IN THIS ELECTRONIC TRANSMISSION CONSTITUTES AN OFFER OF SECURITIES FOR SALE IN THE UNITED STATES OR ANY OTHER JURISDICTION WHERE IT IS UNLAWFUL TO DO SO. THE SECURITIES HAVE NOT BEEN, AND WILL NOT BE, REGISTERED UNDER THE U.S. SECURITIES ACT OF 1933, AS AMENDED (THE "**SECURITIES ACT**"), OR THE SECURITIES LAWS OF ANY STATE OF THE U.S. OR OTHER JURISDICTION AND THE SECURITIES MAY NOT BE OFFERED OR SOLD WITHIN THE U.S., EXCEPT PURSUANT TO AN EXEMPTION FROM, OR IN A TRANSACTION NOT SUBJECT TO, THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT AND APPLICABLE STATE OR LOCAL SECURITIES LAWS.

THE OFFERING CIRCULAR MAY NOT BE FORWARDED OR DISTRIBUTED TO ANY OTHER PERSON AND MAY NOT BE REPRODUCED IN ANY MANNER WHATSOEVER, AND IN PARTICULAR, MAY NOT BE FORWARDED TO ANY U.S. ADDRESS. ANY FORWARDING, DISTRIBUTION OR REPRODUCTION OF THIS DOCUMENT IN WHOLE OR IN PART IS UNAUTHORISED. FAILURE TO COMPLY WITH THIS DIRECTIVE MAY RESULT IN A VIOLATION OF THE SECURITIES ACT OR THE APPLICABLE LAWS OF OTHER JURISDICTIONS. ANY INVESTMENT DECISION SHOULD BE MADE ON THE BASIS OF THE TERMS AND CONDITIONS OF THE SECURITIES AND THE INFORMATION CONTAINED IN THE OFFERING CIRCULAR. IF YOU HAVE GAINED ACCESS TO THIS TRANSMISSION CONTRARY TO ANY OF THE FOREGOING RESTRICTIONS, YOU ARE NOT AUTHORISED AND WILL NOT BE ABLE TO PURCHASE ANY OF THE SECURITIES DESCRIBED THEREIN.

Confirmation of your Representation: The Offering Circular is being sent at your request and by accepting the e-mail and accessing the Offering Circular, you shall be deemed to have represented to us that the electronic mail address that you gave us and to which this e-mail has been delivered is not located in the U.S. and that you consent to delivery of such Offering Circular by electronic transmission.

You are reminded that the Offering Circular has been delivered to you on the basis that you are a person into whose possession the Offering Circular may be lawfully delivered in accordance with the laws of the jurisdiction in which you are located and you may not, nor are you authorised to, deliver the Offering Circular to any other person.

The materials relating to any offering of securities described in the Offering Circular do not constitute, and may not be used in connection with, an offer or solicitation in any place where offers or solicitations are not permitted by law. If a jurisdiction requires that the offering be made by a licensed broker or dealer and the Joint Lead Managers (as defined below) or any affiliate of the Joint Lead Managers is a licensed broker or dealer in that jurisdiction, the offering shall be deemed to be made by the Joint Lead Managers or such affiliate on behalf of the Issuer (as defined in the Offering Circular) in such jurisdiction.

The Offering Circular has been sent to you in an electronic form. You are reminded that documents transmitted via this medium may be altered or changed during the process of electronic transmission and consequently none of Barclays Bank PLC, MUFG Securities EMEA plc and Standard Chartered Bank (together, the "**Joint Lead Managers**"), nor any person who controls any of them, nor any director, officer, employee, nor any agent of any of them or affiliate of any such person accepts any liability or responsibility whatsoever in respect of any difference between the Offering Circular distributed to you in electronic format and the hard copy version available to you on request from the Joint Lead Managers.

You are responsible for protecting against viruses and other destructive items. Your use of this e-mail is at your own risk and it is your responsibility to take precautions to ensure that it is free from viruses and other items of a destructive nature.

To the fullest extent permitted by law, none of the Joint Lead Managers, nor any person who controls any of them, nor any director, officer, employee, nor any agent of any of them or affiliate of any such person accepts any responsibility for the contents of the Offering Circular or for any other statement, made or purported to be made by the Joint Lead Managers or by any person who controls any of them, or by any director, officer, employee or agent of each of them or affiliate of any such person in connection with the Issuer, or the Notes (as defined in the Offering Circular). The Joint Lead Managers accordingly disclaim all and any liability whether arising in tort or contract or otherwise which any of them might otherwise have in respect of the Offering Circular or any such statement.

The Offering Circular has not been and will not be registered, produced or made available as an offer document (whether as a prospectus in respect of a public offer or an information memorandum or private placement offer letter or other offering material in respect of any private placement under the Companies Act, 2013, as amended from time to time, or any other applicable Indian laws) with the Registrar of Companies of India or the Securities and Exchange Board of India or any other statutory or regulatory body of like nature in India. In addition, holders and beneficial owners shall be responsible for compliance with restrictions on the ownership of the Notes imposed from time to time by applicable laws or by any regulatory authority or otherwise. In this context, holders and beneficial owners of Notes shall be deemed to have acknowledged, represented and agreed that such holders and beneficial owners are eligible to purchase the Notes under applicable laws and regulations and are not prohibited under any applicable law or regulation from acquiring, owning or selling the Notes. Potential investors should seek independent advice and verify compliance with Financial Action Task Force ("**FATF**") and the International Organisation of Securities Commission's ("**IOSCO**") requirements prior to any purchase of the Notes. Multilateral financial institutions and regional financial institutions from FATF compliant countries can purchase Notes. The holders and beneficial owners of Notes shall be deemed to confirm that for so long as they hold any Notes, they will meet the FATF and IOSCO requirements in all respects. Foreign branches or subsidiaries of Indian banks, subject to applicable prudential norms, can participate as arrangers, underwriters, market-makers or traders for Notes.

Power Finance Corporation Limited

(incorporated with limited liability in the Republic of India)

Issue of U.S.$500,000,000 3.35 per cent. Notes due 2031 (the "Notes") issued pursuant to the U.S.$5,000,000,000 Global Medium Term Note Programme

Issue Price: 99.987 per cent.

For the purposes of the Notes (as defined below) only, this offering circular (the "**Note Offering Circular**") is supplemental to, and should be read in conjunction with, the Offering Circular dated 2 January 2020 (the "**Original Offering Circular**" and, together with this Note Offering Circular, the "**Offering Circular**") and all documents which are deemed to be incorporated therein by reference in relation to the U.S.$5,000,000,000 Medium Term Note Programme (the "**Programme**") of Power Finance Corporation Limited (the "**Issuer**" or "**PFC**").

The U.S.$500,000,000 3.35 per cent. Notes due 2031 (the "**Notes**") will be issued by the Issuer (the "**Offering**"), pursuant to its Programme. The Notes will bear interest at the rate of 3.35 per cent. per annum from and including 29 January 2021 (the "**Issue Date**") up to and including 16 May 2031 and interest will be payable semi-annually on 16 May and 16 November of each year, commencing on 16 November 2021. There will be a long first coupon from and including the Issue Date to but excluding the first Interest Payment Date falling on 16 November 2021. The Notes will mature on 16 May 2031. Prior to maturity, the Notes may be redeemed in certain circumstances. See further, "Terms and Conditions of the Notes" under the Original Offering Circular.

The Notes will constitute direct, unconditional and (subject to the provisions of Condition 4) unsecured obligations of the Issuer and (subject to the provisions of Condition 4) rank and will rank *pari passu*, without any preference among themselves, with all other outstanding unsecured and unsubordinated obligations of the Issuer, present and future, but, in the event of insolvency, only to the extent permitted by applicable laws relating to creditors' rights.

Approval in-principle has been received from the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") for the listing of and quotation for the Notes on the Official List of the SGX-ST. The SGX-ST assumes no responsibility for the correctness of any of the statements made or opinions expressed or reports contained herein. Admission to the SGX Official List of the SGX-ST and quotation of the Notes on the SGX-ST are not to be taken as an indication of the merits of the Issuer, its subsidiaries, its associated companies or the Notes. For so long as any Notes are listed on the SGX-ST and the rules of the SGX-ST so require, such Notes will be traded on the SGX-ST in a minimum board lot size of S$200,000 or its equivalent in other currencies.

Application has been made to the India International Exchange IFSC Limited (the "**India INX**") for the Notes to be admitted to trading on the India INX. The India INX has not approved or verified the contents of the Note Offering Circular.

Application has been made to NSE IFSC Limited (the "**NSE IFSC**") for the Notes to be admitted to trading on the NSE IFSC. The NSE IFSC has not approved or verified the contents of the Note Offering Circular.

Investing in the Notes involves risks. See "*Risk Factors*" in the Original Offering Circular (as defined herein) and "*Supplementary Risk Factors*" in this Note Offering Circular for a discussion of certain factors to be considered in connection with an investment in the Notes.

The Notes have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "**Securities Act**") and may not be offered or sold in the United States except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and any applicable state or local securities laws. The Notes will be offered outside the United States in reliance on Regulation S under the Securities Act and evidenced by a Registered Global Note (as defined in the Original Offering Circular) deposited with a common depositary for Euroclear Bank SA/NV ("**Euroclear**") and Clearstream Banking S.A. ("**Clearstream, Luxembourg**"), and registered in the name of a nominee of such common depositary.

This Note Offering Circular has not been and will not be registered, produced or made available to all as an offer document (whether as a prospectus, or an information memorandum or private placement offer letter or other offering material in respect of any private placement under the Companies Act, 2013 or any other applicable Indian laws) with the Registrar of Companies of India or the Securities and Exchange Board of India or any other statutory or regulatory body of like nature in India, save and except for any information from any part of this Note Offering Circular which is mandatorily required to be disclosed or filed in India under any applicable Indian laws or pursuant to the sanction of any regulatory and adjudicatory body in India.

This Note Offering Circular has not been and will not be reviewed or approved by any regulatory or statutory authority in India, including, but not limited to, the Securities and Exchange Board of India, the Reserve Bank of India, any Registrar of Companies or any stock exchange in India. This Note Offering Circular and the Notes are not and should not be construed as an advertisement, invitation, offer or sale of any securities whether to the public or by way of private placement to any person resident in India. The Notes have not been and will not be, offered or sold to any person resident in India. If you purchase any of the Notes, you will be deemed to have acknowledged, represented and agreed that you are eligible to purchase the Notes under applicable laws and regulations and that you are not prohibited under any applicable law or regulation from acquiring, owning or selling the Notes. See "Subscription and Sale" of the Original Offering Circular.

In accordance with applicable provisions of Indian regulations (a) only investors (being residents, including individuals) from jurisdictions that are Financial Action Task Force or International Organisation of Securities Commission compliant; or (b) multilateral or regional financial institutions where India is a member country; or (c) foreign branches or subsidiaries of Indian banks (except that: (i) such foreign branches or subsidiaries of Indian banks can only subscribe to notes denominated in freely convertible currency other than Indian Rupee and (ii) Rupee denominated Notes can only be subscribed by such foreign branches or subsidiaries of Indian banks in their capacity as underwriters or arrangers or market makers or traders, subject to compliance with applicable prudential norms); and in compliance with other requirements as may be specified by the RBI from time to time in relation to external commercial borrowings by Indian entities and are not otherwise prohibited under any applicable law or regulation from acquiring, owning or selling the Notes, are eligible to subscribe for the Notes.

It is expected that delivery of each Registered Global Note in relation to the Notes will be made on 29 January 2021 or such later date as may be agreed (the "**Closing Date**") by the Issuer and the Joint Lead Managers.

The Notes are expected to be rated by "Baa3" Moody's Investors Service and "BBB-" by Fitch Ratings. A security rating is not a recommendation to buy, sell or hold securities and may be subject to suspension, reduction or withdrawal at any time by the assigning rating agency.

Words and expressions defined in the Original Offering Circular shall have the same meanings where used in this Note Offering Circular unless the context otherwise requires or unless otherwise stated herein.

The date of this Note Offering Circular is 21 January 2021.

Joint Lead Managers

Barclays	**MUFG**	**Standard Chartered Bank**

IMPORTANT NOTICE

The Issuer accepts responsibility for the information contained in this Note Offering Circular. To the best of the Issuer's knowledge and belief (having taken all reasonable care to ensure that such is the case), the information contained in this Note Offering Circular (read together with the Original Offering Circular) is in accordance with the facts and does not omit anything that would make the statements therein, in light of the circumstances under which they were made, misleading. The Issuer, having made all reasonable enquiries, confirms that this Note Offering Circular (read together with the Original Offering Circular) contains or incorporates all information which is material in the context of the Programme and the Notes, that the information contained or incorporated in this Note Offering Circular (read together with the Original Offering Circular) is true and accurate in all material respects and is not misleading, that the opinions and intentions expressed in this Note Offering Circular (read together with the Original Offering Circular) are honestly held and that there are no other facts the omission of which would make this Note Offering Circular (read together with the Original Offering Circular) or any of such information or the expression of any such opinions or intentions misleading. The Issuer accepts responsibility accordingly.

This Note Offering Circular is to be read in conjunction with all documents which are deemed to be incorporated in it by reference. This Note Offering Circular shall be read and construed on the basis that those documents are incorporated and form part of this Note Offering Circular.

No person is or has been authorised by the Issuer to give any information or to make any representation not contained in or not consistent with this Note Offering Circular or any other information supplied in connection with the Programme or the Notes and, if given or made by any other person, such information or representation must not be relied upon as having been authorised by the Issuer, the Joint Lead Managers, the Trustee or the Agents (as defined in the Terms and Conditions of the Notes).

None of the Joint Lead Managers, the Trustee or the Agents has separately verified the information contained herein. Accordingly, no representation, warranty or undertaking, express or implied, is made and, to the fullest extent permitted by law, no responsibility or liability is accepted by the Joint Lead Managers, the Trustee, the Agents or any of them as to the accuracy or completeness of the information contained or incorporated in this Note Offering Circular, or for any other statement, made or purported to be made by the Joint Lead Managers or on their behalf in connection with the Issuer or the Programme or any other information provided by the Issuer in connection with the Programme. The Joint Lead Managers, the Trustee and the Agents accordingly disclaim all and any liability whether arising in tort or contract or otherwise (save as referred to above) which they might otherwise have in respect of this Note Offering Circular or any such statement.

Neither this Note Offering Circular (read together with the Original Offering Circular) nor any other information supplied in connection with the Programme or the Notes (i) is intended to provide the basis of any credit or other evaluation or (ii) should be considered as a recommendation by the Issuer, the Joint Lead Managers, the Trustee or the Agents that any recipient of this Note Offering Circular, the Original Offering Circular or any other information supplied in connection with the Programme or the Notes should purchase the Notes. Each investor contemplating purchasing the Notes should make its own independent investigation of the financial condition and affairs, and its own appraisal of the creditworthiness, of the Issuer. None of this Note Offering Circular, the Original Offering Circular nor any other information supplied in connection with the Programme or the issue of the Notes constitutes an offer or invitation by or on behalf of the Issuer, the Trustee or the Agents to any person to subscribe for or to purchase the Notes.

Neither the delivery of this Note Offering Circular or the Original Offering Circular nor the offering, sale or delivery of the Notes shall in any circumstances imply that the information contained herein concerning the Issuer is correct at any time subsequent to the date hereof or that any other information supplied in connection with the Programme is correct as of any time subsequent to the date indicated in the document containing the same. The Joint Lead

Managers, the Trustee and the Agents expressly do not undertake to review the financial condition or affairs of the Issuer during the life of the Programme or to advise any investor in the Notes of any information coming to their attention. Investors should review, *inter alia*, the most recently published documents incorporated by reference into this Note Offering Circular when deciding whether or not to purchase the Notes.

Singapore SFA Product Classification: *In connection with Section 309B of the Securities and Futures Act (Chapter 289) of Singapore (the "**SFA**") and the Securities and Futures (Capital Markets Products) Regulations 2018 of Singapore (the "**CMP Regulations 2018**"), the Issuer has determined , and hereby notifies all relevant persons (as defined in Section 309A(1) of the SFA), that the Notes are 'prescribed capital markets products' (as defined in the CMP Regulations 2018) and Excluded Investment Products (as defined in MAS Notice SFA 04-N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendations on Investment Products).*

Furthermore, the issuance of the Notes which would be eligible for electronic settlement, is in accordance with all applicable Indian laws and is duly authorised by the Issuer's constitutional documents as well as applicable statutory and other consents.

In this Note Offering Circular, where information has been presented in millions or billions of units, amounts may have been rounded, in the case of information presented in millions, to the nearest ten thousand or one hundred thousand units or, in the case of information presented in billions, one, ten or one hundred million units. Accordingly, the totals of columns or rows of numbers in tables may not be equal to the apparent total of the individual items and actual numbers may differ from those contained herein due to rounding.

Save as disclosed in this Note Offering Circular, (i) there has been no significant change in the financial position of the Issuer since the date of the most recently published audited accounts for the six months ended September 30, 2020, attached as an annexure in Annex A hereto, and (ii) there has been no material adverse change in the financial position or prospects of the Issuer since September 30, 2020.

Except as disclosed in the Offering Circular, there are no governmental, legal or arbitration proceedings (including any proceedings which are pending or threatened of which the Issuer is aware) which may have or have in the 12 months preceding the date of this document had a significant effect on the financial position or profitability of the Issuer.

TABLE OF CONTENTS

Page

PRICING SUPPLEMENT IN RELATION TO THE NOTES

21 January 2021

Singapore SFA Product Classification: In connection with Section 309B of the Securities and Futures Act (Chapter 289) of Singapore (the "**SFA**") and the Securities and Futures (Capital Markets Products) Regulations 2018 of Singapore (the "**CMP Regulations 2018**"), the Issuer has determined, and hereby notifies all relevant persons (as defined in Section 309A(1) of the SFA), that the Notes are 'prescribed capital markets products' (as defined in the CMP Regulations 2018) and are Excluded Investment Products (as defined in MAS Notice SFA 04-N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendation on Investment Products.)

Power Finance Corporation Limited
Legal entity identifier (LEI): 3358003Q6D9LIJJZ1614
Issue of U.S.$500,000,000 3.35 per cent. notes due 2031
under the U.S.$5,000,000,000
Global Medium Term Note Programme

This document constitutes the Pricing Supplement relating to the issue of Notes described herein.

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Offering Circular dated 2 January 2020 (the "**Original Offering Circular**") and the Note Offering Circular dated 21 January 2021 (the "**Note Offering Circular**" and, together with the Original Offering Circular, the "**Offering Circular**"). This Pricing Supplement contains the final terms of the Notes and must be read in conjunction with the Offering Circular. This Pricing Supplement supplements the Offering Circular and supersedes the information in the Offering Circular to the extent inconsistent with the information included therein.

1		Issuer:	Power Finance Corporation Limited
2	(i)	Series Number:	09
	(ii)	Tranche Number:	01
	(iii)	Date on which the Notes will be consolidated and form a single Series:	Not Applicable
3		Specified Currency or Currencies:	U.S. Dollars
4		Aggregate Nominal Amount:	
	(i)	Series:	U.S.$500,000,000
	(ii)	Tranche:	U.S.$500,000,000
5	(i)	Issue Price:	99.987 per cent. of the Aggregate Nominal Amount
	(ii)	Net proceeds:	U.S.$499,935,000
6	(i)	Specified Denominations:	U.S.$200,000 and integral multiples of U.S.$1,000 in excess thereof
	(ii)	Calculation Amount:	U.S.$1,000
7	(i)	Issue Date:	29 January 2021
	(ii)	Interest Commencement Date:	Issue Date

8	Maturity Date:	16 May 2031
9	Interest Basis:	3.35 per cent. Fixed Rate (further particulars specified below)
10	Redemption/Payment Basis:	Redemption at par
11	Change of Interest Basis or Redemption/Payment Basis:	Not Applicable
12	Put/Call Options:	Conditions 8.3 and 8.4 applicable
13	(i) Date of board approval for issuance of Notes obtained:	12 February 2020
	(ii) Date of regulatory approval/consent for issuance of Notes obtained:	Not Applicable
14	Listing:	SGX-ST, India INX and NSE IFSC
15	Method of distribution:	Syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

16	Fixed Rate Note Provisions:	Applicable
	(i) Rate(s) of Interest:	3.35 per cent. per annum payable in arrear on each Interest Payment Date
	(ii) Interest Payment Date(s):	16 May and 16 November in each year up to and including the Maturity Date commencing on 16 November 2021 (*see Condition 7.4 for more information on determination of business day for payment of interest in respect of the Notes*) There will be a long first coupon from and including the Issue Date to but excluding the first Interest Payment Date falling on 16 November 2021.
	(iii) Fixed Coupon Amount(s):	U.S.$16.75 per Calculation Amount (other than in relation to the Interest Payment Date falling on 16 November 2021 – see further paragraph 16(iv) below).
	(iv) Broken Amount(s):	U.S.$26.71 per Calculation Amount, payable on the Interest Payment Date falling on 16 November 2021.
	(v) Day Count Fraction:	30/360, unadjusted
	(vi) Determination Date(s):	Not Applicable
	(vii) Other terms relating to the method of calculating interest for Fixed Rate Notes:	None
17	Floating Rate Note Provisions	Not Applicable
18	Zero Coupon Note Provisions	Not Applicable
19	Index Linked Interest Note Provisions	Not Applicable
20	Dual Currency Interest Note Provisions	Not Applicable

PROVISIONS RELATING TO REDEMPTION

21	Issuer Call:	Condition 8.4 applicable
22	Final Redemption Amount	U.S.$1,000 per Calculation Amount
23	Early Redemption Amount payable on redemption for taxation reasons or on event of default:	U.S.$1,000 per Calculation Amount

GENERAL PROVISIONS APPLICABLE TO THE NOTES

24	Form of Notes:	Registered Notes: Regulation S Global Note (U.S.$500,000,000 nominal amount) registered in the name of a nominee for a common depositary for Euroclear and Clearstream, Luxembourg
25	Additional Financial Centres:	Not Applicable
26	Talons for future Coupons to be attached to Definitive Notes in bearer form (and dates on which such Talons mature):	No
27	Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment:	Not Applicable
28	Details relating to Instalment Notes:	Not Applicable
29	Redenomination applicable:	Redenomination not applicable
30	Permitted Security Interest Date:	Not Applicable
31	Other terms or special conditions:	Not Applicable

DISTRIBUTION

32	(i) If syndicated, names of Managers:	Barclays Bank PLC MUFG Securities EMEA plc Standard Chartered Bank
	(ii) Stabilising Manager(s) (if any):	MUFG Securities EMEA plc
33	If non-syndicated, name of relevant Dealer:	Not Applicable
34	Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable:	TEFRA not applicable
35	Additional U.S. Federal Income Tax Considerations:	Not Applicable
36	U.S. Selling Restrictions:	Reg. S Compliance Category 1

37	Prohibition of Sales to EEA Retail Investors:	Not Applicable
38	Prohibition of Sales to UK Retail Investors:	Not Applicable
39	Additional selling restrictions:	Not Applicable

OPERATIONAL INFORMATION

40	Any clearing system(s) other than DTC, Euroclear and Clearstream and the relevant identification number(s):	Not Applicable
41	Delivery:	Delivery against payment
42	Additional Paying Agent(s) (if any):	Not Applicable

ISIN:	XS2282240907
Common Code:	228224090
CUSIP:	Not Applicable
CINS:	Not Applicable
FISN:	Not Applicable
CFI:	Not Applicable

PURPOSE OF PRICING SUPPLEMENT

This Pricing Supplement comprises the final terms required for the issue and admission to trading on SGX-ST, India INX and NSE IFSC of the Notes described herein pursuant to the U.S.$5,000,000,000 Global Medium Term Note Programme of Power Finance Corporation Limited.

STABILISATION

In connection with this issue, MUFG Securities EMEA plc (the "**Stabilisation Manager**") (or persons acting on behalf of any Stabilisation Manager) may over-allot Notes or effect transactions with a view to supporting the market price of the Notes at a level higher than that which might otherwise prevail. However, stabilisation may not necessarily occur. Any stabilisation action may begin on or after the date on which adequate public disclosure of the terms of the offer of the Notes is made and, if begun, may cease at any time, but it must end no later than the earlier of 30 days after the issue date of the Notes and 60 days after the date of the allotment of the Notes. Any stabilisation action or overallotment must be conducted by the relevant Stabilisation Manager (or person(s) acting on behalf of any Stabilisation Manager) in accordance with all applicable laws and rules.

INVESTMENT CONSIDERATIONS

There are significant risks associated with the Notes including, but not limited to, counterparty risk, country risk, price risk and liquidity risk. Investors should contact their own financial, legal, accounting and tax advisers about the risks associated with an investment in these Notes, the appropriate tools to analyse that investment, and the suitability of the investment in each investor's particular circumstances. No investor should purchase the Notes unless that investor understands and has sufficient financial resources to bear the price, market liquidity, structure and other risks associated with an investment in these Notes.

Before entering into any transaction, investors should ensure that they fully understand the potential risks and rewards of that transaction and independently determine that the transaction is appropriate given their objectives, experience, financial and operational resources and other relevant circumstances. Investors should consider consulting with such advisers as they deem necessary to assist them in making these determinations.

RESPONSIBILITY

The SGX-ST, India INX and NSE IFSC assume no responsibility for the correctness of any of the statements made, opinions expressed or reports contained in this Pricing Supplement. The admission of the Notes to the Official List of the SGX-ST and the admission of the Notes to the India INX and NSE IFSC are not to be taken as an indication of the merits of the Issuer, its subsidiaries, its associated companies, the Programme or the Notes.

CAPITALIZATION

The section entitled "Capitalization" in the Original Offering Circular shall be deleted in its entirety and replaced with the following:

The following table sets forth the unaudited non-consolidated indebtedness and capitalization of the Issuer as of September 30, 2020. This table should be read in conjunction with the Issuer's reviewed non-consolidated financial statements as of September 30, 2020 and the schedules and notes presented elsewhere herein.

	As of September 30, 2020(1)	
	Rs. Million	**(U.S.$ Million)(2)**
Debt securities:		
- Secured	150,294.7	2,037.34
- Unsecured	2,130,139.0	28,875.41
Total	**2,280,433.7**	**30,912.75**
Borrowings (other than debt securities):		
- Secured	203,997.4	2,765.32
- Unsecured	666,240.9	9,031.33
Total	**870,238.3**	**11,796.64**
Subordinated Liabilities:		
- Secured	-	-
- Unsecured	92,115.0	1,248.68
Total	92,115.0	1,248.68
Total debt	**3,242,787.0**	**43,958.07**
Shareholders' funds:		
Issued and fully paid up capital(3)............................	26,400.8	357.88
Reserves & surplus	467,381.5	6,335.66
Total capital and reserves	**493,782.30**	**6,693.54**
Total capitalization	**3,736,569.3**	**50,651.61**

The Issuer's contingent liabilities amounted to Rs.18,671.2 million as of September 30, 2020. The Issuer's contingent liabilities amounted to Rs. 14,086.2 million as of March 31, 2020.

Notes:

(1) Based on the Issuer's reviewed non-consolidated financial statements as of and for the six months ended September 30, 2020.

(2) U.S. dollar translations have been made using the exchange rate of U.S.$1.00 = Rs.73.77 as of September 30, 2020 based on the reference rate of the FEDAI prevailing at that date.

(3) As of September 30, 2020, the Issuer's authorized capital was Rs.110,000 million comprising 11,000 million ordinary shares of Rs.10 each, of which 2,640.08 million shares were issued.

RECENT DEVELOPMENTS

Save as disclosed in this Note Offering Circular, there has been no significant change in the financial position or trading position of the Issuer since September 30, 2020.

Except as disclosed in the Offering Circular, there are no governmental, legal or arbitration proceedings (including any proceedings which are pending or threatened of which the Issuer is aware) which may have or have in the 12 months preceding the date of this document had a significant effect on the financial position or profitability of the Issuer.

Comparison of certain line items in the Consolidated Financial Statements of the Issuer

For the six months ended September 30, 2020 with the six months ended September 30, 2019

The Issuer's interest income increased by 16.67% from Rs. 299,048.86 million for the six months ended September 30, 2019 to Rs. 348,905.30 million for the six months ended September 30, 2020. This increase was mainly attributed to an increase in the outstanding loan assets of the group which is in the ordinary course of business.

The Issuer's fees and commission income decreased by 19.08% from Rs. 944.10 million for the six months ended September 30, 2019 to Rs. 764.00 million for the six months ended September 30, 2020. This decrease was primarily attributed to the decrease in prepayment premium from Rs.460.80 million to Rs. 49 million.

The Issuer's dividend income decreased by 25.52% from Rs. 165.00 million for the six months ended September 30, 2019 to Rs. 122.90 million for the six months ended September 30, 2020. The decrease was primarily due to a decrease in dividend income earned by REC Limited during the six months ended September 30, 2020.

The Issuer's other operating income decreased by 13.59% from Rs. 1,077.70 million for the six months ended September 30, 2019 to Rs. 931.20 million for the six months ended September 30, 2020. This decrease was in the ordinary course of business.

The Issuer's other income increased by 63.93% from Rs.191.00 million for the six months ended September 30, 2019 to Rs. 313.10 million for the six months ended September 30, 2020. This increase was primarily due to an increase in miscellaneous income such as the receipt of interest on income tax refund during the six months ended September 30, 2020,

The Issuer's finance cost increased by 10.05% from Rs. 200,898.20 million for the six months ended September 30, 2019 to Rs. 221,092.40 million for the six months ended September 30, 2020. This increase was mainly primarily due to increase in outstanding borrowings, bonds and debentures of the Group which is in the ordinary course of business.

The Issuer's net translation / transaction exchange gain was Rs.559.10 million for the six months ended September 30, 30, 2020 as compared to the net translation / transaction exchange loss of Rs. 12,097.50 million for the six months ended September 30, 2019. This gain may primarily be attributed to appreciation of INR against USD, leading to translation / transaction gain on the Issuer's foreign currency borrowing portfolio.

The Issuer's fees and commission expense decreased by 0.54% from Rs.149.20 million for the six months ended September 30, 2019 to Rs.148.40 million for the six months ended September 30, 2020. This decrease was in the ordinary course of business.

The Issuer's net loss on fair value changes was Rs.2,116.70 million for the six months ended September 30, 2020 as compared to a net gain on fair value changes of Rs. 1,923.50 million for the six months ended September 30, 2019 This increase was primarily attributed to an increase in the marked to market losses on outstanding derivative transactions.

The Issuer’s impairment on financial instruments expense increased by 157.94% from Rs. 8,931.90 million for the six months ended September 30, 2019 to Rs.23,038.70 million for the six months ended September 30, 2020. This increase was primarily due to the creation of incremental impairment allowance on the loans accounts of the Issuer and REC Limited

The Issuer’s employee benefit expenses decreased by 16.69% from Rs. 2,176.50 million for the six months ended September 30, 2019 to Rs.1,813.30 million for the six months ended September 30, 2020. This decrease was in the ordinary course of business.

The Issuer’s depreciation, amortisation and impairment expenses increased by 7.00% from Rs.107.10 million for the six months ended September 30, 2019 to Rs.114.60 million for the six months ended September 30, 2020. This increase was due to an increase in property, plant & equipment and a consequential increase in the depreciation charge on the same..

The Issuer’s corporate social responsibility expenses increased by 239.19% from Rs. 879.40 million for the six months ended September 30, 2019 to Rs.2,982.80 million for the six months ended September 30, 2020. This increase on a consolidated basis was primarily due to the contribution to the Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund created by the Government of India to combat the spread of COVID-19.

The Issuer’s profit/(loss) for the period (from continuing and discontinued operations) increased by 45.40% from Rs.53,968.30 million for the six months ended September 30, 2019 to Rs.78,469.70 million for the six months ended September 30, 2020. The increase was due to the various reasons as discussed above. However, the major reasons for increase in profit was the increase in net interest income and decrease in net translation / transaction exchange loss.

The Issuer’s derivative financial instruments (assets), decreased by 12.98% from Rs.51,822.70 million as at March 31, 2020 to Rs.45,095.20 million as at September 30, 2020. This decrease was mainly due to a decrease in fair value (market to market values) of outstanding derivative transactions

The Issuer’s current tax assets (net) decreased by 43.48% from Rs.11,383.28 million as at March 31, 2020 to Rs. 6,433.55 million as at September 30, 2020. This decrease was primarily due to a refund granted to the Issuer by Income Tax Authorities with regards to the previous assessment years

The Issuer’s right of use assets decreased by 7.99% from Rs. 420.70 million as at March 31, 2020 to Rs. 387.10 million as at September 30, 2020. This decrease was due to amortisation of right of use assets which is in the ordinary course of business.

The Issuer’s total financial liabilities increased by 6.55% from Rs. 6,277,190.30 million as at March 31, 2020 to Rs. 6,688,476.20 million as at September 30, 2020. This increase was mainly due to an increase in debt securities issued by Rs.195,501.10 million, an increase in borrowings (other than debt securities issued) by Rs.197,904.50 million, an increase in subordinated liabilities by Rs. 24,040.40 million and an increase in derivative financial instruments(liabilities) by Rs.642.90 million.

The Issuer’s total non-financial liabilities increased by 103.17% from Rs. 6,355.70 million as at March 31, 2020 to Rs. 12,913.10 million as at September 30, 2020. This increase was mainly due to an increase in current tax liabilities (net) by Rs. 5,877.70 million and an increase in other non-financial liabilities by Rs. 776.20 million.

For the fiscal year ended March 31, 2020 with fiscal year ended March 31, 2019

The Issuer’s fees and commission income decreased by 56.72% from Rs.3,741.10 million for the fiscal year ended March 31, 2019 to Rs.1,619.10 million for the fiscal year ended March 31, 2020. This decrease was mainly due to a decrease in prepayment premium and fees for implementation of Government of India schemes of REC Limited, a subsidiary of the Issuer.

The Issuer's finance cost increased by 17.96% from Rs.346,268.00 million for the fiscal year ended March 31, 2019 to Rs.408,446.50 million for the fiscal year ended March 31, 2020. This increase was mainly due to an increase in outstanding borrowings (on a consolidated basis) in ordinary course of business.

The Issuer's net translation / transaction exchange loss/(gain) increased by 379.27% from Rs.10,414.40 million for the fiscal year ended March 31, 2019 to Rs.49,913.20 million for the year fiscal ended March 31, 2020. This increase was mainly due to a depreciation of the Rupee against the United States Dollar.

The Issuer's impairment on financial instruments expense increased by 405.38% from Rs.(6,257.30) million for the fiscal year ended March 31, 2019 to Rs.19,108.3 million for the fiscal year ended March 31, 2020. This increase was mainly on account of creation of an incremental impairment allowance on some loan accounts as opposed to a reversal of impairment allowance in the fiscal year ended March 31, 2019.

The Issuer's employee benefit expenses increased by 10.22% from Rs.3,626.60 million for the fiscal year ended March 31, 2019 to Rs.3,997.20 million for the fiscal year ended March 31, 2020. This increase was mainly due to an increase in the salary and allowances of employees in the ordinary course of business.

The Issuer's depreciation and amortisation expenses increased by 57.68% from Rs.154.90 million for the fiscal year ended March 31, 2019 to Rs.244.30 million for the fiscal year ended March 31, 2020. This increase was mainly due to an increase in the depreciation and amortisation expenses of REC Limited, a subsidiary of the Issuer.

The Issuer's corporate social responsibility expenses increased by 72.76% from Rs.2,063.20 million for the fiscal year ended March 31, 2019 to Rs.3,564.40 million for the fiscal year ended March 31, 2020. This increase was primarily due to an increase in the corporate social responsibility expenses of REC Limited, a subsidiary of the Issuer.

The Issuer's profit/(loss) for the period (from continuing and discontinued operations) decreased by 25.02% from Rs.126,402.70 million for the fiscal year ended March 31, 2019 to Rs.94,772.50 million for the fiscal year ended March 31, 2020. This decrease was primarily because of an increase in net translation / transaction exchange loss, impairment on financial instruments and other factors as set out above.

The Issuer's trade receivables decreased by 20.23% from Rs.1,721.30 million as at March 31, 2019 to Rs.1,373.10 million as at March 31, 2020. This decrease was mainly due to decrease in trade receivables of group companies.

The Issuer's investments (other than accounted for using equity method) decreased by 6.52% from Rs.41,223.80 million as at March 31, 2019 to Rs.38,537.20 million as at March 31, 2020. This decrease was primarily due to a decrease in the fair value of investments designated at fair value.

The Issuer's deferred tax assets (net) decreased by 21.42% from Rs.63,697.40 million as at March 31, 2019 to Rs.50,053.10 million as at March 31, 2020. This decrease was primarily due to restatement of accumulated deferred tax assets at a lower tax rate after exercise of option under the Taxation Laws (Amendment) Ordinance, 2019.

The Issuer's intangible assets under development decreased by 51.57% from Rs.15.90 million as at March 31, 2019 to Rs.7.70 million as at March 31, 2020. This decrease was in the ordinary course of business.

The Issuer's other non-financial assets decreased by 32.93% from Rs.3,935.00 million as at March 31, 2019 to Rs.2,639.40 million as at March 31, 2020. This decrease was primarily due to a decrease in the amount recovered from the income tax department and advances paid towards contractual obligations.

The Issuer’s total financial liabilities increased by 11.14% from Rs.5,648,018.70 million as at March 31, 2019 to Rs.6,277,190.30 million as at March 31, 2020. This increase was mainly due to an increase in derivative financial instruments by Rs.12,605.60 million, an increase in debt securities issued by Rs.434,139.00 million, an increase in borrowings (other than debt securities issued) by Rs.136,594.90 million, an increase in subordinated liabilities by Rs.21.40 million and an increase in other financial liabilities by Rs.46,027.60 million.

The Issuer’s total non-financial liabilities increased by 9.11% from Rs.5,825.00 million as at March 31, 2019 to Rs.6,355.70 million as at March 31, 2020. This increase was mainly due to an increase in current tax liabilities (net) by Rs.616.60 million and an increase in provisions by Rs.75.10 million.

REGULATIONS AND POLICIES

A. MEASURES TO ADDRESS STRESS ON ACCOUNT OF COVID-19 PANDEMIC

Reserve Bank of India

COVID-19 - Operational and Business Continuity Measures dated March 16, 2020 - Operational Measures by the Reserve Bank of India

The RBI issued guidelines on March 16, 2020, to ensure operational and business continuity plans on account of disruptions in the functioning of institutions including NBFCs due to COVID-19 pandemic. The guidelines, *inter alia*, requires NBFCs to: (i) devise a strategy and monitoring mechanism concerning the spread of the disease within the organisation; (ii) make timely interventions for preventing further spread in case of detection of infected employees; (iii) take stock of critical processes and revisiting business continuity plan in the emerging situations/scenarios with the aim of continuity in critical interfaces; (iv) take steps of sharing important instructions/ strategy with the staff members at all levels, for soliciting better response and participation and sensitizing the staff members about preventive measures/steps to be taken in suspected cases; and (v) appoint quick response team to provide regular updates to the top management on significant developments and act as a single point of contact with regulators/outside institutions/agencies.

COVID-19 – Regulatory Package dated March 27, 2020 - Moratorium permitted by the Reserve Bank of India

The RBI in its "Statement of Development and Regulatory Policies" released on March 27, 2020, inter alia, has announced certain regulatory measures to mitigate the burden of debt servicing brought about by disruptions on account of COVID-19 and to ensure the continuity of viable businesses. The RBI's statement sets out various developmental and regulatory policies that directly address the stress in financial condition caused by COVID-19. They consist of: (i) expanding liquidity in the system sizeably to ensure that financial markets and institutions are able to function normally in the face of COVID-related dislocations; (ii) reinforcing monetary transmission so that bank credit flows on easier terms are sustained to those who have been affected by the pandemic; (iii) easing financial stress caused by COVID-19 disruptions by relaxing repayment pressures and improving access to working capital; and (iv) improving the functioning of markets in view of the high volatility experienced with the onset and spread of the pandemic. The significant features of this package are as below:

(a) ***Moratorium on term loans***: The RBI has permitted all commercial banks (including regional rural banks, small finance banks and local area banks), co-operative banks, all-India financial institutions, and non-banking financial companies (including housing finance companies) ("**Lending Institutions"**) to grant a moratorium in respect of term loans given by them (including agricultural term loans, retail and crop loans), of three months on payment of all "instalments" falling due between March 1, 2020 and May 31, 2020. The "instalments" will include (i) principal and/or interest components; (ii) bullet repayments; (iii) equated monthly instalments; and (iv) credit card dues. The repayment schedule for such loans as also the residual tenor, will be shifted across the board by three months after the moratorium period ends. However, interest will continue to accrue on the outstanding portion of the term loans during the moratorium period. It is noteworthy that the moratorium related provisions are not applicable to foreign lenders, foreign portfolio investors, mutual funds or alternative investment funds that have extended any debt to Indian borrowers.

(b) ***Deferment of interest on working capital facilities***: In relation to working capital facilities sanctioned in the form of cash credit/overdraft, Lending Institutions have been permitted by RBI to defer the recovery of interest applied in respect of all such facilities during the period from March 1, 2020 up to

May 31, 2020. The accumulated accrued interest will be recovered immediately after the completion of this period.

(c) ***Recalculation of drawing power***: Lending Institutions can also recalculate the drawing power of borrowers facing stress due to COVID-19 in relation to cash credit/overdraft facilities sanctioned to them. The recalculation can be by reducing the margins and/or by reassessing the working capital cycle. This relief is available in respect of all such changes effected up to May 31, 2020 and contingent on the Lending Institutions being satisfied that the change is necessitated due to COVID-19.

(d) ***Asset classification: Special Mention Accounts (SMAs) and Non-Performing Assets (NPAs)***: Any moratorium or deferment or recalculation of drawing power will not be treated as a concession or change in terms and conditions of loan agreements due to the financial difficulty of the borrower under the RBI's 'Prudential Framework or Resolution of Stressed Assets' dated June 7, 2019 (the "**Framework**"). Therefore, such measure in itself will not result in a downgrade of asset classification. The asset classification of term loans which are granted any relief mentioned above will be determined based on the revised due dates and the revised repayment schedule. Further, for working capital facilities where relief is provided, the SMA status and the out of order status will be evaluated considering the application of accumulated interest immediately after the completion of the deferment period as well as the revised terms.

(e) ***No adverse impact on credit history***: Any rescheduling of payments, including interest, will not qualify as a default for the purposes of supervisory reporting and reporting to credit information companies by the Lending Institutions. Credit information companies shall ensure that the actions taken by Lending Institutions pursuant to the above announcements do not adversely impact the credit history of the beneficiaries.

(f) ***Board approved policy***: The board of each Lending Institution must frame appropriate policies to deal with the above measures. The policies must set out objective criteria for considering the abovementioned reliefs and these must also be made available in the public domain. NBFCs which are required to comply with Indian Accounting Standards shall, as hitherto, continue to be guided by the guidelines duly approved by their boards and in accordance with ICAI advisories relating to the recognition of the impairments.

Additional measures announced on May 22, 2020

The RBI, on May 22, 2020, announced further developmental and regulatory policy measures to ease financial stress, including the following:

(a) The RBI has allowed Lending Institutions to extend the moratorium on instalments of all term loans, by *another* three months, from June 1, 2020 to August 31, 2020, along with similar measure for deferment of interest for another three months on working capital facilities.

(b) Asset classification benefits (i.e. not resulting in downgrade) on account of moratorium will continue till August 31, 2020.

(c) With regards to resolution of stressed assets, Lending Institutions have been permitted to exclude the entire moratorium/deferment period from March 1, 2020 to August 31, 2020 from the calculation of 30-day review period or 180-day resolution period, if the review/ resolution period had not expired as on March 1, 2020.

COVID-19 Regulatory Package – Review of Resolution Timelines under the Prudential Framework on Resolution of Stressed Assets dated April 17, 2020

The RBI has also announced certain additional regulatory measures aimed at alleviating the lingering impact of COVID-19 on businesses and financial institutions in India, consistent with the globally coordinated action committed by the Basel Committee on Banking Supervision. In this regard, the detailed instructions dated April 17, 2020 relating to the extension of resolution timelines under the Framework are as under:

(a) In terms of paragraph 11 of the Prudential Framework, lenders are required to implement a resolution plan in respect of entities in default within 180 days from the end of a review period ("**Review Period**") of 30 days. RBI has mandated that in respect of accounts which were within the Review Period as on March 1, 2020, the period from March 1, 2020 to May 31, 2020 shall be excluded from the calculation of the 30-day timeline for the Review Period. In respect of all such accounts, the residual Review Period shall resume from June 1, 2020, upon expiry of which the lenders shall have the usual 180 days for resolution.

(b) In respect of accounts where the Review Period was over, but the 180-day resolution period had not expired as on March 1, 2020, the timeline for resolution shall get extended by 90 days from the date on which the 180-day period was originally set to expire. Consequently, the requirement of making additional provisions specified in paragraph 17 of the Framework shall be triggered as and when the extended resolution period, as stated above, expires.

COVID-19 Economic Stimulus Package – Liquidity infusion for Discoms

In view of the economic disruption caused by the lockdown imposed to contain the COVID-19 outbreak, to facilitate liquidity flow in the power sector, the Ministry of Finance, Government of India, on May 13, 2020, as part of the economic stimulus package, announced a credit package of Rs.900,000 million to enable Discoms for clearance of their outstanding dues as on March 31, 2020. The Issuer and REC Limited have been mandated as key lending partners for this package. To facilitate funding under the liquidity package, the Issuer has formulated a lending scheme in line with the broad contours prescribed by Ministry of Power. Under the scheme, loans will be given to the Discoms in two tranches, 50% of the sanctioned loan amount shall be considered in tranche-I and balance in tranche-II. The loans shall have a maximum tenor of 10 years. A principal moratorium may be considered on a case to case basis, which shall not exceed 3 years. The loan amounts to be sanctioned shall be restricted to the outstanding dues of central public sector undertakings, electricity generation companies, transmission companies, IPPs and renewable energy generators. The interest rate shall be charged at the cost of funds of the Issuer plus margins as may be decided. The loans shall be secured with unconditional and irrevocable guarantees by state governments covering the loan amounts along with interest and any other charges towards the loan. Also, the loans to the Discoms under tranche II are subject to progress achieved in implementation of conditions such as clearance of unpaid electricity dues and unpaid subsidies dues by the respective state governments, installation of smart meters, digital payments of electricity bill.

Further, on September 2020, the Government of India allowed enhanced funding to Discoms for clearance of their outstanding dues as on June 30, 2020. Also, the Government has now allowed funding to Discoms in exemption of the working capital limits under the UDAY scheme. Thus, pursuant to the MoP order dated September 2, 2020, Discoms are now eligible for loans to clear outstanding dues of CPSU generation companies and transmission companies, IPPs and renewable energy generators up to June 30, 2020. The Issuer estimates that the total funding to the Discoms following the MoP order dated September 2, 2020 shall be approximately up to Rs. 1,200,000 million.

COVID-19 – RBI Circular dated August 6, 2020 on resolutions plans for borrower accounts facing stress due to the COVID-19 outbreak (the "Resolution Plan Circular")

The RBI, pursuant to the Resolution Plan Circular, has permitted Lending Institutions to implement resolution plans in respect of certain eligible corporate exposures for borrowers having stress on account of the COVID-19 outbreak while classifying such exposures as standard. Some of the significant features of the Resolution Plan Circular are as follows:

(a) ***Board approved policy:*** Lending Institutions shall frame board approved policies pertaining to the implementation of viable resolution plans for eligible borrowers under this framework, ensuring that the resolution is provided only to the borrowers having stress on account of the COVID-19 outbreak. Such policy shall, among other things, detail the eligibility of borrowers and lay down the due diligence considerations to be followed by the Lending Institutions to establish the necessity of implementing a resolution plan in respect of the concerned borrower. The reference date for the outstanding amount of debt to be considered for resolution shall be March 1, 2020.

(b) Only those borrower accounts shall be eligible for resolution which were classified as standard, but not in default for more than 30 days with any lending institution as on March 1, 2020. Further, the accounts should continue to remain standard till the date of invocation.

(c) Where multiple Lending Institutions have exposure to the borrower, the resolution process for such borrower shall be treated as invoked if Lending Institutions representing 75% by value of the total outstanding credit facilities, and not less than 60% of Lending Institutions by number agree to invoke resolution.

(d) Resolution may be invoked not later than December 31, 2020 and must be implemented within 180 days from the date of such invocation.

(e) For borrowers with exposure to multiple Lending Institutions, and in respect of whom the resolution process is invoked an inter-creditor agreement ("**ICA**") is required to be signed by all Lending Institutions within 30 days from the date of invocation. If Lending Institutions representing not less than 75 per cent by value of the total outstanding credit facilities and not less than 60 per cent of Lending Institutions by number, do not sign the ICA within 30 days from the invocation, the invocation will be treated as lapsed. In respect of such borrowers, the resolution process cannot be invoked again under this framework. The terms of the ICA shall include the provisions specified in the Resolution Plan Circular.

(f) ***Permitted features of the resolution plan:*** Set forth below are some of the significant features permitted under the Resolution Plan Circular in respect of the resolution plan, in addition to involving any action under the relevant provisions of the Framework except compromise settlements:

    (i) The resolution plan may include sanctioning of additional credit facilities to address the financial stress of the borrower;

    (ii) Lending Institutions may allow an extension of the residual tenor of the loan, with or without a payment moratorium, by a period of not more than two years which, if granted, shall come into force immediately upon implementation of the resolution plan.

    (iii) The resolution plan may provide for conversion of a portion of the debt into equity or other marketable, non-convertible debt securities issued by the borrower, provided the amortisation schedule and the coupon carried by such debt securities are similar to the terms of the debt held on the books of the Lending Institutions, post implementation of the resolution plan. In case the Lending Institutions convert any portion of the debt into any other security, the same shall collectively be valued at ₹ 1.

(iv) In respect of accounts where the aggregate exposure of the Lending Institutions at the time of invocation is ₹ 100 crore or above, the resolution plan shall require an independent credit evaluation by an RBI authorised credit rating agency.

(v) The resolution plan shall provide that in accounts involving consortium or multiple banking arrangements, all receipts and repayments by the borrower and additional disbursements, if any, to the borrower as part of the resolution plan shall be routed through an escrow account maintained with one of the Lending Institutions.

(g) ***Asset classification and provisioning:*** If additional finance was sanctioned before implementation of the plan to the borrower, such additional finance may be classified as 'standard asset' until implementation of the plan. If the resolution plan is not implemented within the stipulated timelines the asset classification of such additional finance shall be as per the actual performance of the borrower with respect to such additional finance or the rest of the credit facilities, whichever is worse.

Lending Institutions are required to keep provisions in their books as per the extant norms for income recognition and asset classification, or 10% of the total debt on their books in cases where the ICA is signed within 30 days of invocation, and 20% of the total debt on their books in cases where the ICA is not signed within 30 days of invocation, whichever is higher. Such provisions may be reversed as specified in the Resolution Plan Circular.

(h) ***Post implementation performance:*** Any default by the borrower with any of the signatories to the ICA during the monitoring period (as defined in the Resolution Plan Circular) shall trigger a review period of 30 days. If the borrower is in default with any of the signatories to the ICA at the end of the said review period, the asset classification of the borrower with all Lending Institutions shall be downgraded to NPA from the date of implementation of the resolution plan or the date from which the borrower had been classified as NPA before implementation of the plan, whichever is earlier.

(i) ***Disclosures and credit reporting:*** Lending Institutions are required to make disclosures in the formats prescribed and in the manner prescribed in the Resolution Plan Circular, in their financial statements till, all exposures on which the resolution plan was implemented are either fully extinguished or completely fall under NPA, whichever is earlier. Credit reporting by such Lending Institutions shall also reflect the "restructured" status of the account if the resolution plan involves renegotiation that would be classified as restructuring under the Prudential Framework.

RBI Circular on Resolution Framework for COVID-19-related Stress – Financial Parameters dated September 7, 2020

RBI also constituted an expert committee under the chairmanship of Mr. K.V. Kamath ("Expert Committee") to suggest financial parameters and other sector specific benchmark ranges to be factored in a resolution plan. The Expert Committee selected 5 key parameters for Lending Institutions to consider when finalising a resolution plan and set out range of parameters in 26 sectors. The Expert Committee is also required to vet resolution plans with large exposures exceeding Rs. 15 billion to verify the process followed by NBFCs without interfering with the commercial judgment of lenders.

Regulatory Measures

Various ministries and regulators, including the Ministry of Finance, Ministry of Corporate Affairs and SEBI implemented measures to minimise the compliance burden and impact of the economic slowdown and to protect the interest of investors during market volatility due to the COVID-19 pandemic.

B. NBFC REGULATIONS

Declaration of Dividend by NBFCs

RBI has published draft guidelines on dividend distribution by NBFCs specifying criteria to be satisfied prior to dividend declaration. The guidelines, once implemented, will be applicable for fiscal year 2021 onwards. The NBFC must be in compliance with the RBI Act and all RBI regulations and not be expressly restricted in declaring dividends. Dividend can only be paid from current year's profits. Conditions to be included but are not limited to: (i) each of net NPA ratio must be less than 6% and capital adequacy must have been maintained for the last 3 years including the accounting year for which dividend it proposed; (ii) minimum CRAR of 15%; (iii) the NBFC board must consider its long term growth plans, auditors' qualification on the statement of accounts and any RBI findings relating to divergence in identification of NPA and provisioning shortfalls. NBFCs that satisfy the criteria can declare a dividend in accordance with a prescribed matrix. The dividend payout ratio, calculated as a ratio of dividend over net profits, must be adjusted for auditors' qualifications having an adverse bearing on profits and exclude extraordinary profits.

C. LEGISLATIVE FRAMEWORK FOR RECOVERY OF DEBTS

Recovery of Debts Due to Banks and Financial Institutions Act, 1993

The Recovery of Debts Due to Banks and Financial Institutions Act, 1993 ("**RDDBFI Act**") provides for establishment of Debt Recovery Tribunals ("**DRTs**") and Debt Recovery Appellate Tribunals ("**DRATs**"), which are specialized tribunals to deal with recovery of debts and no court or other authority can exercise jurisdiction in relation to matters covered by the RDDBFI Act, except Supreme Court and High Courts. The RDDBFI Act provides for expeditious adjudication and recovery of debts due to any bank or financial institution or to a consortium of banks and public financial institutions. Under the RDDBFI Act, the procedures for recovery of debt have been simplified and indicative timeframes have been fixed for speedy disposal of cases. Any appeal from any order of a DRT is referred to DRAT.

The DRTs may pass orders for recovery of debts including: (i) a recovery certificate adjudicating the claim of a bank or financial institution against a borrower; and (ii) injunctive orders restraining the debtors from alienating, transferring or disposing of its moveable and immoveable properties. After a recovery certificate is issued, the recovery officer appointed for each DRT recovers the amount by any mode including: (i) attachment or sale of moveable and immoveable properties; (ii) taking possession of secured property or any other property of debtor and appointing receiver to sell them; (iii) arrest of debtor and detention in prison; and (iv) appointment of receivers and/or local commissioners for management of moveable and immoveable properties.

Application to the Bankruptcy Code to NBFCs and suspension of the Bankruptcy Code

Pursuant to the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 and Ministry of Corporate Affairs Notification S.O. 4139(E) dated November 18, 2019, the Bankruptcy Code has now been made applicable to NBFCs. Only RBI can now commence insolvency against NBFCs with an asset size of at least Rs. 5 billion.

As a result of the uncertain economic scenario surrounding the COVID-19 pandemic, the difficulty in finding resolution applicants and to prevent such Indian corporates being subjected to insolvency during this unprecedented time, the Bankruptcy Code has been amended to prohibit filings to commence any insolvency for any defaults occurring from March 25, 2020 to March 25, 2021.

D. LAWS RELATING TO THE POWER SECTOR

On page 258 of the Original Offering Circular, the paragraph titled "Electricity (Amendment) Bill, 2014" shall be replaced with the following:

Electricity (Amendment) Bill, 2020

On April 17, 2020, the MoP released the draft Electricity (Amendment) Bill, 2020 for public comments. The bill has not yet been tabled in the Indian parliament. The bill aims to ensure sustainable growth of the electricity sector in the country by addressing few issues that have weakened commercial and investment activities. Salient features of the bill are as follows:

(a) Establishment of an electricity contract enforcement authority, which will have original jurisdiction over matters of specific performance of contracts, leading to speedy disposal of disputes and thereby attracting greater investments.

(b) Preparation of a national renewable energy policy for the promotion of generation of electricity from renewable sources of energy and prescribe a minimum percentage of purchase of electricity from renewable and hydro sources of energy.

(c) Empowering load dispatch centres to oversee the payment security mechanism prior to scheduling dispatch of electricity in order to prevent accumulation of unrealized revenues.

(d) Simplification of the tariff structure and cross subsidy and restriction on deferment of revenue recovery. Further, tariffs discovered under competitive bids must be adopted in a timely manner.

On page 260 of the Original Offering Circular the paragraph titled "Trading" shall be replaced with the following:

Trading

The Electricity Act specifies trading in electricity as a licensed activity. Trading has been defined as the purchase of electricity for resale. This may involve wholesale supply or retail supply. The license to engage in electricity trading is required to be obtained from the appropriate ERC. The CERC issued the CERC (Procedure, Terms and Conditions for Grant of Trading License and Other Related Matters) Regulations, 2020, as amended from time to time ("**Trading License Regulations**") to regulate the inter-State trading of electricity including fixation of trading margin. Under the Trading License Regulations, any person desirous of undertaking inter-State trading in electricity shall apply to the CERC for the grant of a license. The trading margin is applicable to all transactions under short term contracts, long term contracts, banking of electricity, transactions under back to back contracts, cross border trade of electricity undertaken by the trading licensee.

The Trading License Regulations set out various qualifications for the grant of a license for undertaking electricity trading, including certain technical and professional qualifications, and net worth requirements. Further, a licensee is subject to certain conditions including the extent of trading margin, maintenance of records and submission of auditors' report. The existing licensees are required to meet the net worth, current ratio and liquidity ratio criteria and are required to pay the license fee as specified by the CERC, from time to time. However, all licensees can apply to upgrade or downgrade their license. The licensees need to submit monthly reports on over-the-counter contracts and annual returns of transaction volumes. The Trading License Regulations also specify acts of contravention and penalties for the same. These regulations also set out the grounds of revocation of the license.

SUPPLEMENTARY RISK FACTORS

On page 36 of the Original Offering Circular, the paragraph titled "Natural calamities, climate change and health epidemics could have a negative impact on the Indian economy and could cause the Issuer's business to suffer and the trading price of the Notes to decrease." shall be deleted and replaced with the following:

A global outbreak of an infectious disease such as COVID-19 or any other serious public health concerns in Asia or elsewhere could have a material adverse effect on our business, financial condition and results of operations and could cause the trading price of the Notes to decrease.

The outbreak of a pandemic or an infectious disease in Asia or elsewhere or any other serious public health concern, such as swine influenza, around the world could have a negative impact on economies, financial markets and business activities worldwide and which in turn could have a material adverse effect on our business, financial condition and results of operations.

Since December 2019, there is an ongoing outbreak of the 2019 novel coronavirus ("**COVID-19**") which has affected countries globally, with the World Health Organisation declaring the outbreak as a pandemic on March 12, 2020. There have been border controls, lockdowns and travel restrictions imposed by various countries, including India, as a result of the COVID-19 outbreak. Such outbreak of an infectious disease together with any resulting restrictions on travel and/or imposition of lockdown measures have resulted in protracted volatility in domestic and international markets and/or may result in a global recession and may adversely impact our operations, revenues, cashflows and profitability. In particular, the COVID-19 outbreak has caused stock markets worldwide to lose significant value and has impacted global economic activity. A number of governments have revised gross domestic product growth forecasts for 2020 downwards in response to the economic slowdown caused by the spread of COVID-19, and it is possible that the outbreak of COVID-19 will cause a prolonged global economic crisis or recession.

A lockdown to contain the spread of COVID-19 has been in force in India since March 24, 2020 and has forced factories, shops and offices in India to close down, resulting in a fall in power consumption, as industrial, trading, construction and many other economic activities have remained largely suspended. While the lockdown has been relaxed in some parts of India in varying degrees, the Issuer may face delays associated with collection of payments from our clients, which are in the power infrastructure sector, due to such lockdown or economic slowdown caused by COVID-19, which may adversely affect our cashflows. This may be coupled with difficulty in accessing sources of financing as a consequence of volatility in domestic and international markets and/or a global recession. Further, the Issuer may also be required by the Government of India to provide loans to our clients at reduced rates, and/or restructure our loans to, or agree to moratoriums with them.

Various ministries and regulators, including the Reserve Bank of India ("**RBI**"), Ministry of Finance, Ministry of Corporate Affairs and SEBI implemented measures to minimise the compliance burden and impact of the economic slowdown and to protect the interest of investors during market volatility due to the COVID-19 pandemic.

For instance, the RBI had permitted all commercial banks, co-operative banks, all-India financial institutions, and non-banking financial companies (including housing finance companies) to grant a moratorium of three months in respect of term loans made by them, on payment of all "instalments" falling due between March 1, 2020 and May 31, 2020. The RBI has, on May 22, 2020, allowed Lending Institutions to further extend the moratorium on instalments of term loans by another three months, from June 1, 2020 to August 31, 2020, along with a similar measure for deferment of interest for another three months on working capital facilities.

Further, in view of the economic disruption caused by the lockdown imposed to contain the COVID-19 outbreak, to facilitate liquidity flow in the power sector, the Ministry of Finance, Government of India, on May 13, 2020, as part of the economic stimulus package, mandated the Issuer and REC Limited to infuse liquidity to the tune of Rs.900,000 million to enable electricity distribution companies ("**Discoms**") for clearance of their outstanding dues as on March 31, 2020. Further, on September 2020, the Government of India allowed enhanced funding to Discoms for clearance of their outstanding dues as on June 30, 2020. Also, now the Government has allowed funding to Discoms in exemption of the working capital limits under the UDAY scheme. Thus, pursuant to the MoP order dated September 2, 2020, Discoms are now eligible for loans to clear outstanding dues of CPSU generation companies and transmission companies, IPPs and renewable energy generators up to June 30, 2020. The Issuer estimates that the total funding to the Discoms following the MoP order dated September 2, 2020 shall be approximately up to Rs. 1,200,000 million. The loans shall be secured with unconditional and irrevocable guarantees by state governments covering the loan amounts along with interest and any other charges towards the loan. Under the scheme, loans will be given to the Discoms in two tranches, 50% of the sanctioned loan amount shall be considered in tranche-I and balance in tranche-II. The loans to the Discoms under tranche II are subject to progress achieved in implementation of conditions such as clearance of unpaid electricity dues and unpaid subsidies dues by the respective state governments, installation of smart meters and digital payments of electricity bill. For further details of other regulatory measures taken to mitigate the economic effects of COVID- 19, please see "*Regulations and Policies*" in this Note Offering Circular.

At this point, the extent to which COVID-19 may impact us is uncertain. However, the aforementioned factors and any other measures, which may be announced by the Government of India or the RBI, may have an adverse effect on our operating results, businesses, assets, financial condition, performance or prospects.

In addition, influenza A H5N1 has had a profound effect on the poultry industry and Nipah virus encephalitis, is an emerging infectious disease of public health importance in Asia. India's southern state of Kerala was put under a lot of stress in May 2018 due to an outbreak of the Nipah virus. Asia is home to dynamic systems in which biological, social, ecological, and technological processes interconnect in ways that enable microbes to exploit new ecological niches. These processes include population growth and movement, urbanisation, changes in food production, agriculture and land use, water and sanitation, and the effect of health systems through generations of drug resistance.

The Issuer cannot predict the duration or scope of the COVID-19 pandemic or when operations will cease to be affected by it. To the extent the COVID-19 pandemic adversely affects our business and financial results, it may also have the effect of heightening many of the other risks described in the "Risk Factors" section of the Original Offering Circular, including those relating to cash flows.

The Issuer can give no assurance that the ongoing situation caused by the COVID-19 pandemic or a future outbreak of an infectious disease among humans or animals (if any) or any other serious public health concern will not have a material adverse effect on our business, financial condition and results of operations and potentially cause the trading price of the Notes to decrease.

MANAGEMENT

On page 226 of the Original Offering Circular, the following shall be deemed incorporated under the heading "Board of Directors":

Mr. Rajeev Sharma superannuated as the Chairman and Managing Director of the Issuer on May 31, 2020 and is no longer associated with the Issuer since June 1, 2020. Pursuant to an order of the Ministry of Power, Government of India, the board of directors of the Issuer has appointed Mr. Ravinder Singh Dhillon, Director (Projects) as Chairman and Managing Director, Chief Executive Officer and a Key Managerial Personnel of the Issuer with effect from the date of assumption of charge of the post of Chairman and Managing Director on or after June 1, 2020 till the date of his superannuation, i.e., May 31, 2023 or until further orders, whichever is earlier. Pursuant to the appointment of Mr. Ravinder Singh Dhillon as the new Chairman and Managing Director, the office of Director (Projects) is vacant since June 1, 2020 and Director (Commercial) has been given additional charge for the same until the next incumbent is appointed.

Mr. Naveen Bhushan Gupta superannuated as the Director (Finance) of the Issuer on June 30, 2020 and is no longer associated with the Issuer since July 1, 2020. Pursuant to an order of the Ministry of Power, Government of India, the board of directors of the Issuer has appointed Smt. Parminder Chopra as Director (Finance), Chief Finance Officer and a Key Managerial Personnel of the Issuer with effect from the date of her assumption of charge of the post on or after July 1, 2020, for a period of five years, or till the date of her superannuation, or until further orders, whichever is earlier.

Mr. Mritunjay Kumar Narayan superannuated as the Government Nominee Director of the Issuer on November 3, 2020 and is no longer associated with the Issuer since November 3, 2020. Pursuant to the exercise of the powers conferred by Article 81(1) of the Articles of Association of the Issuer and the communication of Ministry of Power, Government of India, vide order No. 8/1/2007-PFC Desk dated November 4, 2020, Shri Tanmay Kumar, Joint Secretary, Ministry of Power was appointed as Government Nominee Director.

Upon the completion of the tenure of his appointment as an Independent Director, Mr. Sitaram Bhanwarlal Pareek has ceased to be a director on the board of directors of the Issuer with effect from February 6, 2020.

Upon the completion of the tenure of her appointment as an Independent Director, Ms Gouri Chaudhury has ceased to be a director on the board of directors of the Issuer with effect from November 2, 2020.

On pages 226 to 228 of the Original Offering Circular, the table under the heading "Board of Directors" shall be deleted and replaced with the following:

Name	Address	Appointment Date	Other Directorships
Mr. Ravinder Singh Dhillon Designation: Chairman and Managing Director, Chief Executive Officer and Key Managerial Personnel DIN: 00278074 Age: 57 years Occupation: Service	E-1/11, Vasant Vihar, New Delhi- 110057	June 1, 2020	• PFC Consulting Limited

Name	Address	Appointment Date	Other Directorships
Smt. Parminder Chopra Designation: Director (Finance) Chief Finance Officer and Key Managerial Personnel DIN: 08530587 Age: 53 years Occupation: Service	H.No.-196, Gujranwala Town part-2, Delhi-110009	July 1, 2020	• Bihar Mega Power Limited • Chhattisgarh Surguja Power Limited • Cheyyur Infra Limited • Coastal Tamil Nadu Power Limited • Deoghar Mega Power Limited • PFC Consulting Limited • PTC India Limited • Tatiya Andhra Mega Power Limited
Mr. Praveen Kumar Singh Designation: Director (Commercial) and Additional Charge Director (Projects) DIN: 03548218 Age: 59 years Occupation: services	C-9/9844, Vasant Kunj, Delhi-110070	August 10, 2018	• Coastal Karnataka Power Limited • Sakhigopal Integrated Power Company Limited • REC Limited • Jharkhand Infra Power Limited • Ghogarpalli Integrated Power Co Limited • PFC Consulting Limited • Orissa Integrated Power Limited
Mr. R.C. Mishra Designation: Independent Director DIN: 02469982 Age: 66 years Occupation: retired civil servant	2603, Imperial Tower 3, Jaypee Greens Wish Town, Sector 128, Noida-201304, Uttar Pradesh	July 11, 2019 N	Nil

Name	Address	Appointment Date	Other Directorships
Shri Tanmay Kumar Designation: Director (Government Nominee) DIN: 02574098 Age: 54 years Occupation: Government Service	Shram Shakti Bhawan,Rafi Marg, New Delhi-1	November 4, 2020	Joint Secretary in Ministry of Power, Government of India NHPC Limited. SJVN Limited. REC Limited Kholongchhu Hydro energy Limited

TAXATION

On page 268 of the Original Offering Circular, the following shall be deemed incorporated under the heading "Indian Taxation":

Under the Finance Act, 2020, Section 194LC of Income Tax Act was amended, inter alia, to:

(a) extend the withholding tax rate of 5 per cent. on the interest payments against borrowing by way of issue of long-term bonds including infrastructure bonds and issue of Rupee Denominated Notes from July 1, 2020 to July 1, 2023; and

(b) specify the withholding tax rate of 4 per cent. on the interest payments against borrowing by way of issue of any long-term bonds or Rupee Denominated Notes between April 1, 2020 and July 1, 2023, in accordance with the provisions set out in Section 194LC of Income Tax Act.

ANNEX A
INDEX TO FINANCIAL STATEMENTS

Gandhi Minocha & Co.
Chartered Accountants,
B-6, Shakti Nagar Extension,
New Delhi – 110052

Dass Gupta & Associates
Chartered Accountants,
B-4, Gulmohar Park,
New Delhi – 110049

Independent Auditor's Review Report on Unaudited Standalone Financial Results for the Quarter and Half Year Ended 30th September 2020 of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of
Power Finance Corporation Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Power Finance Corporation Limited (the "Company") for the quarter and half year ended 30.09.2020 together with the notes thereon (the "Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors of the Company, in its meeting held on 12.11.2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 *"Interim Financial Reporting"* ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity"*, issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatements.

Other Matters

5. The Company has continued to provide expected credit loss in respect of loan assets and undisbursed letter of comfort as required under Ind AS 109, on the basis of document provided by an independent expert appointed by the Company. Since the calculation parameters require certain technical and professional expertise, we have relied upon the expected credit loss calculation so provided by the said independent expert.

GANDHI MINOCHA & CO. ☆ New Delhi ☆ CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ NEW DELHI

6. Refer Note. 7 of the standalone financial results regarding the impact of COVID-19 pandemic on the Company. Management is of the view that there is no reason to believe that the pandemic will have any significant impact on the ability of the Company to continue as a going concern.

   Our conclusion on the statement is not modified in respect of above matters.

FOR GANDHI MINOCHA & CO.
Chartered Accountants
Firm's Registration No.: 000458N

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

CA MANOJ BHARDWAJ
Partner
Membership No. 098606
UDIN: 20098606AAAACV7771

FOR DASS GUPTA & ASSOCIATES
Chartered Accountants
Firm's Registration No.: 000112N

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

CA ASHOK KUMAR JAIN
Partner
Membership No. 090563
UDIN: 20090563AAAACN7884

Date: 12.11.2020
Place: New Delhi

Power Finance Corporation Limited

Urjanidhi, 1, Barakhamba Lane, Connaught Place, New Delhi

Statement of Standalone Financial Results for the Quarter and Half Year Ended 30.09.2020

(₹ in crore)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
		(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Audited)
	Revenue from Operations						
(i)	Interest Income	9,193.91	8,749.01	7,989.83	17,942.92	15,521.13	31,950.42
(ii)	Dividend Income	6.60	-	0.77	6.60	1.24	1,289.52
(iii)	Fees and Commission Income	30.49	8.66	31.94	39.15	77.49	122.96
I.	**Total Revenue from Operations**	**9,231.00**	**8,757.67**	**8,022.54**	**17,988.67**	**15,599.86**	**33,362.90**
II.	Other Income	0.95	16.75	1.75	17.70	7.00	8.16
III.	**Total Income (I+II)**	**9,231.95**	**8,774.42**	**8,024.29**	**18,006.37**	**15,606.86**	**33,371.06**
	Expenses						
(i)	Finance Costs	5,829.42	5,676.18	5,438.81	11,505.60	10,804.94	21,853.19
(ii)	Net Translation / Transaction Exchange Loss / (Gain)	(428.07)	232.64	561.28	(195.43)	537.62	2,633.42
(iii)	Fees and Commission Expense	3.27	2.98	1.67	6.25	4.08	10.76
(iv)	Net Loss / (Gain) on Fair Value changes	304.80	114.53	(204.65)	419.33	(207.38)	(699.05)
(v)	Impairment on Financial Instruments	953.17	353.04	390.48	1,306.21	611.87	991.22
(vi)	Employee Benefit Expenses	48.07	50.55	59.12	98.62	109.10	193.82
(vii)	Depreciation, Amortisation and Impairment	2.40	1.94	2.02	4.34	3.74	9.10
(viii)	Corporate Social Responsibility Expenses	5.28	205.06	25.84	210.34	36.28	97.15
(ix)	Other Expenses	18.06	11.15	21.07	29.21	37.33	88.91
IV.	**Total Expenses**	**6,736.40**	**6,648.07**	**6,295.64**	**13,384.47**	**11,937.58**	**25,178.52**
V.	**Profit/(Loss) Before Exceptional Items and Tax (III-IV)**	**2,495.55**	**2,126.35**	**1,728.65**	**4,621.90**	**3,669.28**	**8,192.54**
VI.	Exceptional Items	-	-	-	-	-	-
VII.	**Profit/(Loss) Before Tax (V-VI)**	**2,495.55**	**2,126.35**	**1,728.65**	**4,621.90**	**3,669.28**	**8,192.54**
	Tax Expense:						
	(1) Current Tax:						
	- Current Year	598.28	437.20	97.40	1,035.48	669.27	1,406.73
	- Earlier Years	-	43.52	-	43.52	-	17.75
	(2) Deferred Tax	(187.78)	(53.93)	473.99	(241.71)	459.99	1,112.92
VIII.	**Total Tax Expense**	**410.50**	**426.79**	**571.39**	**837.29**	**1,129.26**	**2,537.40**
IX.	**Profit/(Loss) for the period from Continuing Operations (VII-VIII)**	**2,085.05**	**1,699.56**	**1,157.26**	**3,784.61**	**2,540.02**	**5,655.14**
X.	**Profit/(Loss) from Discontinued Operations (After Tax)**	-	-	-	-	-	-
XI.	**Profit/(Loss) for the period (from continuing and discontinued operations) (IX+X)**	**2,085.05**	**1,699.56**	**1,157.26**	**3,784.61**	**2,540.02**	**5,655.14**
XII.	**Other Comprehensive Income**						
(A)	(i) Items that will not be reclassified to Profit or Loss						
	- Re-measurement of Defined Benefit Plans	(1.28)	(1.27)	1.36	(2.55)	0.45	(5.09)
	- Net Gain / (Loss) on Fair Value of Equity Instruments	(38.18)	6.20	(149.28)	(31.98)	(131.14)	(287.11)
	(ii) Income Tax relating to items that will not be reclassified to Profit or Loss						
	- Re-measurement of Defined Benefit Plans	0.26	0.26	(0.74)	0.52	(0.32)	0.08
	Sub-Total (A)	**(39.20)**	**5.19**	**(148.66)**	**(34.01)**	**(131.01)**	**(292.12)**
(B)	(i) Items that will be reclassified to Profit or Loss						
	- Effective Portion of Gains / (Loss) on Hedging Instruments in Cash Flow Hedge	26.57	(84.52)	(24.02)	(57.95)	(12.95)	(46.74)
	- Cost of Hedging Reserve	(22.33)	6.47	-	(15.86)	-	-
	(ii) Income Tax relating to items that will be reclassified to Profit or Loss						
	- Effective Portion of Gains / (Loss) on Hedging Instruments in Cash Flow Hedge	(6.68)	21.27	(0.40)	14.59	(4.27)	4.23
	- Cost of Hedging Reserve	5.62	(1.63)	-	3.99	-	-
	Sub-Total (B)	**3.18**	**(58.41)**	**(24.42)**	**(55.23)**	**(17.22)**	**(42.51)**
	Other Comprehensive Income (A+B)	**(36.02)**	**(53.22)**	**(173.08)**	**(89.24)**	**(148.23)**	**(334.63)**
XIII.	**Total Comprehensive Income for the period (XI+XII)**	**2,049.03**	**1,646.34**	**984.18**	**3,695.37**	**2,391.79**	**5,320.51**
XIV.	Paid up Equity Share Capital (Face Value ₹ 10/- each)	2,640.08	2,640.08	2,640.08	2,640.08	2,640.08	2,640.08
XV.	Other Equity (As per Audited Balance Sheet as at 31st March)	NA	NA	NA	NA	NA	42,524.05
XVI.	**Basic and Diluted Earnings Per Equity Share (Face Value of ₹ 10/- each)*:**						
	(1) For continuing operations (in ₹)	7.90	6.44	4.38	14.34	9.62	21.42
	(2) For discontinued operations (in ₹)	-	-	-	-	-	-
	(3) For continuing and discontinued operations (in ₹)	7.90	6.44	4.38	14.34	9.62	21.42

* EPS for the quarters and half years is not annualised.

See accompanying Notes to the Standalone Financial Results.

Notes to the Standalone Financial Results:

1. Standalone Statement of Assets and Liabilities

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020 (Un-Audited)	As at 31.03.2020 (Audited)
	ASSETS		
1	**Financial Assets**		
(a)	Cash and Cash Equivalents	307.81	182.52
(b)	Bank Balance other than included in Cash and Cash Equivalents	878.15	16.47
(c)	Derivative Financial Instruments	1,380.77	1,863.42
(d)	Loans	3,60,074.05	3,34,112.60
(e)	Investments	16,685.05	16,473.32
(f)	Other Financial Assets	5,319.46	5,339.12
	Total Financial Assets (1)	**3,84,645.29**	**3,57,987.45**
2	**Non- Financial Assets**		
(a)	Current Tax Assets (Net)	374.21	651.31
(b)	Deferred Tax Assets (Net)	3,212.94	2,952.12
(c)	Property, Plant and Equipment	31.33	31.35
(d)	Intangible Assets	0.34	0.41
(e)	Right-of-use Assets	35.52	35.75
(f)	Other Non-Financial Assets	207.49	128.87
	Total Non- Financial Assets (2)	**3,861.83**	**3,799.81**
	Total Assets (1+2)	**3,88,507.12**	**3,61,787.26**
	LIABILITIES AND EQUITY		
	LIABILITIES		
1	**Financial Liabilities**		
(a)	Derivative Financial Instruments	616.16	599.82
(b)	Debt Securities	2,35,751.18	2,21,847.67
(c)	Borrowings (other than Debt Securities)	87,219.20	79,116.06
(d)	Subordinated Liabilities	9,671.57	9,310.95
(e)	Other Financial Liabilities	5,361.62	5,375.16
	Total Financial Liabilities (1)	**3,38,619.73**	**3,16,249.66**
2	**Non- Financial Liabilities**		
(a)	Current Tax Liabilities (Net)	67.28	0.11
(b)	Provisions	258.59	264.29
(c)	Other Non-Financial Liabilities	183.29	109.07
	Total Non- Financial Liabilities (2)	**509.16**	**373.47**
	Total Liabilities (1+2)	**3,39,128.89**	**3,16,623.13**
3	**Equity**		
(a)	Equity Share Capital	2,640.08	2,640.08
(b)	Other Equity	46,738.15	42,524.05
	Total Equity (3)	**49,378.23**	**45,164.13**
	Total Liabilities and Equity (1+2+3)	**3,88,507.12**	**3,61,787.26**

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

2. Standalone Statement of Cash Flows for the Half Year ended 30.09.2020

(₹ in crore)

Sr. No.	Description	Half Year ended 30.09.2020		Half Year ended 30.09.2019	
I.	**Cash Flow from Operating Activities :-**				
	Profit before Tax	**4,621.90**		**3,669.28**	
	Adjustments for:				
	Loss on derecognition of Property, Plant and Equipment (net)	0.70		0.28	
	Depreciation and Amortisation	4.34		3.74	
	Interest expense on Zero Coupon Bonds and Commercial Papers	(76.03)		212.37	
	Unrealised Foreign Exchange Translation Loss / (Gain)	253.05		524.66	
	Net Change in Fair Value	419.33		-	
	Impact of Effective Interest Rate on Loans	2.66		4.54	
	Impairment on Financial Instruments	1,306.21		611.87	
	Interest income on Investments	(91.02)		(106.49)	
	Interest on Interest Subsidy Fund	0.71		0.69	
	Provision for Retirement Benefits etc.	(0.18)		27.40	
	Dividend Income	(6.60)		(1.24)	
	Effective Interest Rate on Borrowings / Debt Securities / Subordinated Liabilities	95.68		(70.45)	
	Interest on Income Tax Refund	(9.67)		(0.57)	
	Interest expenses on Lease Liability	0.39		0.39	
	Operating profit before Working Capital Changes:	**6,521.46**		**4,876.47**	
	Increase / Decrease :				
	Loans (Net)	(27,425.33)		(12,306.74)	
	Other Financial and Non-Financial Assets	(913.43)		13,816.92	
	Derivative	(1.32)		(292.45)	
	Other Financial & Non-Financial Liabilities and Provisions	1,459.20		1,570.40	
	Cash Flow from Operations Before Tax	**(20,359.42)**		**7,664.60**	
	Income Tax paid	(1,029.02)		(987.33)	
	Income Tax Refund	294.12		56.84	
	Net Cash flow from Operating Activities		**(21,094.32)**		**6,734.11**
II.	**Cash Flow From Investing Activities :**				
	Proceeds from disposal of Property, Plant and Equipment	0.11		0.07	
	Purchase of Property, Plant and Equipment	(4.83)		(5.31)	
	Interest income on investment	41.64		108.13	
	Dividend on investment	6.60		1.24	
	Increase / Decrease in Other Investments	9.25		3.03	
	Net Cash Used in Investing Activities		**52.77**		**107.16**
III.	**Cash Flow From Financing Activities :**				
	Raising of Bonds (including premium) (Net of Redemptions)	10,291.69		80.80	
	Raising of Long Term Loans (Net of Repayments)	8,971.00		495.43	
	Raising of Foreign Currency Loans (Net of Repayments)	(1,738.86)		11,738.29	
	Raising of Subordinated Liabilities (Net of Redemptions)	(0.00)		0.00	
	Raising of Commercial paper (Net of Repayments)	3,120.00		(7,000.00)	
	Raising of Working Capital Demand Loan / OD / CC / Line of Credit (Net of Repayments)	524.42		(12,452.68)	
	Unclaimed Bonds (Net)	(0.95)		(0.62)	
	Unclaimed Dividend (Net)	(0.28)		(0.01)	
	Payment of Lease Liability	(0.19)		(0.39)	
	Net Cash in-flow from Financing Activities		**21,166.83**		**(7,139.18)**
	Net Increase / Decrease in Cash and Cash Equivalents		**125.29**		**(297.91)**
	Add : Cash and Cash Equivalents at beginning of the financial year		182.52		308.48
	Cash and Cash Equivalents at the end of the period		**307.81**		**10.57**
	Details of Cash and Cash Equivalents at the end of the period:				
	i) Balances with Banks (of the nature of cash and cash equivalents)				
	In current accounts	284.12		10.57	
	In Term Deposit Accounts	23.69	307.81	-	10.57
	ii) Cheques, Drafts on hand including postage and Imprest		0.00		0.00
	Total Cash and Cash Equivalents at the end of the period		**307.81**		**10.57**

The above statement of cash flows has been prepared under the indirect method as set out in Ind AS 7 'Statement of Cash Flows'.

3	The unaudited standalone financial results of the Company have been reviewed & recommended by Audit Committee and subsequently approved and taken on record by Board of Directors of the Company in their respective meetings held on 12.11.2020. The same have been limited reviewed by Joint Statutory Auditors of the Company viz. Gandhi Minocha & Co., Chartered Accountants and Dass Gupta & Associates, Chartered Accountants in terms of Regulation 33 and 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
4	The unaudited standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS') - 34 'Interim Financial Reporting', notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
5	Detail of credit impaired loans and impairment loss allowance thereon (including on Commitments) maintained by the Company as per Ind AS 109 is as under.

(₹ in crore)

S. No.	Particulars	As on 30.09.2020	As on 31.03.2020
a)	Credit Impaired loans	26,526.78	27,871.70
b)	Impairment Loss Allowance Maintained	14,932.00	14,748.46
c)	Impairment Loss Allowance Coverage (%) (b/a)	56.29%	52.92%

6	As a matter of prudence, income on credit impaired loans is recognised as and when received and / or on accrual basis when expected realisation is higher than the loan amount outstanding.
7	The outbreak of COVID-19 has caused significant disturbance in the financial markets across the globe. The situation has been under close watch by the Company to take prompt actions for smooth operation of business. The impact of COVID-19 on the business operations of the Company is given at **Annexure - 'A'**.
8	For all secured bonds issued by the Company and outstanding as at 30.09.2020, 100% security cover has been maintained by way of mortgage on specified immovable properties and/or charge on receivables of the Company.
9	In the context of reporting business / geographical segment as required by Ind AS 108 - "Operating Segments", the Company's operations comprise of only one business segment - lending to power sector entities. Hence, there is no reportable segment as per Ind AS 108.
10	Details as required under Regulation 52 (4) of SEBI (LODR) Regulations, 2015 as amended:

Particulars	As on 30.09.2020	As on 31.03.2020
(i) Debt Equity Ratio	6.57	6.72
(ii) Outstanding Redeemable Preference Shares	-	-
(iii) Debenture Redemption Reserve (₹ in crore)	-	-
(iv) Net Worth (₹ in crore)	49,378.23	45,164.13

(v) During the half year ended 30.09.2020, ratings for the Company's long-term domestic borrowing programme (including bank loans) continued to be the highest rating of CRISIL AAA, ICRA AAA and CARE AAA as assigned by domestic rating agencies CRISIL, ICRA and CARE respectively. The Company's short-term domestic borrowing programme (including bank loans) continues to have the highest rating of CRISIL A1+, ICRA A1+ and CARE A1+ assigned by CRISIL, ICRA and CARE respectively. The Company's international credit ratings continue to be Baa3 and BBB- assigned by International Credit Rating Agencies Moody's and Fitch respectively.

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	(vi) The Company has been raising funds through various instruments including series of non-convertible bond issues. During the half year ended 30.09.2020, the Company has not defaulted in servicing of its borrowings. Details of payment of interest/principal of the Non-convertible Debentures/Commercial papers in accordance of Regulation 52(4)(d) and Regulation 52(4) (e) of SEBI LODR,2015 is given at **Annexure- 'B'**.
11	Figures for the previous periods have been regrouped / rearranged wherever necessary, in order to make them comparable.

PLACE: NEW DELHI
DATE: 12.11.2020

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

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R.S. Dhillon
Chairman & Managing Director
DIN – 00278074

Annexure- 'A'

Impact of COVID 19 on the Company

The outbreak of COVID-19 has caused significant disturbances in financial structures across the globe. In India, a nationwide lockdown was declared by Central Government in March, 2020. However, with the gradual unlocking across the country, the economic activities are gradually resuming. The Company continues to leverage its technological capabilities to carry its operations remotely as well.

Power consumption clocked double digit YoY growth of 12.10 % in October, buoyed by recovery in commercial and industrial activity as compared to a growth of 4.60 % in September, 2020. To mitigate the burden of debt servicing brought about by the disruptions of the business activities, the company in accordance with RBI guidelines relating to COVID-19 Regulatory Package dated 27.03.2020, 17.04.2020 and 23.05.2020, has offered moratorium on payment of instalments falling due between March 1, 2020 and August 31, 2020 to eligible borrowers. In pursuance of the moratorium policy, an amount of ₹ 20,557 crore falling due from 01.03.2020 to 31.08.2020 has been granted moratorium.

The Government of India, as a part of its Covid-19 package announcement, has also announced liquidity injection to the State Discoms in the form of State Government guaranteed loans through the Company and its subsidiary viz. REC Ltd. The Company, up to 31.10.2020, has sanctioned an amount of ₹ 59,067 crore under this scheme of liquidity package to eligible Discoms.

The Company has not experienced any significant impact on its liquidity position due to the access to diversified sources of borrowings. The Company continues to be well geared to meet its funding needs. It holds sufficient liquidity as well as adequate undrawn lines of credits from various banks. Considering high credit worthiness and well-established relationship of the Company with lenders, it can continue to mobilise sufficient funds from domestic & international markets.

In view of the above, the Management believes that there will not be significant impact of this outbreak in continuing its business operations, in maintaining its financial position and in assessing its ability to continue as a going concern. However, the impact of this pandemic on the Company will, inter alia, continue to be dependent on future developments relating to duration & severity of Covid-19, and any further actions by the Government & Regulatory bodies to contain its impact on the power sector and on the NBFCs. The Company shall also continue to closely monitor any material changes arising of uncertain future economic conditions and potential impact on its business.

Gandhi Minocha & Co. Chartered Accountants New Delhi

Dass Gupta & Associates Chartered Accountants New Delhi

Annexure- 'B" : Details of payment of interest/principal of the Non-convertible Debentures/Commercial papers in accordance of Regulation 52(4)(d) and Regulation 52(4) (e) of SEBI LODR,2015

Sr no	Instrument type	Instrument Series	ISIN No.	Amount Outstanding (Rs in crore) as on 30-09-2020	Previous due date		Interest		Principal	
					Interest	Principal	Next due date	Amount (Rs in crore)	Next due date	Amount (Rs in crore)
1	Infrastructure Bonds	Infrastructure Bonds (2011-12) - tranche 1 - Series I	INE134E07158	21.85	21-Nov-19	22-Nov-16	23-Nov-20	0.62	21-Nov-21	21.85
2	Infrastructure Bonds	Infrastructure Bonds (2011-12) - tranche 1 - Series II	INE134E07166	36.34	22-Nov-16	22-Nov-16	21-Nov-21	45.83	21-Nov-21	36.34
3	Infrastructure Bonds	Infrastructure Bonds (2011-12) - tranche 1 - Series III	INE134E07174	2.86	21-Nov-19	22-Nov-18	23-Nov-20	0.08	21-Nov-26	2.86
4	Infrastructure Bonds	Infrastructure Bonds (2011-12) - tranche 1 - Series IV	INE134E07182	7.77	22-Nov-18	22-Nov-18	21-Nov-26	19.58	21-Nov-26	7.77
5	Infrastructure Bonds	IF 10-11 1	INE134E07075	49.95	31-Mar-20	04-Apr-16	31-Mar-21	4.15	31-Mar-21	49.95
6	Infrastructure Bonds	IF 10-11 2	INE134E07083	109.11	04-Apr-16	04-Apr-16	31-Mar-21	133.09	31-Mar-21	109.11
7	Infrastructure Bonds	IF 10-11 3	INE134E07091	5.27	31-Mar-20	03-Apr-18	31-Mar-21	0.45	31-Mar-26	5.27
8	Infrastructure Bonds	IF 10-11 4	INE134E07109	19.33	03-Apr-18	03-Apr-18	31-Mar-26	46.40	30-Mar-22	19.33
9	Tax Free Bonds	136	INE134E07521	300.00	17-Jul-20	-	17-Jul-21	21.48	17-Jul-25	300.00
10	Tax Free Bonds	94-A	INE134E07299	255.00	22-Nov-19	-	22-Nov-20	18.39	22-Nov-22	255.00
11	Tax Free Bonds	94-B	INE134E07307	25.00	22-Nov-19	-	22-Nov-20	1.85	22-Nov-27	25.00
12	Tax Free Bonds	95-A	INE134E07315	30.00	29-Nov-19	-	29-Nov-20	2.17	29-Nov-22	30.00
13	Tax Free Bonds	95-B	INE134E07323	100.00	29-Nov-19	-	29-Nov-20	7.38	29-Nov-27	100.00
14	Tax Free Bonds	107-A	INE134E07372	113.00	30-Aug-20	-	30-Aug-21	9.05	30-Aug-23	113.00
15	Tax Free Bonds	107-B	INE134E07380	1,011.10	30-Aug-20	-	30-Aug-21	85.54	30-Aug-28	1,011.10
16	Tax Free Bonds	79-A	INE134E07117	205.23	15-Oct-19	-	15-Oct-20	15.41	15-Oct-21	205.23
17	Tax Free Bonds	79-B	INE134E07125	217.99	15-Oct-19	-	15-Oct-20	16.89	15-Oct-26	217.99
18	Tax Free Bonds	80-A	INE134E07133	334.31	25-Nov-19	-	25-Nov-20	27.05	25-Nov-21	334.31
19	Tax Free Bonds	80-B	INE134E07141	209.34	25-Nov-19	-	25-Nov-20	17.08	25-Nov-26	209.34
20	Tax Free Bonds	7.19% 10YEARS TAX FREE BONDS 12-13 TR -I SERIES 1	INE134E07331	197.09	06-Jan-20	-	04-Jan-21	14.17	04-Jan-23	197.09
21	Tax Free Bonds	7.69% 10YEARS TAX FREE BONDS 2012-13 TR-I SERIES-1	INE134E07331	145.66	06-Jan-20	-	04-Jan-21	11.20	04-Jan-23	145.66
22	Tax Free Bonds	7.36% 15YEARS TAX FREE BONDS 2012-13 TR-I SERIES-2	INE134E07349	162.72	06-Jan-20	-	04-Jan-21	11.98	04-Jan-28	162.72
23	Tax Free Bonds	7.86% 15YEARS TAX FREE BONDS 2012-13 TR-I SERIES-2	INE134E07349	194.28	06-Jan-20	-	04-Jan-21	15.27	04-Jan-28	194.28
24	Tax Free Bonds	8.18% TAX FREE BONDS 13-14 SERIES 1A	INE134E07414	325.08	18-Nov-19	-	16-Nov-20	26.59	16-Nov-23	325.08
25	Tax Free Bonds	8.43% TAX FREE BONDS 13-14 SERIES 1B	INE134E07422	335.47	18-Nov-19	-	16-Nov-20	28.28	16-Nov-23	335.47
26	Tax Free Bonds	8.54% TAX FREE BONDS 13-14 SERIES 2A	INE134E07430	932.70	18-Nov-19	-	16-Nov-20	79.65	16-Nov-28	932.70
27	Tax Free Bonds	8.79% TAX FREE BONDS 13-14 SERIES 2B	INE134E07448	353.32	18-Nov-19	-	16-Nov-20	31.06	16-Nov-28	353.32
28	Tax Free Bonds	8.67% TAX FREE BONDS 13-14 SERIES 3A	INE134E07455	1,067.38	18-Nov-19	-	16-Nov-20	92.54	16-Nov-33	1,067.38
29	Tax Free Bonds	8.92% TAX FREE BONDS 13-14 SERIES 3B	INE134E07463	861.96	18-Nov-19	-	16-Nov-20	76.89	16-Nov-33	861.96
30	Tax Free Bonds	TF 11-12 1	INE134E07190	2,752.55	15-Oct-19	-	15-Oct-20	225.71	01-Feb-22	2,752.55
31	Tax Free Bonds	TF 11-12 2	INE134E07208	1,280.58	15-Oct-19	-	15-Oct-20	106.29	01-Feb-27	1,280.58
32	Tax Free Bonds	TF TR2 12-13	INE134E07356	52.90	30-Mar-20	-	28-Mar-21	3.64	28-Mar-23	52.90
33	Tax Free Bonds	TF TR2 12-13	INE134E07356	43.26	30-Mar-20	-	28-Mar-21	3.19	28-Mar-23	43.26
34	Tax Free Bonds	TF TR2 12-13	INE134E07364	10.25	30-Mar-20	-	28-Mar-21	0.72	28-Mar-28	10.25
35	Tax Free Bonds	TF TR2 12-13	INE134E07364	58.96	30-Mar-20	-	28-Mar-21	4.45	28-Mar-28	58.96
36	Tax Free Bonds	TF 1A	INE134E07539	75.10	17-Oct-19	-	17-Oct-20	5.34	17-Oct-25	75.10
37	Tax Free Bonds	TF 1B	INE134E07547	79.35	17-Oct-19	-	17-Oct-20	5.84	17-Oct-25	79.35
38	Tax Free Bonds	TF 2A	INE134E07554	131.33	17-Oct-19	-	17-Oct-20	9.55	17-Oct-30	131.33
39	Tax Free Bonds	TF 2B	INE134E07562	45.18	17-Oct-19	-	17-Oct-20	3.40	17-Oct-30	45.18
40	Tax Free Bonds	TF 3A	INE134E07570	213.57	17-Oct-19	-	17-Oct-20	15.70	17-Oct-35	213.57
41	Tax Free Bonds	TF 3B	INE134E07588	155.48	17-Oct-19	-	17-Oct-20	11.82	17-Oct-35	155.48
42	Infrastructure Bonds	8.43 % SERIES I PRIVATE PLACEMENT INFRA	INE134E07216	7.39	30-Mar-20	31-Mar-17	30-Mar-21	1.86	30-Mar-22	7.39
43	Infrastructure Bonds	8.43 % SERIES II INFRA PRIVATE PLACEMENT	INE134E07224	15.47	31-Mar-17	31-Mar-17	30-Mar-22	19.29	30-Mar-22	15.47
44	Infrastructure Bonds	8.72 % SERIES III INFRA BONDS PRIVATE PLACEMENT	INE134E07232	0.87	30-Mar-20	31-Mar-18	30-Mar-21	0.25	30-Mar-27	0.87
45	Infrastructure Bonds	8.72% SERIES IV INFRA BONDS PRIVATE PLACEMENT	INE134E07240	2.40	31-Mar-18	31-Mar-18	30-Mar-27	6.02	30-Mar-27	2.40
46	Taxable Bonds	112-C	INE134E07505	270.00	31-Jan-20		31-Jan-21	26.19	31-Jan-21	270.00
47	54EC Capital Gain Tax Exemption Bonds	5 25 SEC 54EC BD SR 1 1718 10	INE134E07620	20.50	31-Jul-20	-	31-Oct-20	0.27	31-Oct-2020	20.50
48	54EC Capital Gain Tax Exemption Bonds	5 25 SEC 54EC BD SR 1 1718 11	INE134E07638	33.55	31-Jul-20	-	30-Nov-20	0.59	30-Nov-2020	33.55

Sr no	Instrument type	Instrument Series	ISIN No.	Amount Outstanding (Rs in crore) as on 30-09-2020	Previous due date		Interest		Principal	
					Interest	Principal	Next due date	Amount (Rs in crore)	Next due date	Amount (Rs in crore)
49	54EC Capital Gain Tax Exemption Bonds	5 25 SEC 54EC BD SR 1 1718 12	INE134E07646	33.76	31-Jul-20	-	31-Dec-20	0.74	31-Dec-2020	33.76
50	54EC Capital Gain Tax Exemption Bonds	5 25 SEC 54EC BD SR 1 1718 01	INE134E07653	25.93	31-Jul-20	-	31-Jan-21	0.69	31-Jan-2021	25.93
51	54EC Capital Gain Tax Exemption Bonds	5 25 SEC 54EC BD SR 1 1718 02	INE134E07661	37.95	31-Jul-20	-	28-Feb-21	1.16	28-Feb-2021	37.95
52	54EC Capital Gain Tax Exemption Bonds	5 25 SEC 54EC BD SR 1 1718 03	INE134E07679	87.79	31-Jul-20	-	31-Mar-21	3.07	31-Mar-2021	87.79
53	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 04	INE134E07687	6.54	31-Jul-20	-	31-Jul-21	0.38	30-Apr-2023	6.54
54	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 05	INE134E07695	7.04	31-Jul-20	-	31-Jul-21	0.40	31-May-2023	7.04
55	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 06	INE134E07703	10.11	31-Jul-20	-	31-Jul-21	0.58	30-Jun-2023	10.11
56	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 07	INE134E07711	14.32	31-Jul-20	-	31-Jul-21	0.82	31-Jul-2023	14.32
57	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 08	INE134E07729	15.95	31-Jul-20	-	31-Jul-21	0.92	31-Aug-2023	15.95
58	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 09	INE134E07737	26.03	31-Jul-20	-	31-Jul-21	1.50	30-Sep-2023	26.03
59	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 10	INE134E07745	32.95	31-Jul-20	-	31-Jul-21	1.89	31-Oct-2023	32.95
60	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 11	INE134E07752	41.13	31-Jul-20	-	31-Jul-21	2.36	30-Nov-2023	41.13
61	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 12	INE134E07760	55.14	31-Jul-20	-	31-Jul-21	3.17	31-Dec-2023	55.14
62	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 2 1819 01	INE134E07778	70.63	31-Jul-20	-	31-Jul-21	4.06	31-Jan-2024	70.63
63	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 2 1819 02	INE134E07786	66.74	31-Jul-20	-	31-Jul-21	3.84	28-Feb-2024	66.74
64	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 2 1819 03	INE134E07794	145.38	31-Jul-20	-	31-Jul-21	8.36	31-Mar-2024	145.38
65	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 3 1920 04	INE134E07810	48.91	31-Jul-20	-	31-Jul-21	2.81	30-Apr-2024	48.91
66	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 3 1920 05	INE134E07828	72.72	31-Jul-20	-	31-Jul-21	4.18	31-May-2024	72.72
67	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 3 1920 06	INE134E07836	81.73	31-Jul-20	-	31-Jul-21	4.70	30-Jun-2024	81.73
68	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 3 1920 07	INE134E07844	117.29	31-Jul-20	-	31-Jul-21	6.74	31-Jul-24	117.29
69	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 3 1920 08	INE134E07851	105.73	31-Jul-20	-	31-Jul-21	6.08	31-Aug-24	105.73
70	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 3 1920 09	INE134E07869	102.03	31-Jul-20	-	31-Jul-21	5.87	30-Sep-24	102.03
71	54EC Capital Gain Tax Exemption Bonds	5.75 SEC 54EC BD SR 3 1920 10	INE134E07877	92.09	31-Jul-20	-	31-Jul-21	5.30	31-Oct-24	92.09
72	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR3 1920 11	INE134E07885	89.96	31-Jul-20	-	31-Jul-21	5.17	30-Nov-24	89.96
73	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR3 1920 12	INE134E07893	93.08	31-Jul-20	-	31-Jul-21	5.35	31-Dec-24	93.08
74	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR3 1920 01	INE134E07901	94.02	31-Jul-20	-	31-Jul-21	5.41	31-Jan-25	94.02
75	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR3 1920 02	INE134E07919	107.88	31-Jul-20	-	31-Jul-21	6.20	28-Feb-25	107.88
76	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR3 1920 03	INE134E07927	129.01	31-Jul-20	-	31-Jul-21	7.42	31-Mar-25	129.01
77	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 4 2021 04	INE134E07935	12.44	31-Jul-20	-	31-Jul-21	0.72	30-Apr-25	12.44
78	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 4 2021 05	INE134E07943	39.39	31-Jul-20	-	31-Jul-21	2.26	31-May-25	39.39
79	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 4 2021 06	INE134E07950	117.99	31-Jul-20	-	31-Jul-21	6.78	30-Jun-25	117.99
80	54EC Capital Gain Tax Exemption Bonds	5 75 SEC 54EC BD SR 4 2021 07	INE134E07976	82.56	-	-	31-Jul-21	4.87	31-Jul-25	82.56
81	54EC Capital Gain Tax Exemption Bonds	5 00 SEC 54EC BD SR 4 2021 08	INE134E07984	26.03	-	-	31-Jul-21	1.23	31-Aug-25	26.03
82	54EC Capital Gain Tax Exemption Bonds	5 00 SEC 54EC BD SR 4 2021 09	INE134E07992	61.44	-	-	31-Jul-21	2.66	30-Sep-25	61.44
83	Taxable Bonds	28	INE134E08925	600.00	31-May-20	-	31-May-21	53.10	31-May-21	600.00
84	Taxable Bonds	57	INE134E08BP2	866.50	07-Aug-20	-	07-Aug-21	74.52	07-Aug-24	866.50
85	Taxable Bonds	65	INE134E08CY2	1,337.50	14-May-20	-	14-May-21	116.36	14-May-25	1,337.50
86	Taxable Bonds	70	INE134E08DG7	1,549.00	15-Nov-19	-	13-Nov-20	136.00	13-Nov-20	1,549.00
87	Taxable Bonds	71	INE134E08DH5	192.70	16-Dec-19	-	15-Dec-20	17.44	15-Dec-20	192.70
88	Taxable Bonds	71	INE134E08DI3	192.70	16-Dec-19	-	15-Dec-20	17.44	15-Dec-25	192.70
89	Taxable Bonds	71	INE134E08DJ1	192.70	16-Dec-19	-	15-Dec-20	17.44	15-Dec-30	192.70
90	Taxable Bonds	73	INE134E08DM5	1,000.00	15-Apr-20	-	15-Apr-21	91.80	15-Apr-21	1,000.00
91	Taxable Bonds	74	INE134E08DN3	1,693.20	09-Jun-20	-	09-Jun-21	164.24	09-Jun-21	1,693.20
92	Taxable Bonds	103	INE134E08FQ1	2,807.00	25-Mar-20	-	25-Mar-21	250.95	25-Mar-28	2,807.00
93	Taxable Bonds	125	INE134E08GV9	2,826.00	30-Dec-19	-	29-Dec-20	244.45	28-Dec-24	2,826.00
94	Taxable Bonds	126	INE134E08GW7	5,000.00	06-Jan-20	-	05-Jan-21	432.50	04-Jan-25	5,000.00
95	Taxable Bonds	128	INE134E08GY3	1,600.00	11-Mar-20	-	11-Mar-21	131.20	10-Mar-25	1,600.00
96	Taxable Bonds	146	INE134E08ID3	300.00	27-Apr-20	-	27-Apr-21	24.15	27-Apr-21	300.00
97	Taxable Bonds	147	INE134E08IE1	1,000.00	02-May-20	-	02-May-21	80.30	02-May-26	1,000.00
98	Taxable Bonds	152	INE134E08IL6	4,000.00	28-Sep-20	-	28-Sep-21	302.00	25-Sep-26	4,000.00

CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Sr no	Instrument type	Instrument Series	ISIN No.	Amount Outstanding (Rs in crore) as on 30-09-2020	Previous due date		Interest		Principal	
					Interest	Principal	Next due date	Amount (Rs in crore)	Next due date	Amount (Rs in crore)
99	Taxable Bonds	153	INE134E08IM4	1,830.00	30-Sep-20	-	30-Sep-21	135.42	30-Sep-21	1,830.00
100	Taxable Bonds	154	INE134E08IN2	1,101.00	23-Dec-19	-	22-Dec-20	80.04	22-Dec-21	1,101.00
101	Taxable Bonds	155	INE134E08IO0	2,635.00	05-Jan-20	-	05-Jan-21	190.51	05-Jan-27	2,635.00
102	Taxable Bonds	171	INE134E08JH2	5,000.00	15-Dec-19	-	15-Dec-20	381.00	15-Dec-27	5,000.00
103	Taxable Bonds	172	INE134E08JI0	850.00	30-Jan-20	-	30-Jan-21	65.79	29-Jan-28	850.00
104	Taxable Bonds	175	INE134E08JM2	600.00	16-Mar-20	-	15-Mar-21	46.50	15-Apr-21	600.00
105	Taxable Bonds	177	INE134E08JP5	3,855.00	03-Apr-20	-	03-Oct-20	151.72	03-Apr-28	3,855.00
106	Taxable Bonds	178	INE134E08JQ3	3,000.00	10-Oct-19	-	12-Oct-20	268.50	10-Oct-28	3,000.00
107	Taxable Bonds	180	INE134E08JT7	2,654.00	24-Feb-20	-	22-Feb-21	232.23	22-Feb-34	2,654.00
108	Taxable Bonds	181	INE134E08JU5	2,155.00	11-Mar-20	-	11-Mar-21	182.10	11-Aug-22	2,155.00
109	Taxable Bonds	183	INE134E08JW1	3,751.20	19-Mar-20	-	19-Mar-21	306.85	19-Mar-22	3,751.20
110	Taxable Bonds	186	INE134E08KA5	2,578.90	30-Apr-20	-	30-Apr-21	226.76	30-Apr-34	2,578.90
111	Taxable Bonds	188	INE134E08KD9	691.10	04-Jun-20	-	04-Jun-21	55.98	04-Jun-24	691.10
112	Taxable Bonds	189	INE134E08KE7	4,035.00	08-Aug-20	-	08-Aug-21	328.85	08-Aug-34	4,035.00
113	Taxable Bonds	190	INE134E08KF4	4,016.00	06-Sep-20	-	06-Sep-21	331.32	06-Sep-34	4,016.00
114	Taxable Bonds	191	INE 134E08KG2	3,735.00	15-Oct-19	-	15-Oct-20	274.52	15-Oct-22	3,735.00
115	Taxable Bonds	192	INE134E08KH0	3,000.00	-	-	19-Nov-20	222.60	19-Nov-24	3,000.00
116	Taxable Bonds	193	INE134E08KI8	4,710.50	-	-	31-Dec-20	373.54	31-Dec-29	4,710.50
117	Taxable Bonds	194	INE134E08KJ6	1,400.00	-	-	07-Jan-21	98.56	14-Apr-23	1,400.00
118	Taxable Bonds	195	INE134E08KK4	1,100.00	-	-	14-Jan-21	86.46	12-Apr-30	1,100.00
119	Taxable Bonds	196	INE134E08KL2	2,500.00	-	-	25-Feb-21	185.25	25-Feb-30	2,500.00
120	Taxable Bonds	197	INE134E08KM0	5,000.00	-	-	02-Mar-21	370.50	15-May-30	5,000.00
121	Taxable Bonds	198	INE134E08KN8	3,160.00	-	-	20-Apr-21	220.57	20-Apr-23	3,160.00
122	Taxable Bonds	200	INE134E08KQ1	2,920.00	-	-	10-May-21	216.08	08-May-30	2,920.00
123	Taxable Bonds	201	INE134E08KR9	3,101.30	-	-	15-May-21	238.18	15-Jul-30	3,101.30
124	Taxable Bonds	206	INE134E08LB1	3,000.00	-	-	20-Aug-21	164.10	20-Aug-23	3,000.00
125	Taxable Bonds	207	INE134E08LC9	1,097.40	-	-	09-Sep-21	77.26	16-Dec-30	1,097.40
126	Taxable Bonds	208	INE134E08LD7	2,806.00	-	-	17-Sep-21	182.39	17-Sep-25	2,806.00
127	Taxable Bonds	209	INE134E08LE5	1,711.00	-	-	29-Sep-21	125.59	29-Sep-35	1,711.00
128	Taxable Bonds	100-B	INE134E08FJ6	1,310.00	04-Mar-20	-	04-Mar-21	115.80	04-Mar-23	1,310.00
129	Taxable Bonds	101-B	INE134E08FL2	1,370.00	11-Mar-20	-	11-Mar-21	123.30	11-Mar-28	1,370.00
130	Taxable Bonds	102-A(II)	INE134E08FN8	403.00	18-Mar-20	-	18-Mar-21	35.87	18-Mar-23	403.00
131	Taxable Bonds	102-A(III)	INE134E08FO6	403.00	18-Mar-20	-	18-Mar-21	35.87	18-Mar-28	403.00
132	Taxable Bonds	115-III	INE134E08GA3	700.00	07-Jul-20	-	07-Jul-21	64.40	07-Jul-21	700.00
133	Taxable Bonds	117-B	INE134E08GD7	855.00	19-Aug-20	-	19-Aug-21	80.11	19-Aug-24	855.00
134	Taxable Bonds	118-B-II	INE134E08GG0	460.00	27-Aug-20	-	27-Aug-21	43.19	27-Aug-24	460.00
135	Taxable Bonds	118-B-III	INE134E08GH8	460.00	27-Aug-20	-	27-Aug-21	43.19	27-Aug-29	460.00
136	Taxable Bonds	120-A	INE134E08GK2	961.00	09-Oct-19	-	08-Oct-20	86.30	08-Oct-24	961.00
137	Taxable Bonds	120-B (Cummulative)	INE134E08GL0	950.00	09-Oct-19	-	08-Oct-20	85.31	08-Oct-24	950.00
138	Taxable Bonds	123-C	INE134E08GR7	200.00	28-Nov-19	-	01-Dec-20	17.32	27-Nov-21	200.00
139	Taxable Bonds	124-B	INE134E08GT3	1,200.00	09-Dec-19	-	09-Dec-20	102.60	09-Dec-21	1,200.00
140	Taxable Bonds	124-C	INE134E08GU1	1,000.00	09-Dec-19	-	09-Dec-20	84.80	09-Dec-24	1,000.00
141	Taxable Bonds	130-C	INE134E08HD5	925.00	19-Mar-20	-	19-Mar-21	77.61	19-Apr-25	925.00
142	Taxable Bonds	131-C	INE134E08HG8	5,000.00	27-Mar-20	-	27-Mar-21	420.50	27-Mar-25	5,000.00
143	Taxable Bonds	141-B	INE134E08HX3	1,000.00	18-Sep-20	-	18-Sep-21	84.00	18-Sep-25	1,000.00

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New-Delhi

DASS GUPTA & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ NEW DELHI ☆

Sr no	Instrument type	Instrument Series	ISIN No.	Amount Outstanding (Rs in crore) as on 30-09-2020	Previous due date		Interest		Principal	
					Interest	Principal	Next due date	Amount (Rs in crore)	Next due date	Amount (Rs in crore)
144	Taxable Bonds	150-A	INE134E08IH4	2,660.00	17-Aug-20	-	16-Aug-21	199.50	16-Aug-21	2,660.00
145	Taxable Bonds	150-B	INE134E08II2	1,675.00	17-Aug-20	-	16-Aug-21	127.80	14-Aug-26	1,675.00
146	Taxable Bonds	151-A	INE134E08IJ0	2,260.00	16-Sep-20	-	16-Sep-21	168.82	16-Sep-21	2,260.00
147	Taxable Bonds	151-B	INE134E08IK8	210.00	16-Sep-20	-	16-Sep-21	15.88	16-Sep-26	210.00
148	Taxable Bonds	168-A	INE134E08JB5	1,950.00	12-Jun-20	-	12-Jun-21	141.96	12-Jun-22	1,950.00
149	Taxable Bonds	168-B	INE134E08JC3	1,540.00	12-Jun-20	-	12-Jun-21	114.58	12-Jun-27	1,540.00
150	Taxable Bonds	169A	INE134E08JD1	3,395.00	08-Aug-20	-	08-Aug-21	241.05	08-Aug-22	3,395.00
151	Taxable Bonds	169B	INE134E08JE9	1,500.00	08-Aug-20	-	08-Aug-21	109.50	07-Aug-27	1,500.00
152	Taxable Bonds	170A	INE134E08JF6	800.00	22-Nov-19	-	22-Nov-20	58.80	22-Nov-22	800.00
153	Taxable Bonds	170B	INE134E08JG4	2,001.00	22-Nov-19	-	22-Nov-20	153.08	22-Nov-27	2,001.00
154	Taxable Bonds	173-A	INE134E08JJ8	505.00	12-Feb-20	-	12-Feb-21	39.04	12-Mar-21	505.00
155	Taxable Bonds	173-B	INE134E08JK6	1,325.00	12-Feb-20	-	12-Feb-21	102.42	05-Apr-21	1,325.00
156	Taxable Bonds	176B	INE134E08JO8	1,295.00	20-Dec-19	-	21-Dec-20	103.47	20-Dec-22	1,295.00
157	Taxable Bonds	179-A	INE134E08JR1	1,007.40	19-May-20	-	19-Nov-20	43.67	18-Nov-28	1,007.40
158	Taxable Bonds	179-B	INE134E08JS9	528.40	19-May-20	-	19-Nov-20	22.83	19-Nov-33	528.40
159	Taxable Bonds	187-A	INE134E08KB3	1,605.00	27-May-20	-	27-May-21	131.61	27-May-22	1,605.00
160	Taxable Bonds	187-B	INE134E08KC1	1,982.10	27-May-20	-	27-May-21	175.42	25-May-29	1,982.10
161	Taxable Bonds	196 R	INE134E08KL2	1,500.00	-	-	25-Feb-21	111.15	25-Feb-30	1,500.00
162	Taxable Bonds	199A	INE134E08KO6	1,970.00	-	-	24-Apr-21	134.55	24-Apr-23	1,970.00
163	Taxable Bonds	199B	INE134E08KP3	1,320.00	-	-	24-Apr-21	94.51	24-Apr-25	1,320.00
164	Taxable Bonds	202A	INE134E08KS7	2,145.00	-	-	22-May-21	144.79	22-May-23	2,145.00
165	Taxable Bonds	202B	INE134E08KT5	810.00	-	-	22-May-21	58.08	22-May-25	810.00
166	Taxable Bonds	202C	INE134E08KU3	1,936.00	-	-	22-May-21	150.81	22-Jul-30	1,936.00
167	Taxable Bonds	203A	INE134E08KW9	2,206.00	-	-	11-Jun-21	148.24	09-Jun-23	2,206.00
168	Taxable Bonds	203B	INE134E08KV1	3,318.00	-	-	11-Jun-21	257.15	11-Jun-30	3,318.00
169	Taxable Bonds	204A	INE134E08KX7	900.00	-	-	28-Jul-21	51.93	11-Apr-25	900.00
170	Taxable Bonds	204B	INE134E08KY5	1,300.00	-	-	28-Jul-21	89.44	11-Apr-31	1,300.00
171	Taxable Bonds	205A	INE134E08KZ2	1,610.10	-	-	10-Aug-21	113.51	09-Aug-30	1,610.10
172	Taxable Bonds	205B	INE134E08LA3	1,605.70	-	-	10-Aug-21	115.61	10-Aug-35	1,605.70
173	Taxable Bonds	61-III	INE134E08CN5	351.00	15-Dec-19	-	15-Dec-20	29.84	15-Dec-24	351.00
174	Taxable Bonds	62-B	INE134E08CP0	1,172.60	15-Jan-20	-	15-Jan-21	103.19	15-Jan-25	1,172.60
175	Taxable Bonds	63-C	INE134E08CS4	184.00	16-Mar-20	-	15-Mar-21	16.38	15-Mar-25	184.00
176	Taxable Bonds	64-III	INE134E08CV8	492.00	30-Mar-20	-	30-Mar-21	44.03	30-Mar-25	492.00
177	Taxable Bonds	66-B	INE134E08DA0	1,532.00	15-Jun-20	-	15-Jun-21	134.05	15-Jun-25	1,532.00
178	Taxable Bonds	66-C	INE134E08DB8	633.00	15-Jun-20	-	15-Jun-21	56.02	15-Jun-30	633.00
179	Taxable Bonds	72-B	INE134E08DL7	1,219.00	15-Jan-20	-	15-Jan-21	109.59	15-Jan-21	1,219.00
180	Taxable Bonds	75-C	INE134E08DQ6	2,084.70	29-Jun-20	-	29-Jun-21	200.34	29-Jun-21	2,084.70
181	Taxable Bonds	76-A	INE134E08DR4	2,589.40	03-Aug-20	-	01-Aug-21	242.37	01-Aug-21	2,589.40
182	Taxable Bonds	76-B	INE134E08DS2	1,105.00	03-Aug-20	-	01-Aug-21	104.53	01-Aug-26	1,105.00
183	Taxable Bonds	77-B	INE134E08DU8	2,568.00	01-Sep-20	-	01-Sep-21	242.68	01-Sep-26	2,568.00
184	Taxable Bonds	85-D	INE134E08EH3	736.00	15-Apr-20	-	15-Apr-21	68.15	15-Apr-23	736.00
185	Taxable Bonds	88-C	INE134E08EO9	184.70	15-Apr-20	-	15-Apr-21	17.51	15-Apr-22	184.70
186	Taxable Bonds	Zero Coupon Bond	INE134E08693	629.99	-	-	-	-	30-Dec-22	750.00
187	Subordinated Bonds	185	INE134E08JZ4	1,000.00	30-Mar-20	-	30-Mar-21	89.80	28-Mar-29	1,000.00
188	Subordinated Bonds	111	INE134E08FW9	1,000.00	13-Jan-20	-	13-Jan-21	96.50	13-Jan-24	1,000.00
189	Subordinated Bonds	114	INE134E08FX7	2,000.00	21-Feb-20	-	21-Feb-21	194.00	21-Feb-24	2,000.00
190	Subordinated Bonds	105	INE134E08FT5	800.00	14-Jun-20	-	14-Jun-21	65.52	14-Jun-23	800.00
191	Subordinated Bonds	184(A)	INE134E08JY7	2,000.00	25-Mar-20	-	25-Mar-21	185.00	25-Sep-24	2,000.00
192	Subordinated Bonds	184(B)	INE134E08JX9	2,411.50	25-Mar-20	-	25-Mar-21	219.45	23-Mar-29	2,411.50
193	Commercial Paper	CP-115	INE13414AR8	3,019.92	-	-	-	-	30-Jul-21	3,120.00

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Gandhi Minocha & Co.
Chartered Accountants,
B-6, Shakti Nagar Extension,
New Delhi – 110052

Dass Gupta & Associates
Chartered Accountants,
B-4, Gulmohar Park,
New Delhi – 110049

Independent Auditor's Review Report on the Year to Date Unaudited Standalone Interim Financial Statements of the Company

To the Board of Directors,
Power Finance Corporation Limited

1. We have reviewed the accompanying unaudited standalone interim financial statements of Power Finance Corporation Limited (the "Company") which comprise the Balance Sheet as at 30.09.2020, Statement of Profit & Loss, Statement of Cash flow and Statement of changes in equity for the period then ended and Significant Accounting Policies & Summarized Notes to Accounts thereon.

2. These interim financial statements are the responsibility of the Company's management and have been approved by the Board of Directors in its meeting held on 12.11.2020, have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder, and other accounting principles generally accepted in India. Our responsibility is to issue a report on these interim financial statements based on our review.

3. We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying unaudited standalone interim financial statements prepared in accordance with the recognition and measurement principles laid down in aforesaid Indian Accounting Standard and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Standard on Review Engagements (SRE) 2410, including the manner in which it is to be disclosed, or that it contains any material misstatements.

Other Matter

5. The Company has continued to provide expected credit loss in respect of loan assets and undisbursed letter of comfort as required under Ind AS 109, on the basis of document provided by an independent expert appointed by the Company. Since the calculation parameters require certain technical and professional expertise, we have relied upon the expected credit loss calculation so provided by the said independent expert.

6. Refer Note 5 of the unaudited standalone interim financial statement regarding the impact of COVID-19 pandemic on the Company. Management is of the view that there is no reason to believe that the pandemic will have any significant impact on the ability of the Company to continue as a going concern.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Our opinion on the statement is not modified in respect of above matter.

This report has been issued at the request of the company for the purpose of its proposed public issuance and raising of foreign currency bonds.

FOR GANDHI MINOCHA & CO.
Chartered Accountants
Firm's Registration No.: 000458N

GANDHI MINOCHA & CO. CA New Delhi CHARTERED ACCOUNTANTS

CA MANOJ BHARDWAJ
Partner
Membership No.098606
UDIN: 20098606AAAACX7127

FOR DASS GUPTA & ASSOCIATES
Chartered Accountants
Firm's Registration No.: 000112N

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

CA ASHOK KUMAR JAIN
Partner
Membership No. 090563
UDIN: 20090563AAAACQ7542

Date: 12.11.2020
Place: New Delhi

Power Finance Corporation Limited

Standalone Balance Sheet as at September 30, 2020

(₹ in crore)

Sr. No.	Particulars	Note No.	As at 30.09.2020	As at 31.03.2020
	ASSETS			
1	**Financial Assets**			
(a)	Cash and Cash Equivalents	1	307.81	182.52
(b)	Bank Balance other than included in Cash and Cash Equivalents	2	878.15	16.47
(c)	Derivative Financial Instruments	3	1,380.77	1,863.42
(d)	Loans	4	3,60,074.05	3,34,112.60
(e)	Investments	5	16,685.05	16,473.32
(f)	Other Financial Assets	6	5,319.46	5,339.12
	Total Financial Assets (1)		**3,84,645.29**	**3,57,987.45**
2	**Non- Financial Assets**			
(a)	Current Tax Assets (Net)	7	374.21	651.31
(b)	Deferred Tax Assets (Net)		3,212.94	2,952.12
(c)	Property, Plant and Equipment	8	31.33	31.35
(d)	Intangible Assets	8	0.34	0.41
(e)	Right-of-use Assets	9	35.52	35.75
(f)	Other Non-Financial Assets	10	207.49	128.87
	Total Non- Financial Assets (2)		**3,861.83**	**3,799.81**
	Total Assets (1+2)		**3,88,507.12**	**3,61,787.26**
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	**Financial Liabilities**			
(a)	Derivative Financial Instruments	3	616.16	599.82
(b)	Debt Securities	11	2,35,751.18	2,21,847.67
(c)	Borrowings (other than Debt Securities)	12	87,219.20	79,116.06
(d)	Subordinated Liabilities	13	9,671.57	9,310.95
(e)	Other Financial Liabilities	14	5,361.62	5,375.16
	Total Financial Liabilities (1)		**3,38,619.73**	**3,16,249.66**
2	**Non- Financial Liabilities**			
(a)	Current Tax Liabilities (Net)	7	67.28	0.11
(b)	Provisions	15	258.59	264.29
(c)	Other Non-Financial Liabilities	16	183.29	109.07
	Total Non- Financial Liabilities (2)		**509.16**	**373.47**
	Total Liabilities (1+2)		**3,39,128.89**	**3,16,623.13**
3	**Equity**			
(a)	Equity Share Capital	17	2,640.08	2,640.08
(b)	Other Equity	18	46,738.15	42,524.05
	Total Equity (3)		**49,378.23**	**45,164.13**
	Total Liabilities and Equity (1+2+3)		**3,88,507.12**	**3,61,787.26**

Significant Accounting Policies and Notes annexed hereto form an integral part of Interim Financial Statements

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

Place : New Delhi
Date : 12.11.2020

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Power Finance Corporation Limited

Standalone Statement of Profit and Loss for the Half Year ended September 30, 2020

(₹ in crore)

Sr. No.	Particulars	Note No.	Half Year ended 30.09.2020	Half Year ended 30.09.2019
	Revenue from Operations			
(i)	Interest Income	19	17,942.92	15,521.13
(ii)	Dividend Income		6.60	1.24
(iii)	Fees and Commission Income	20	39.15	77.49
I.	**Total Revenue from Operations**		**17,988.67**	**15,599.86**
II.	Other Income	22	17.70	7.00
III.	**Total Income (I+II)**		**18,006.37**	**15,606.86**
	Expenses			
(i)	Finance Costs	23	11,505.60	10,804.94
(ii)	Net Translation / Transaction Exchange Loss / (Gain)		(195.43)	537.62
(iii)	Fees and Commission Expense	24	6.25	4.08
(iv)	Net Loss / (Gain) on Fair Value changes	21	419.33	(207.38)
(v)	Impairment on Financial Instruments	25	1,306.21	611.87
(vi)	Employee Benefit Expenses	26	98.62	109.10
(vii)	Depreciation, Amortisation and Impairment	8/9	4.34	3.74
(viii)	Corporate Social Responsibility Expenses		210.34	36.28
(ix)	Other Expenses	27	29.21	37.33
IV.	**Total Expenses**		**13,384.47**	**11,937.58**
V.	**Profit/(Loss) Before Exceptional Items and Tax (III-IV)**		**4,621.90**	**3,669.28**
VI.	Exceptional Items		-	-
VII.	**Profit/(Loss) Before Tax (V-VI)**		**4,621.90**	**3,669.28**
	Tax Expense:			
	(1) Current Tax:			
	- Current Year		1,035.48	669.27
	- Earlier Years		43.52	-
	(2) Deferred Tax		(241.71)	459.99
VIII.	**Total Tax Expense**		**837.29**	**1,129.26**
IX.	**Profit/(Loss) for the Half Year from Continuing Operations (VII-VIII)**		**3,784.61**	**2,540.02**
X.	Profit/(Loss) from Discontinued Operations (After Tax)		-	-
XI.	**Profit/(Loss) for the Half Year (from continuing and discontinued operations) (IX+X)**		**3,784.61**	**2,540.02**
XII.	**Other Comprehensive Income**			
(A)	(i) Items that will not be reclassified to Profit or Loss			
	- Re-measurement of Defined Benefit Plans		(2.55)	0.45
	- Net Gain / (Loss) on Fair Value of Equity Instruments		(31.98)	(131.14)
	(ii) Income Tax relating to items that will not be reclassified to Profit or Loss			
	- Re-measurement of Defined Benefit Plans		0.52	(0.32)
	Sub-Total (A)		**(34.01)**	**(131.01)**
(B)	(i) Items that will be reclassified to Profit or Loss			
	- Effective Portion of Gains / (Loss) on Hedging Instruments in Cash Flow Hedge		(57.95)	(12.95)
	- Cost of Hedging Reserve		(15.86)	-
	(ii) Income Tax relating to items that will be reclassified to Profit or Loss			
	- Effective Portion of Gains / (Loss) on Hedging Instruments in Cash Flow Hedge		14.59	(4.27)
	- Cost of Hedging Reserve		3.99	-
	Sub-Total (B)		**(55.23)**	**(17.22)**
	Other Comprehensive Income (A+B)		**(89.24)**	**(148.23)**
XIII.	**Total Comprehensive Income for the Half Year (XI+XII)**		**3,695.37**	**2,391.79**
XIV.	**Basic and Diluted Earnings Per Equity Share (Face Value ₹ 10/- each):**			
	(1) For continuing operations (in ₹)		14.34	9.62
	(2) For discontinued operations (in ₹)		-	-
	(3) For continuing and discontinued operations (in ₹)		14.34	9.62

EPS for the Half Year(s) is not annualised

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

Place : New Delhi
Date : 12.11.2020

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Power Finance Corporation Limited

Standalone Statement of Changes in Equity for the Half Year ended September 30, 2020

A. Equity Share Capital

(₹ in crore)

Particulars	Opening Balance	Changes during the period	Closing Balance
HY 2019-20	2,640.08	-	**2,640.08**
HY 2020-21	2,640.08	-	**2,640.08**

B. Other Equity

(₹ in crore)

Particulars	Reserves and Surplus										Other Comprehensive Income			Total
	Special Reserve created u/s 45-IC(1) of Reserve Bank of India Act, 1934	Reserve for Bad & doubtful debts u/s 36(1)(viia)(c) of Income-Tax Act,1961	Special Reserve created u/s 36(1)(viii) of Income Tax Act, 1961 upto Financial Year 1996-97	Special Reserve created and maintained u/s 36(1)(viii) of Income Tax Act, 1961 from Financial Year 1997-98	Debenture Redemption Reserve	Securities Premium	Foreign Currency Monetary Item Translation Difference Account	Interest Differential Reserve - KFW Loan	General Reserve	Retained Earnings	Equity Instruments through Other comprehensive Income	Effective Portion of Gains / (Loss) on Hedging Instruments in Cash Flow Hedge	Cost of Hedging Reserve	
Balance as at 31.03.2019	**1,413.94**	**3,740.21**	**599.85**	**17,498.27**	**2,014.25**	**2,776.54**	**(769.72)**	**60.00**	**7,438.68**	**6,202.53**	**(276.49)**	**(50.15)**	**-**	**40,647.91**
Profit for the period										2,540.02	-	-	-	2,540.02
Re-measurement of Defined Benefit Plans (net of tax)										0.13	-	-	-	0.13
Other Comprehensive Income / (Expense)										-	(131.14)	(17.22)	-	(148.36)
Total Comprehensive Income for the period	-	-	-	-	-	-	-	-	-	**2,540.15**	**(131.14)**	**(17.22)**	-	**2,391.79**
Transfer to / from Retained Earnings	508.00	163.85	-	729.61	72.24	-	-	-	-	(1,473.70)	-	-	-	-
Transfer to / from General Reserve	-	(810.95)	-	-	(2,086.49)	-	-	-	2,897.44	-	-	-	-	-
Utilisation of reserve against bad debts written off	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of gain / (loss) on sale / extinguishment of FVTOCI equity instrument	-	-	-	-	-	-	-	-	-	(254.12)	254.12	-	-	-
Additions / Deletions during the period (net)	-	-	-	-	-	-	(234.63)	1.01	-	(1.01)	-	-	-	(234.63)
Balance as at 30.09.2019	**1,921.94**	**3,093.11**	**599.85**	**18,227.88**	**-**	**2,776.54**	**(1,004.35)**	**61.01**	**10,336.12**	**7,013.85**	**(153.51)**	**(67.37)**	**-**	**42,805.07**
Balance as at 31.03.2020	**2,544.96**	**2,514.17**	**599.85**	**18,848.40**	**-**	**2,776.54**	**(1,441.18)**	**61.40**	**10,983.81**	**6,042.40**	**(313.64)**	**(92.66)**	**-**	**42,524.05**
Profit for the period										3,784.61	-	-	-	3,784.61
Re-measurement of Defined Benefit Plans (net of tax)										(2.02)	-	-	-	(2.02)
Other Comprehensive Income / (Expense)										-	(31.98)	(43.36)	(11.87)	(87.21)
Total Comprehensive Income for the period										**3,782.59**	**(31.98)**	**(43.36)**	**(11.87)**	**3,695.38**
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to / from Retained Earnings	756.92	273.60	-	1,252.10	-	-	-	-	-	(2,282.62)	-	-	-	-
Transfer to / from General Reserve	-	(448.23)	-	-	-	-	-	-	448.23	-	-	-	-	-
Utilisation of reserve against bad debts written off	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of gain / (loss) on sale / extinguishment of FVTOCI equity instrument	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions / Deletions during the period (net)	-	-	-	-	-	-	518.72	0.55	-	(0.55)	-	-	-	518.72
Balance as at 30.09.2020	**3,301.88**	**2,339.54**	**599.85**	**20,100.50**	**-**	**2,776.54**	**(922.46)**	**61.95**	**11,432.04**	**7,541.82**	**(345.62)**	**(136.02)**	**(11.87)**	**46,738.15**

Place : New Delhi

Date : 12.11.2020

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New Delhi

DASS GUPTA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ NEW DELHI

(R. S. Dhillon)

Chairman and Managing Director

DIN - 00278074

Power Finance Corporation Limited

Standalone Statement of Cash Flows for the Half Year ended September 30, 2020

(₹ in crore)

Sr. No.	Description	Half Year ended 30.09.2020		Half Year ended 30.09.2019	
I.	**Cash Flow from Operating Activities :-**				
	Profit before Tax	**4,621.90**		**3,669.28**	
	Adjustments for:				
	Loss on derecognition of Property, Plant and Equipment (net)	0.70		0.28	
	Depreciation and Amortisation	4.34		3.74	
	Interest expense on Zero Coupon Bonds and Commercial Papers	(76.03)		212.37	
	Unrealised Foreign Exchange Translation Loss / (Gain)	253.05		524.66	
	Net Change in Fair Value	419.33		-	
	Impact of Effective Interest Rate on Loans	2.66		4.54	
	Impairment on Financial Instruments	1,306.21		611.87	
	Interest income on Investments	(91.02)		(106.49)	
	Interest on Interest Subsidy Fund	0.71		0.69	
	Provision for Retirement Benefits etc.	(0.18)		27.40	
	Dividend Income	(6.60)		(1.24)	
	Effective Interest Rate on Borrowings / Debt Securities / Subordinated Liabilities	95.68		(70.45)	
	Interest on Income Tax Refund	(9.67)		(0.57)	
	Interest expenses on Lease Liability	0.39		0.39	
	Operating profit before Working Capital Changes:	**6,521.46**		**4,876.47**	
	Increase / Decrease :				
	Loans (Net)	(27,425.33)		(12,306.74)	
	Other Financial and Non-Financial Assets	(913.43)		13,816.92	
	Derivative	(1.32)		(292.45)	
	Other Financial & Non-Financial Liabilities and Provisions	1,459.20		1,570.40	
	Cash Flow from Operations Before Tax	**(20,359.42)**		**7,664.60**	
	Income Tax paid	(1,029.02)		(987.33)	
	Income Tax Refund	294.12		56.84	
	Net Cash flow from Operating Activities		**(21,094.32)**		**6,734.11**
II.	**Cash Flow From Investing Activities :**				
	Proceeds from disposal of Property, Plant and Equipment	0.11		0.07	
	Purchase of Property, Plant and Equipment	(4.83)		(5.31)	
	Interest income on investment	41.64		108.13	
	Dividend on investment	6.60		1.24	
	Increase / Decrease in Other Investments	9.25		3.03	
	Net Cash Used in Investing Activities		**52.77**		**107.16**
III.	**Cash Flow From Financing Activities :**				
	Raising of Bonds (including premium) (Net of Redemptions)	10,291.69		80.80	
	Raising of Long Term Loans (Net of Repayments)	8,971.00		495.43	
	Raising of Foreign Currency Loans (Net of Repayments)	(1,738.86)		11,738.29	
	Raising of Subordinated Liabilities (Net of Redemptions)	(0.00)		0.00	
	Raising of Commercial paper (Net of Repayments)	3,120.00		(7,000.00)	
	Raising of Working Capital Demand Loan / OD / CC / Line of Credit (Net of Repayments)	524.42		(12,452.68)	
	Unclaimed Bonds (Net)	(0.95)		(0.62)	
	Unclaimed Dividend (Net)	(0.28)		(0.01)	
	Payment of Lease Liability	(0.19)		(0.39)	
	Net Cash in-flow from Financing Activities		**21,166.83**		**(7,139.18)**
	Net Increase / Decrease in Cash and Cash Equivalents		**125.29**		**(297.91)**
	Add : Cash and Cash Equivalents at beginning of the financial year		182.52		308.48
	Cash and Cash Equivalents at the end of the period		**307.81**		**10.57**
	<u>Details of Cash and Cash Equivalents at the end of the period:</u>				
	i) Balances with Banks (of the nature of cash and cash equivalents)				
	In current accounts	284.12		10.57	
	In Term Deposit Accounts	23.69	307.81	-	10.57
	ii) Cheques, Drafts on hand including postage and Imprest		0.00		0.00
	Total Cash and Cash Equivalents at the end of the period		**307.81**		**10.57**

The above statement of cash flows has been prepared under the indirect method as set out in Ind AS 7 'Statement of Cash Flows'.

Place : New Delhi
Date : 12.11.2020

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

1 Cash and Cash Equivalents

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Balances with Banks (of the nature of cash and cash equivalents)		
	- In Current Accounts	284.12	182.52
	- In Term Deposit Accounts	23.69	-
(ii)	Cheques, Drafts on hand including Postage and Imprest	0.00	0.00
	Total Cash and Cash Equivalents	**307.81**	**182.52**

2 Bank Balance other than included in Cash and Cash Equivalents

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Earmarked Balances with Banks for		
	- Term Deposits Accounts	863.00	-
	- Unpaid Dividend	3.20	3.48
	- Unpaid - Bonds / Interest on Bonds etc.	11.95	12.99
	- Amount received under IPDS / R-APDRP scheme	0.00	0.00
	Total Bank Balance other than included in Cash and Cash Equivalents	**878.15**	**16.47**

3 Derivative Financial Instruments

The Company enters into derivative contracts for hedging Currency & Interest Rate risk. Derivatives include hedges that either meet the hedge accounting requirements or hedges that are economic hedges. Derivative transactions include forwards, interest rate swaps, cross currency swaps, currency / cross currency options etc. to hedge the liabilities. These derivative transactions are done for hedging purpose and not for trading or speculative purpose.

(₹ in crore)

Part - I

Sr. No.	Particulars	As at 30.09.2020			As at 31.03.2020		
		Notional Amount	Fair value Assets	Fair value Liabilities	Notional Amount	Fair value Assets	Fair value Liabilities
(i)	**Currency Derivatives**						
	- Spot and Forwards	4,176.91	47.19	72.23	5,371.88	182.87	20.23
	- Currency Swaps	11,807.65	986.51	-	12,061.74	1,400.21	-
	- Options	1,844.95	-	17.87	-	-	-
	Total Currency Derivatives	**17,829.51**	**1,033.70**	**90.10**	**17,433.62**	**1,583.08**	**20.23**
(ii)	**Interest Rate Derivatives**						
	- Forward Rate Agreements and Interest Rate Swaps	14,957.25	347.07	526.06	17,517.14	280.34	579.59
	Total Interest Rate Derivatives	**14,957.25**	**347.07**	**526.06**	**17,517.14**	**280.34**	**579.59**
	Total Derivative Financial Instruments (i+ii)	**32,786.76**	**1,380.77**	**616.16**	**34,950.76**	**1,863.42**	**599.82**

Part - II

Sr. No.	Particulars	Notional Amount	Fair value Assets	Fair value Liabilities	Notional Amount	Fair value Assets	Fair value Liabilities
	Included in above (Part I) are Derivatives held for hedging and risk management purposes as follows:						
(i)	Cash Flow Hedging (Designated)						
	- Currency Derivatives	7,748.77	227.27	17.87	6,030.87	428.11	-
	- Interest Rate Derivatives	3,689.89	-	224.22	3,769.30	-	233.57
	Total Cash Flow Hedging (Designated)	**11,438.66**	**227.27**	**242.09**	**9,800.17**	**428.11**	**233.57**
(ii)	Undesignated Derivatives	21,348.10	1,153.50	374.07	25,150.59	1,435.31	366.25
	Total Undesignated Derivatives	**21,348.10**	**1,153.50**	**374.07**	**25,150.59**	**1,435.31**	**366.25**
	Total Derivative Financial Instruments (i+ii)	**32,786.76**	**1,380.77**	**616.16**	**34,950.76**	**1,863.42**	**599.82**

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New Delhi

DASS GUPTA & ASSOCIATES ★ NEW DELHI ★ CHARTERED ACCOUNTANTS

4 Loans

The Company has categorised all loans at amortised cost in accordance with the requirements of Ind AS 109 except "Leasing" which is measured in accordance with Ind AS 116.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(A)	**Loans to Borrowers**		
(i)	- Rupee Term Loans (RTLs)	3,58,520.81	3,31,444.41
(ii)	- Foreign Currency Loans	240.99	240.99
(iii)	- Buyer's Line of Credit	2,227.28	2,031.28
(iv)	- Working Capital Loans	9,479.19	10,520.04
(v)	- Leasing	223.77	223.77
(vi)	- Receivable for invoked Default Payment Guarantee	466.43	444.09
(vii)	- Interest accrued but not due on Loans	5,482.40	4,945.14
(viii)	- Interest accrued & due on Loans	115.86	147.66
(ix)	- Unamortised Fee on Loans	(105.21)	(101.22)
	Gross Loans to Borrowers	**3,76,651.52**	**3,49,896.16**
	Less: Impairment loss allowance	(16,577.47)	(15,783.56)
	Net Loans to Borrowers	**3,60,074.05**	**3,34,112.60**
(B)	**Security-wise classification**		
(i)	Secured by Tangible Assets	2,19,993.29	2,17,212.02
(ii)	Secured by Intangible Assets	-	-
(iii)	Covered by Bank/Government Guarantees	91,744.49	73,667.83
(iv)	Unsecured	64,913.73	59,016.31
	Gross Security-wise classification	**3,76,651.52**	**3,49,896.16**
	Less: Impairment loss allowance	(16,577.47)	(15,783.56)
	Net Security-wise classification	**3,60,074.05**	**3,34,112.60**
(C) I	**Loans in India**		
(i)	Public Sector	3,15,190.76	2,92,140.85
(ii)	Private Sector	61,460.76	57,755.31
	Gross Loans in India	**3,76,651.52**	**3,49,896.16**
	Less: Impairment loss allowance	(16,577.47)	(15,783.56)
	Net Loans in India	**3,60,074.05**	**3,34,112.60**
(C) II	**Loans Outside India**	-	-
	Less: Impairment loss allowance	-	-
	Net Loans Outside India	-	-
	Net Loans in India and Outside India	**3,60,074.05**	**3,34,112.60**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

5 **Investments**

(₹ in crore)

Sr. No.	Particulars	As at30.09.2020 Amortised Cost (1)	Designated at Fair Value through Other Comprehensive Income (2)	At Fair Value through Profit or Loss (3)	Subtotal (4)=(2)+(3)	At Cost (5)	Total (1)+(4)+(5)
(A)	**Investments**						
(i)	**Debt securities**						
	- 10.95% perpetual bonds of Union Bank of India* [8,000 bonds of ₹ 10,00,000 each]			853.97	853.97		**853.97**
(ii)	**Equity Instruments**						
	Subsidiaries						
	- REC Ltd. [103,94,95,247 equity shares of ₹ 10 each]					14,500.50	**14,500.50**
	- PFC Consulting Ltd. [52,246 equity shares of ₹ 10 each]					0.15	**0.15**
	- Power Equity Capital Advisors Private Ltd.^ [50,000 equity shares of ₹ 10 each]					0.05	**0.05**
	Joint Venture						
	- Energy Efficiency Services Limited [24,55,00,000 equity shares of ₹ 10 each]					245.50	**245.50**
	Associates						
	- Companies for development of Ultra Mega Power Projects [50,000 equity shares of ₹ 10 each of each of 15 companies]					0.75	**0.75**
	Others						
	- PTC India Limited [1,20,00,000 equity shares of ₹ 10 each]		57.06		57.06		**57.06**
	- Coal India Limited [1,39,64,530 equity shares of ₹ 10 each]		161.99		161.99		**161.99**
	- NHPC Limited [23,44,73,240 equity shares of ₹ 10 each]		473.64		473.64		**473.64**
	- Power Exchange India Limited [32,20,000 equity shares of ₹ 10 each]		-		-		**-**
	- RattanIndia Power Limited [23,51,27,715 equity shares of ₹ 10 each]			59.96	59.96		**59.96**
	- Suzlon Energy Limited [8,46,15,798 equity shares of ₹ 2 each]		24.54		24.54		**24.54**
(iii)	**Preference Shares**						
	- Raipur Energen Limited [59,82,371 Redeemable Preference Shares of ₹ 100 each]	9.80					**9.80**
	- Ratnagiri Gas and Power Private Limited [4,80,34,000 Cumulative Redeemable Preference Shares of ₹ 10 each]	-					**-**
	- RattanIndia Power Limited [7,29,49,786 Redeemable Preference Shares of ₹ 10 each]	62.71					**62.71**
	- RattanIndia Power Limited [10,99,93,397 Optionally Convertible Cumulative Redeemable Preference Shares of ₹ 10 each]			79.53	79.53		**79.53**
	- Suzlon Global Services Limited [38,161 Compulsorily Convertible Preference Shares of ₹ 100,000 each]			-	-		**0.00**
(iv)	**Debentures**						
	- Essar Power Transmission Company Limited [9,00,92,774 Series 1 - Optionally Convertible Debentures of ₹ 10 each]			41.84	41.84		**41.84**
	- Essar Power Transmission Company Limited [3,62,88,085 Series 2 - Optionally Convertible Debentures of ₹ 10 each]			16.85	16.85		**16.85**
	- Essar Power Transmission Company Limited [68,79,504 Series 3 - Optionally Convertible Debentures of ₹ 10 each]			-	-		**0.00**
	- Suzlon Energy Limited [34,791 Optionally Convertible Debentures of ₹ 100,000 each]			90.34	90.34		**90.34**
(v)	**Others**						
	- Units of "Small is Beautiful" Fund [61,52,200 units of ₹ 10 each]		6.12	-	6.12		**6.12**
	Total Investments	**72.51**	**723.35**	**1,142.49**	**1,865.84**	**14,746.95**	**16,685.30**
(B)	**Geography wise investment**						
(i)	Investments Outside India	-	-	-	-	-	-
(ii)	Investments in India	72.51	723.35	1,142.49	1,865.84	14,746.95	16,685.30
	Gross Geography wise investment	**72.51**	**723.35**	**1,142.49**	**1,865.84**	**14,746.95**	**16,685.30**
	Less: Impairment loss allowance	-	-	-	-	(0.25)	(0.25)
	Net Geography wise investment	**72.51**	**723.35**	**1,142.49**	**1,865.84**	**14,746.70**	**16,685.05**

*Andhra Bank merged with Union Bank of India w.e.f 01.04.2020.

^Struck off by RoC vide order dated 30.06.2020

CHANDIOK MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(₹in crore)

Sr. No.	Particulars	As at31.03.2020 Amortised Cost (1)	Designated at Fair Value through Other Comprehensive Income (2)	At Fair Value through Profit or Loss (3)	Subtotal (4)=(2)+(3)	At Cost (5)	Total (1)+(4)+(5)
(A)	**Investments**						
(i)	**Debt securities**						
	- 10.95% perpetual bonds of Andhra Bank [8,000 bonds of ₹ 10,00,000 each]			810.05	810.05		**810.05**
(ii)	**Equity Instruments**						
	Subsidiaries						
	- REC Ltd. [103,94,95,247 equity shares of ₹ 10 each]					14,500.50	**14,500.50**
	- PFC Consulting Ltd. [52,246 equity shares of ₹ 10 each]					0.15	**0.15**
	- Power Equity Capital Advisors Private Ltd. [50,000 equity shares of ₹ 10 each]					0.05	**0.05**
	Joint Venture						
	- Energy Efficiency Services Limited [24,55,00,000 equity shares of ₹ 10 each]					245.50	**245.50**
	Associates						
	- Companies for development of Ultra Mega Power Projects [50,000 equity shares of ₹ 10 each of each of 15 companies]					0.75	**0.75**
	Others						
	- PTC India Limited [1,20,00,000 equity shares of ₹ 10 each]		46.50		46.50		**46.50**
	- Coal India Limited [1,39,64,530 equity shares of ₹ 10 each]		195.57		195.57		**195.57**
	- NHPC Limited [23,44,73,240 equity shares of ₹ 10 each]		467.78		467.78		**467.78**
	- Power Exchange India Limited [32,20,000 equity shares of ₹ 10 each]		-		-		**-**
	- RattanIndia Power Limited [23,51,27,715 equity shares of ₹ 10 each]			31.74	31.74		**31.74**
(iii)	**Preference Shares**						
	- Raipur Energen Limited [59,82,371 Redeemable Preference Shares of ₹ 100 each]	9.29					**9.29**
	- Ratnagiri Gas and Power Private Limited [15,24,88,000 Cumulative Redeemable Preference Shares of ₹ 10 each]	0.00					**0.00**
	- RattanIndia Power Limited [7,29,49,786 Redeemable Preference Shares of ₹ 10 each]	58.99					**58.99**
	- RattanIndia Power Limited [10,99,93,397 Optionally Convertible Cumulative Redeemable Preference Shares of ₹ 10 each]			100.58	100.58		**100.58**
(iii)	**Others**						
	- Units of "Small is Beautiful" Fund [61,52,200 units of ₹ 10 each]		6.12	-	6.12		**6.12**
	Total	**68.28**	**715.97**	**942.37**	**1,658.34**	**14,746.95**	**16,473.57**
(B)	**Geography wise investment**						
(i)	Investments Outside India	-	-	-	-	-	-
(ii)	Investments in India	68.28	715.97	942.37	1,658.34	14,746.95	**16,473.57**
	Gross Geography wise investment	**68.28**	**715.97**	**942.37**	**1,658.34**	**14,746.95**	**16,473.57**
	Less: Impairment loss allowance	-	-	-	-	(0.25)	**(0.25)**
	Net Geography wise investment	**68.28**	**715.97**	**942.37**	**1,658.34**	**14,746.70**	**16,473.32**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

6 Other Financial Assets

The Company has categorised other financial assets at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Recoverable on account of Government of India Serviced Bonds	5,038.96	5,038.72
(ii)	Advances to Subsidiaries and Associates*	160.19	155.05
(iii)	Advances to Employees	0.54	0.60
(iv)	Loans to Employees	93.32	93.11
(v)	Others	50.63	72.05
	Less: Impairment loss allowance on Others	(24.18)	(20.41)
	Total Other Financial Assets	**5,319.46**	**5,339.12**

*Recoverable in cash.

7 Current Tax Assets / Liabilities (Net)

(₹ in crore)

Sr. No	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Advance income tax and TDS	167.95	461.93
(ii)	Tax deposited on income tax demands under contest	206.26	189.38
	Current Tax Assets (Net)	**374.21**	**651.31**
(i)	Provision for income tax net of Advance Tax	67.17	-
(ii)	Provision for income tax for demand under contest	0.11	0.11
	Current Tax Liabilities (Net)	**67.28**	**0.11**

8 Property, Plant and Equipment (PPE) and Intangible Assets

(₹ in Crore)

Particulars	Property, Plant and Equipment							Intangible Assets
	Freehold Land	Buildings	EDP Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Total	Computer Software
Gross Carrying Amount								
Opening Balance as at 01.04.2019	3.38	24.92	16.35	17.60	11.15	0.09	73.49	9.47
Additions / Adjustments	-	-	3.30	5.13	3.85	0.03	12.31	0.81
Deductions / Adjustments	-	-	1.78	1.63	0.46	-	3.87	-
Closing Balance as at 31.03.2020	3.38	24.92	17.87	21.10	14.54	0.12	81.93	10.28
Additions / Adjustments	-	-	0.94	2.62	1.17	-	4.73	0.10
Deductions / Adjustments	-	-	0.73	1.12	0.41	-	2.26	-
Closing Balance as at 30.09.2020	3.38	24.92	18.08	22.60	15.30	0.12	84.40	10.38
Accumulated Depreciation / Amortisation								
Opening Balance as at 01.04.2019	-	11.79	12.99	13.07	7.83	0.08	45.76	8.88
For the period	-	0.64	2.18	3.45	1.38	0.01	7.66	0.99
On Assets Sold/Written off from books	-	-	1.51	1.21	0.12	-	2.84	-
Closing Balance as at 31.03.2020	-	12.43	13.66	15.31	9.09	0.09	50.58	9.87
For the period	-	0.30	1.17	1.72	0.74	0.01	3.94	0.17
On Assets Sold/Written off from books	-	-	0.56	0.77	0.12	-	1.45	-
Closing Balance as at 30.09.2020	-	12.73	14.27	16.26	9.71	0.10	53.07	10.04
Net Carrying Amount								
As at31.03.2020	3.38	12.49	4.21	5.79	5.45	0.03	31.35	0.41
As at30.09.2020	3.38	12.19	3.81	6.34	5.59	0.02	31.33	0.34

(₹ in Crore)

Particulars	Property, Plant and Equipment							Intangible Assets
	Freehold Land	Buildings	EDP Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Total	Computer Software
Gross Carrying Amount								
Opening Balance as at 01.04.2019	3.38	24.92	16.35	17.60	11.15	0.10	73.50	9.47
Additions / Adjustments	-	-	1.55	1.77	1.96	0.03	5.31	-
Deductions / Adjustments	-	-	0.80	0.53	0.15	-	1.48	-
Closing Balance as at 30.09.2019	3.38	24.92	17.10	18.84	12.96	0.13	77.33	9.47
Accumulated Depreciation / Amortisation								
Opening Balance as at 01.04.2019	-	11.79	12.99	13.07	7.83	0.08	45.76	8.88
For the period	-	0.32	1.24	1.29	0.54	0.01	3.40	0.12
On Assets Sold/Written off from books	-	-	0.68	0.41	0.04	-	1.13	-
Closing Balance as at 30.09.2019	-	12.11	13.55	13.95	8.33	0.09	48.03	9.00
Net Carrying Amount								
As on 30.09.2019	3.38	12.81	3.55	4.89	4.63	0.04	29.30	0.47

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

9 **Right-of-use Assets**

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	**Opening Balance of Leasehold Land**	35.75	-
(ii)	Additions	-	36.20
(iii)	Less: Depreciation*	0.23	0.45
	Closing Balance of Leasehold Land	**35.52**	**35.75**

Sr. No.	Particulars	As at 30.09.2019
(i)	**Opening Balance of Leasehold Land**	-
(ii)	Additions	36.20
(iii)	Less: Depreciation*	0.22
	Closing Balance of Leasehold Land	**35.98**

*As required by Ind AS 116, Depreciation expense on Right-of-Use assets is included under Depreciation and Amortization expenses in the Standalone Statement of Profit and Loss.

10 **Other Non-Financial Assets**

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Prepaid Expenses	5.89	3.18
(ii)	Deferred Employee Costs	47.31	48.21
(iii)	Others	154.29	77.48
	Total Other Non-Financial Assets	**207.49**	**128.87**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

11 **Debt Securities**

The Company has categorised Debt Securities at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Bonds / Debenture		
	- Infrastructure Bonds	278.63	278.63
	- Tax Free Bonds	12,275.11	12,275.11
	- 54EC Capital Gain Tax Exemption Bonds	2,205.73	1,918.54
	- Taxable Bonds	1,82,958.79	1,72,930.24
	- Foreign Currency Notes	27,305.19	27,892.78
(ii)	Commercial Paper	3,019.92	-
(iii)	Interest accrued but not due on above	7,912.02	6,814.43
(iv)	Unamortised Transaction Cost on above	(204.21)	(262.06)
	Total Debt Securities	**2,35,751.18**	**2,21,847.67**
	Geography wise Debt Securities		
(i)	Debt Securities in India	2,08,357.44	1,93,872.39
(ii)	Debt Securities outside India	27,393.74	27,975.28
	Total Geography wise Debt Securities	**2,35,751.18**	**2,21,847.67**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

12 Borrowings (other than Debt Securities)

The Company has categorised Borrowings (other than Debt Securities) at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	**Particulars**	**As at 30.09.2020**	**As at 31.03.2020**
(A)	Term Loans		
(i)	From Banks and Financial Institutions		
	- Foreign Currency Loans	163.01	172.38
	- Syndicated Foreign Currency Loans	18,228.06	19,635.63
	- Rupee Term Loans	58,569.98	49,598.98
(ii)	From other Parties		
	- Rupee Term Loans - GoI	7,500.00	7,500.00
(B)	Other Loans from Banks		
(i)	Loan against Term Deposits	224.74	-
(ii)	Working Capital Demand Loan / Overdraft / Cash Credit / Line of Credit	2,338.04	2,038.36
(C)	Interest accrued but not due on above	362.53	375.43
(D)	Unamortised Transaction Cost on above	(167.16)	(204.72)
	Total Borrowings (other than Debt Securities)	**87,219.20**	**79,116.06**
	Geography wise Borrowings		
(i)	Borrowings in India	68,960.67	59,448.04
(ii)	Borrowings outside India	18,258.53	19,668.02
	Total Geography wise Borrowings	**87,219.20**	**79,116.06**

13 Subordinated Liabilities

The Company has categorised Subordinated Liabilities at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
	Subordinated Liabilities		
(i)	Subordinated Bonds	9,211.50	9,211.50
(ii)	Interest accrued but not due on above	463.39	103.04
(iii)	Unamortised Transaction Cost on above	(3.32)	(3.59)
	Total Subordinated Liabilities	**9,671.57**	**9,310.95**
	Geography wise Subordinated Liabilities		
(i)	Subordinated Bonds in India	9,671.57	9,310.95
(ii)	Subordinated Bonds outside India	-	-
	Total Geography wise Subordinated Liabilities	**9,671.57**	**9,310.95**

GANDHI MINOCHA & CO. ★ CHARTERED ACCOUNTANTS ★ New Delhi

DASS GUPTA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ NEW DELHI

14 Other Financial Liabilities

The Company has categorised Other Financial Liabilities at amortised cost in accordance with the requirements of Ind AS 109 except "Lease Liability" which is measured in accordance with Ind AS 116..

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Payable on account of Government of India Serviced Bonds	5,038.96	5,038.72
(ii)	Advance received from Subsidiaries and Associates*	176.27	168.42
(iii)	Unclaimed Dividends	3.20	3.48
(iv)	Unpaid - Bonds and Interest Accrued thereon		
	- Unclaimed Bonds	0.43	0.53
	- Unclaimed Interest on Bonds	14.31	15.16
(v)	Others		
	- Application Money Refundable on Bonds and interest accrued thereon	0.91	0.83
	- Interest Subsidy Fund	18.02	17.31
	- Lease Liability	8.82	8.81
	- Other liabilities	100.70	121.90
	Total Other Financial Liabilities	**5,361.62**	**5,375.16**

*Payable in cash

15 Provisions

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	For Employee Benefits :		
	- Gratuity	1.39	2.76
	- Leave Encashment	39.07	35.11
	- Economic Rehabilitation of Employees	3.47	2.89
	- Provision for Bonus / Incentive	18.15	28.18
	- Provision for Staff Welfare Expenses	13.36	14.88
(ii)	Impairment Loss Allowance - Letter of Comfort	183.15	180.47
	Total Provisions	**258.59**	**264.29**

16 Other Non-Financial Liabilities

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Unamortised Fee - Undisbursed Loan Assets	132.95	105.76
(ii)	Statutory dues payable	17.27	3.31
(iii)	Sundry Liabilities Account (Interest Capitalisation)	33.07	-
	Total Other Non-Financial Liabilities	**183.29**	**109.07**

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New Delhi

DASS GUPTA & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ NEW DELHI

17 **Equity Share Capital**

Sr. No.	Particulars	As at 30.09.2020		As at 31.03.2020	
		Number	**Amount (₹ in crore)**	**Number**	**Amount (₹ in crore)**
(A)	**Authorised Capital**				
	Equity Share Capital (Par Value per share ₹ 10)	11,00,00,00,000	11,000.00	11,00,00,00,000	11,000.00
	Preference Share Capital (Par Value per share ₹ 10)	20,00,00,000	200.00	20,00,00,000	200.00
(B)	**Issued, Subscribed and Fully Paid-up Capital**				
	Equity Share Capital (Par Value per share ₹ 10)	2,64,00,81,408	2,640.08	2,64,00,81,408	2,640.08
(C)	**Reconciliation of Equity Share Capital**				
	Opening Equity Share Capital	2,64,00,81,408	2,640.08	2,64,00,81,408	2,640.08
	Changes during the period	-	-	-	-
	Closing Equity Share Capital	**2,64,00,81,408**	**2,640.08**	**2,64,00,81,408**	**2,640.08**

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

18 Other Equity*

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Securities Premium	2,776.54	2,776.54
(ii)	Foreign Currency Monetary Item Translation Difference Account	(922.46)	(1,441.18)
(iii)	Special Reserve created u/s 45-IC(1) of Reserve Bank of India Act, 1934	3,301.88	2,544.96
(iv)	Reserve for Bad & doubtful debts u/s 36(1)(viia)(c) of Income-Tax Act,1961	2,339.54	2,514.17
(v)	Special Reserve created u/s 36(1)(viii) of Income Tax Act, 1961 up to Financial Year 1996-97	599.85	599.85
(vi)	Special Reserve created and maintained u/s 36(1)(viii) of Income Tax Act, 1961 from Financial Year 1997-98	20,100.50	18,848.40
(vii)	Interest Differential Reserve - KFW Loan	61.95	61.40
(viii)	General Reserve	11,432.04	10,983.81
(ix)	Retained Earnings	7,541.82	6,042.40
(x)	Reserve for Equity Instruments through Other Comprehensive Income	(345.62)	(313.64)
(xi)	Reserve for Effective portion of gains and loss on hedging instruments in a Cash Flow Hedge through Other Comprehensive Income	(136.02)	(92.66)
(xii)	Cost of Hedging Reserve	(11.87)	-
	Total	**46,738.15**	**42,524.05**

*For movements during the period refer Standalone Statement of Changes in Equity.

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

19 Interest Income

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
A	**On Financial Assets measured at Amortised Cost**		
(i)	Interest on Loans	17,940.92	15,594.03
	Less : Rebate for Timely Payment to Borrowers	(107.24)	(196.71)
(ii)	Interest on Deposits with Banks	42.10	62.69
(iii)	Other Interest Income	16.70	17.32
B	**On Financial Assets Classified at Fair Value Through Profit or Loss**		
(i)	Interest on Investment	48.92	43.80
(ii)	Other Income	1.52	-
	Total Interest Income (A+B)	**17,942.92**	**15,521.13**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

20 Fees and Commission Income

On the basis of nature of services, the Company's revenue from contracts with customers are:

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Prepayment Premium on Loans	4.87	45.78
(ii)	Fee based Income on Loans	29.63	31.71
(iii)	Fee for implementation of GoI Schemes	4.65	-
	Total Fees and Commission Income	**39.15**	**77.49**

21 Net Gain (-) / Loss (+) on Fair Value Changes

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	On financial instruments at Fair value through Profit or Loss:		
	- Change in Fair Value of Derivatives	426.50	(207.38)
	- Change in Fair Value of Investments	(7.17)	-
	Total Net Gain (-) / Loss (+) on Fair Value Changes	**419.33**	**(207.38)**
	Fair value changes:		
(i)	- Realised	136.87	51.05
(ii)	- Unrealised	282.46	(258.43)
	Total Net Gain (-) / Loss (+) on Fair Value Changes	**419.33**	**(207.38)**

22 Other Income

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Excess Liabilities written back	-	-
(ii)	Miscellaneous Income	17.70	7.00
	Total Other Income	**17.70**	**7.00**

GANDHI MINOCHA & CO. ★ CHARTERED ACCOUNTANTS ★ New Delhi

DASS GUPTA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ NEW DELHI

23 Finance Costs

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
	On Financial Liabilities Measured At Amortised Cost		
(i)	**Interest on Borrowings**		
	- Term Loans and Others	2,288.72	2,190.46
	- Interest on Lease Liability	0.39	0.39
(ii)	**Interest on Debt Securities**		
	- Bonds / Debentures	8,539.31	7,781.17
	- Commercial Papers	68.86	338.52
(iii)	**Interest on Subordinated Liabilities**	426.14	425.82
(iv)	**Other Interest Expense**		
	- Interest on Interest Subsidy Fund	0.71	0.69
	- Interest on advances received from Subsidiaries	1.55	2.86
(v)	- Swap Premium (Net)	179.92	65.03
	Total Finance Costs	**11,505.60**	**10,804.94**

GANDHI MINOCHA & CO. ★ CHARTERED ACCOUNTANTS ★ New Delhi

DASS GUPTA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ NEW DELHI

(₹ in crore)

24 Fees and Commission Expense

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Agency Fees	0.60	0.47
(ii)	Guarantee, Listing and Trusteeship fees	1.20	0.80
(iii)	Credit Rating Fees	4.43	2.62
(iv)	Other Finance Charges	0.02	0.19
	Total Fees and Commission Expense	**6.25**	**4.08**

(₹ in crore)

25 Impairment on Financial Instruments

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
A	**On Financial Assets measured at Amortised Cost**		
(i)	Loans	793.91	(86.33)
(ii)	Investment (acquired on settlement of loans)	57.63	51.19
(iii)	Write Offs - Loans	448.23	649.02
(iv)	Other Financial Instruments	3.77	4.36
(v)	Letter of Comfort	2.67	(6.37)
	Total Impairment on Financial Instruments	**1,306.21**	**611.87**

(₹ in crore)

26 Employee Benefit Expenses

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Salaries and Wages	71.88	70.68
(ii)	Contribution to Provident and other Funds	9.12	9.80
(iii)	Staff Welfare Expenses	14.70	26.24
(iv)	Rent for Residential Accommodation of Employees	2.92	2.38
	Total Employee Benefit Expenses	**98.62**	**109.10**

(₹ in crore)

27 Other Expenses

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Rent, Taxes and Energy Cost	2.69	7.55
(ii)	Repairs and Maintenance	2.00	2.32
(iii)	Communication Costs	0.10	0.17
(iv)	Printing and Stationery	0.26	0.42
(v)	Advertisement and Publicity	4.07	4.58
(vi)	Directors Fees, Allowance and Expenses	0.12	0.09
(vii)	Auditor's fees and expenses	0.25	0.17
(viii)	Legal & Professional charges	4.40	3.12
(ix)	Insurance	0.09	0.05
(x)	Travelling and Conveyance	3.95	7.11
(xi)	Net Loss / (Gain) on derecognition of Property, Plant and Equipment	0.70	0.28
(xii)	Other Expenditure	10.58	11.47
	Total Other Expenses	**29.21**	**37.33**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Significant Accounting Policies

The significant accounting policies applied in preparation of the Standalone Financial Statements are as given below:

1.1 Basis of Preparation and Measurement

These Standalone Financial Statements have been prepared on going concern basis following accrual system of accounting. The assets and liabilities have been measured at historical cost or at amortised cost or at fair value at the end of each reporting period.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value measurements are categorised into Level 1, 2 or 3 as per Ind AS requirement, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

1.2 Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits. The Company considers cash equivalents as all short term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

1.3 Derivative financial instruments

(i) The Company enters into a variety of derivative financial instruments such as Principal only swaps, Interest rate swaps, Options and forward contracts to manage its exposure to interest rate and foreign exchange rate risks.

(ii) The Company designates certain derivative contracts under hedge relationship either as cash flow hedges or fair value hedges.

<u>Cash flow hedge</u>

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in Other Comprehensive Income. The gain or loss relating to ineffective portion is recognised immediately in Statement of Profit and Loss. Amounts recognised in Other Comprehensive Income (being effective portion) are reclassified to Statement of Profit and Loss in the periods when the hedged item affects profit or loss.

<u>Fair value hedge</u>

Changes in fair value of the designated portion of derivatives that qualify as fair value hedges are recognised in Statement of Profit and Loss immediately, together with any changes in the fair value of the hedged item that are attributable to the hedged risk. The change in the fair value of the designated portion of hedging instrument and the change in the hedged item attributable to the hedged risk are recognised in Statement of Profit and Loss in the line item relating to the hedged item.

Hedge accounting is discontinued when the hedging instrument expires, or terminated, or exercised, or when it no longer qualifies for hedge accounting.

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New Delhi

DASS GUPTA & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ NEW DELHI

(iii) Derivatives, other than those designated under hedge relationship, are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently re-measured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in Statement of Profit and Loss

1.4 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the financial instruments.

On initial recognition, financial assets and financial liabilities are recognised at fair value plus/ minus transaction cost that is attributable to the acquisition or issue of financial assets and financial liabilities. In case of financial assets and financial liabilities which are recognised at fair value through profit and loss (FVTPL), its transaction costs are recognised in Statement of Profit and Loss.

1.4.1 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a settlement date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

After initial recognition, financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

(i) Classification and Measurement of Financial assets (other than Equity instruments)

a) Financial assets at Amortised Cost:

Financial assets that meet the following conditions are subsequently measured at amortised cost using Effective Interest Rate method (EIR):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

Effective Interest Rate (EIR) method

The effective interest rate method is a method of calculating the amortised cost of financial asset and of allocating interest income over the expected life. The company while applying EIR method, generally amortises any fees, transaction costs and other premiums or discount that are integral part of the effective interest rate of a financial instrument.

Income is recognised in the Statement of Profit and Loss on an effective interest rate basis for financial assets other than those classified as at FVTPL.

EIR is determined at the initial recognition of the financial asset. EIR is subsequently updated at every reset, in accordance with the terms of the respective contract.

Once the terms of financial assets are renegotiated, other than market driven interest rate movement, any gain / loss measured using the previous EIR as calculated before the modification, is recognised in the Statement of Profit and Loss in period during which such renegotiations occur.

b) Financial assets at Fair Value through Other Comprehensive Income (FVTOCI)

A financial asset is measured at FVTOCI if both the following conditions are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial asset; and

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- the contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

All fair value changes are recognised in Other Comprehensive Income (OCI) and accumulated in Reserve.

c) Financial assets at fair value through profit or loss (FVTPL)

A financial asset is measured at FVTPL unless it is measured at amortised cost or FVTOCI, with all changes in fair value recognised in Statement of Profit and Loss.

Business Model

An assessment of business model for managing financial assets is fundamental to the classification of a financial asset. The Company determines the business model at a level that reflects how financial assets are managed together to achieve a particular business objective of generating cash flows. The Company's business model assessment is performed at a higher level of aggregation rather than on an instrument-by-instrument basis.

The Company is in the business of lending loans across power sector value chain and such loans are managed to realize the contractual cash flows over the tenure of the loan. Further, other financial assets may also be held by the Company to collect the contractual cash flows.

(ii) Classification and measurement of Equity Instruments

All equity investments other than in subsidiaries, joint ventures and associates are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company at initial recognition makes an irrevocable election to classify it as either FVTOCI or FVTPL. The Company makes such election on an instrument by instrument basis.

An equity investment classified as FVTOCI is initially measured at fair value plus transaction costs. Subsequently, it is measured at fair value and, all fair value changes are recognised in Other Comprehensive Income (OCI) and accumulated in Reserve. There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on sale of investment. However, the Company transfers the same within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

(iii) Impairment of financial assets

a) Subsequent to initial recognition, the Company recognises expected credit loss (ECL) on financial assets measured at amortised cost as required under Ind AS 109 'Financial Instruments'. ECL on such financial assets, other than loans assets, is measured at an amount equal to life time expected losses. The Company presents the ECL charge or reversal (where the net amount is a negative balance for a particular period) in the Statement of Profit and Loss as "Impairment on financial instruments"

The impairment requirements for the recognition and measurement of ECL are equally applied to loan asset at FVTOCI except that ECL is recognised in Other Comprehensive Income and is not reduced from the carrying amount in the Balance Sheet.

b) Impairment of Loan Assets and commitments under Letter of Comfort (LoC):

The Company measures ECL on loan assets at an amount equal to the lifetime ECL if there is credit impairment or there has been significant increase in credit risk (SICR) since initial recognition. If there is no SICR as compared to initial recognition, the Company measures ECL at an amount equal to 12-month ECL. When making the assessment of whether there has been a SICR since initial recognition, the Company considers reasonable and supportable information, that is available without undue cost or effort. If the Company measured loss allowance as lifetime ECL in the previous period, but determines in a subsequent period that there has been no SICR since initial recognition due to improvement in credit quality, the Company again measures the loss allowance based on 12-month ECL.

ECL is measured on individual basis for credit impaired loan assets, and on other loan assets it is generally measured on collective basis using homogenous groups.

The Company measures impairment on commitments under LoC on similar basis as in case of Loan assets.

c) The impairment losses and reversals are recognised in Statement of Profit and Loss.

(iv) De-recognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset along with all the substantial risks and rewards of ownership of the asset to another party.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received & receivable, and the cumulative gain or loss that had been recognised in Other Comprehensive Income and accumulated in Equity, is recognised in Statement of Profit and Loss if such gain or loss would have otherwise been recognised in Statement of Profit and Loss on disposal of that financial asset.

1.4.2 Financial liabilities

(i) All financial liabilities other than derivatives and financial guarantee contracts are subsequently measured at amortised cost using the effective interest rate (EIR) method.

EIR is determined at the initial recognition of the financial liability. EIR is subsequently updated for financial liabilities having floating interest rate, at the respective reset date, in accordance with the terms of the respective contract.

(ii) Financial guarantee

A financial guarantee issued by the Company is initially measured at fair value and, if not designated as at FVTPL, is subsequently measured at the higher of:

- the best estimate of expenditure required to settle any financial obligation arising as a result of the guarantee; and
- the amount initially recognised less, when appropriate, the cumulative amount of income recognised in the Statement of Profit and Loss.

(iii) De-recognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid & payable is recognised in Statement of Profit and Loss.

1.5 Investment in Subsidiaries, Joint Ventures and Associates

Investment in equity shares of subsidiaries, joint ventures and associates are accounted at cost, less impairment if any.

1.6 Property, Plant and Equipment (PPE) and Depreciation

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(i) Items of PPE are initially recognised at cost. Subsequent measurement is done at cost less accumulated depreciation and accumulated impairment losses, if any, except for freehold land which is not depreciated. An item of PPE retired from active use and held for disposal is stated at lower of its book value or net realizable value.

(ii) In case of assets put to use, capitalisation is done on the basis of bills approved or estimated value of work done as per contracts where final bill(s) is/are yet to be received / approved, subject to necessary adjustment in the year of final settlement.

(iii) Cost of replacing part of an item of PPE is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. Maintenance or servicing costs of PPE are recognized in Statement of Profit and Loss as incurred.

(iv) Under-construction PPE is carried at cost, less any recognised impairment loss. Such PPE items are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as of other assets, commences when the assets are ready for their intended use.

(v) Depreciation is recognised so as to write-off the cost of assets less their residual values as per written down value method, over the estimated useful lives that are similar to as prescribed in Schedule II to the Companies Act, 2013, except for cell phones where useful life has been estimated by the Company as 2 years. Residual value is estimated as 5% of the original cost of PPE.

(vi) Depreciation on additions to/deductions from PPE during the year is charged on pro-rata basis from/up to the month in which the asset is available for use/disposed.

(vii) An item of PPE is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the de-recognition of an item of PPE is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

(viii) Items of PPE costing up to ₹ 5000/- each are fully depreciated, in the year of purchase.

1.7 Intangible assets and Amortisation

(i) Intangible assets with finite useful lives that are acquired separately are recognised at cost. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use. Subsequent measurement is done at cost less accumulated amortisation and accumulated impairment losses, if any. Amortisation is recognised on a straight-line basis over their estimated useful lives.

(ii) Expenditure incurred which are eligible for capitalisation under intangible assets is carried as Intangible Assets under Development till they are ready for their intended use.

(iii) Estimated useful life of intangible assets with finite useful lives has been estimated by the Company as 5 years.

(iv) An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in the Statement of Profit and Loss when the asset is derecognised.

1.8 Provisions, Contingent Liabilities and Contingent Assets

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(i) Provisions are recognised when the Company has a present legal or constructive obligation as a result of a past event, if it is probable that the Company will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

(ii) The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

(iii) When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

(iv) Where it is not probable that an outflow of economic benefits will be required or the amount cannot be estimated reliably, the obligation is disclosed as contingent liability in notes to accounts, unless the probability of outflow of economic benefits is remote.

(v) Contingent assets are not recognised in the financial statements. However, contingent assets are disclosed in the financial statements when inflow of economic benefits is probable.

1.9 Recognition of Income and Expenditure

(i) Interest income, on financial assets subsequently measured at amortised cost, is recognized using the Effective Interest Rate (EIR) method. The Effective Interest Rate (EIR) is the rate that exactly discounts estimated future cash receipts through expected life of the financial asset to that asset's net carrying amount on initial recognition.

(ii) Interest on financial assets subsequently measured at fair value through profit and loss, is recognized on accrual basis in accordance with the terms of the respective contract.

(iii) Rebate on account of timely payment of dues by borrowers is recognized on receipt of entire dues in time, in accordance with the terms of the respective contract and is presented against the corresponding interest income.

(iv) Income from services rendered is recognized based on the terms of agreements / arrangements with reference to the stage of completion of contract at the reporting date.

(v) Dividend income from investments is recognized in Statement of Profit and Loss when the Company's right to receive dividend is established, which in the case of quoted securities is the ex-dividend date.

(vi) Interest expense on borrowings subsequently measured at amortised cost is recognized using Effective Interest Rate (EIR) method.

(vii) Other income and expenses are accounted on accrual basis, in accordance with terms of the respective contract.

(viii) A Prepaid expense up to ₹ 1,00,000/- is recognized as expense upon initial recognition.

1.10 Expenditure on issue of shares

Expenditure on issue of shares is charged to the securities premium account.

1.11 Employee benefits

(i) Defined Contribution Plan

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Company's contribution paid / payable during the reporting period towards provident fund and pension are charged in the Statement of Profit and Loss when employees have rendered service entitling them to the contributions.

(ii) Defined Benefit Plan

The Company's obligation towards gratuity to employees and post-retirement benefits such as medical benefit, economic rehabilitation benefit, and settlement allowance after retirement are determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Actuarial gain / loss on re-measurement of gratuity and other post-employment defined benefit plans is recognized in Other Comprehensive Income (OCI). Past service cost is recognized in the Statement of Profit and Loss in the period of a plan amendment.

(iii) Other long term employee benefits

The Company's obligation towards leave encashment, service award scheme is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. These obligations are recognised in the Statement of Profit and Loss.

(iv) Short term employee benefits

Short term employee benefits such as salaries and wages are recognised in the Statement of Profit and Loss, in the period in which the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

(v) Loan to employees at concessional rate

Loans given to employees at concessional rate are initially recognized at fair value and subsequently measured at amortised cost. The difference between the initial fair value of such loans and transaction value is recognised as deferred employee cost upon issuance of Loan, which is amortised on a straight-line basis over the expected remaining period of the loan. In case of change in expected remaining period of the loan, the unamortised deferred employee cost on the date of change is amortised over the updated expected remaining period of the Loan on a prospective basis.

1.12 Income Taxes

Income Tax expense comprises of current and deferred tax. It is recognised in Statement of Profit and Loss, except when it relates to an item that is recognised in OCI or directly in equity, in which case, tax is also recognised in OCI or directly in equity.

(i) Current Tax

Current tax is the expected tax payable on taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustments to tax payable in respect of previous years.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and liability on a net basis.

(ii) Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income. Deferred tax is measured at the tax rates based on the laws that have been enacted or substantively enacted by the reporting date, based on the expected manner of realisation or settlement of the carrying amount of assets / liabilities. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against liabilities, and they relate to income taxes levied by the same tax authority.

A deferred tax liability is recognised for all taxable temporary differences. A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

(iii) Additional Income Tax that arises from distribution of dividend is recognized at the same time when the liability to pay dividend is recognized.

1.13 Leasing

For recognition, measurement and presentation of lease contracts, the Company applies the principles of Ind AS 116 'Leases'.

The Company as a lessee

The Company at inception of a contract assesses, whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether (a) the Company has substantially all of the economic benefits from use of the asset through the period of the lease, and (b) the Company has the right to direct the use of the identified asset.

The Company at inception of a lease contract recognizes a Right-of-Use (RoU) asset at cost and a corresponding lease liability, except for leases with term of less than twelve months (short term) and low-value assets which are recognised as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. RoU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use (RoU) assets are initially recognized at cost, which comprise the initial amount of the lease liability adjusted for any lease payments made at or before the inception date of the lease plus any initial direct costs, less any lease incentives received. They are subsequently measured at cost less any accumulated depreciation and accumulated impairment losses. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use assets.

The lease liability is initially measured at amortised cost at the present value of future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the company's incremental borrowing rates in the country of domicile of the leases.

Lease liabilities are re-measured with a corresponding adjustment to the related right-of-use (RoU) asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and RoU asset is separately presented in the Balance Sheet. Interest expense on lease liability is presented separately from depreciation on right of use asset as a component of finance cost in the Statement of Profit & Loss. Lease payments are classified as Cash flow used in financing activities.

The Company as a lessor

Leases for which the Company is a lessor is classified as a finance or operating lease. Contracts in which all the risks and rewards of the lease are substantially transferred to the lessee are classified as a finance lease. All other leases are classified as operating leases. For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

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Amount due from lessee under finance leases is recognised as receivable at an amount equal to the net investment of the Company in the lease. Finance income on the lease is allocated to accounting periods so as to reflect a constant periodic rate of return on the Company's net investment outstanding in respect of lease at the reporting date.

1.14 Foreign Currency Transactions and Translations

The functional currency of the Company is Indian Rupees. Foreign currency transactions are translated into the functional currency using exchange rates at the date of the transaction.

At the end of each reporting period, monetary items denominated in foreign currency are translated using exchange rates prevailing on the last day of the reporting period. Exchange differences on monetary items are recognised in the Statement of Profit and Loss in the period in which they arise. However, for the long-term monetary items recognised in the financial statements before 1 April 2018, such exchange differences are accumulated in a "Foreign Currency Monetary Item Translation Difference Account" and amortised over the balance period of such long term monetary item.

1.15 Business Combination under Common Control

A business combination involving entities or businesses under common control is a business combination in which all of the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination and that control is not transitory.

Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method as follows:

- The assets and liabilities of the combining entities are reflected at their carrying amounts.
- No adjustments are made to reflect fair values, or recognize new assets or liabilities. Adjustments are made only to harmonize significant accounting policies.
- The financial information in the financial statements in respect of prior periods is restated as if the business combination has occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The balance of the retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee. The identity of the reserves is preserved and the reserves of the transferor become the reserves of the transferee.

The difference, if any, between the amounts recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve and is presented separately from other capital reserves.

1.16 Material prior period errors

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated.

1.17 Dividends

Final dividends are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Board of Directors of the Company.

1.18 Earnings per share

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Basic earnings per equity share is calculated by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year.

To calculate diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

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Summarised Notes to Unaudited Standalone Interim Financial Statements:

1	These Unaudited Standalone Interim Financial Statements (Statements) have been reviewed & recommended by the Audit Committee and subsequently considered and approved by the Board of Directors of the Company in their respective meetings held on 12.11.2020. The same have been subjected to limited review by Joint Statutory Auditors, Gandhi Minocha & Co., Chartered Accountants and Dass Gupta & Associates, Chartered Accountants in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountant of India.
2	These Statements have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS') - 34 'Interim Financial Reporting', notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
3	Detail of credit impaired loans and impairment loss allowance thereon (including on Commitments) maintained by the Company as per Ind AS 109 is as under.

(₹ in crore)

S. No.	Particulars	As on 30.09.2020	As on 31.03.2020
a)	Credit Impaired loans	26,526.78	27,871.70
b)	Impairment Loss Allowance Maintained	14,932.00	14,748.46
c)	Impairment Loss Allowance Coverage (%) (b/a)	56.29%	52.92%

4	As a matter of prudence, income on credit impaired loans is recognised as and when received and / or on accrual basis when expected realisation is higher than the loan amount outstanding.
5	The outbreak of COVID-19 has caused significant disturbance in the financial markets across the globe. The situation has been under close watch by the Company to take prompt actions for smooth operation of business. The impact of COVID-19 on the business operations of the Company is given at **Annexure - 'A'**.
6	In the context of reporting business / geographical segment as required by Ind AS 108 - "Operating Segments", the Company's operations comprise of only one business segment - lending to power sector entities. Hence, there is no reportable segment as per Ind AS 108.
7	Figures for the previous periods have been regrouped / rearranged wherever necessary, in order to make them comparable.
8	Disclosure in respect of Moratorium and asset classification with regards to RBI Covid-19 Regulatory package pursuant to RBI circular DOR.No.BP.BC.63/21.04.048/2019-20 dated 17.04.2020 is as under:

(₹ in Crore)

Sl. No.	Particulars	As at 30.09.2020
1	Amounts in SMA/overdue categories, where the moratorium/deferment was extended -For SMA 1	Nil
2	Amount where asset classification benefits is extended	Nil
3	Provisions made in terms of para 5 of the circular	Nil
4	Provisions adjusted during the respective accounting periods against slippages and the residual provisions	Nil

9	Capital Risk Adjusted Ratio (CRAR) of the Company as at 30.09.2020 is 18.18 % comprising of Tier I Capital of 14.10 % and Tier II Capital of 4.08 %.

R.S. Dhillon
Chairman & Managing Director
DIN – 00278074

PLACE: NEW DELHI
DATE: 12.11.2020

Annexure- 'A'

Impact of COVID 19 on the Company

The outbreak of COVID-19 has caused significant disturbances in financial structures across the globe. In India, a nationwide lockdown was declared by Central Government in March, 2020. However, with the gradual unlocking across the country, the economic activities are gradually resuming. The Company continues to leverage its technological capabilities to carry its operations remotely as well.

Power consumption clocked double digit YoY growth of 12.10 % in October, buoyed by recovery in commercial and industrial activity as compared to a growth of 4.60 % in September, 2020. To mitigate the burden of debt servicing brought about by the disruptions of the business activities, the company in accordance with RBI guidelines relating to COVID-19 Regulatory Package dated 27.03.2020, 17.04.2020 and 23.05.2020, has offered moratorium on payment of instalments falling due between March 1, 2020 and August 31, 2020 to eligible borrowers. In pursuance of the moratorium policy, an amount of ₹ 20,557 crore falling due from 01.03.2020 to 31.08.2020 has been granted moratorium.

The Government of India, as a part of its Covid-19 package announcement, has also announced liquidity injection to the State Discoms in the form of State Government guaranteed loans through the Company and its subsidiary viz. REC Ltd. The Company, up to 31.10.2020, has sanctioned an amount of ₹ 59,067 crore under this scheme of liquidity package to eligible Discoms.

The Company has not experienced any significant impact on its liquidity position due to the access to diversified sources of borrowings. The Company continues to be well geared to meet its funding needs. It holds sufficient liquidity as well as adequate undrawn lines of credits from various banks. Considering high credit worthiness and well-established relationship of the Company with lenders, it can continue to mobilise sufficient funds from domestic & international markets.

In view of the above, the Management believes that there will not be significant impact of this outbreak in continuing its business operations, in maintaining its financial position and in assessing its ability to continue as a going concern. However, the impact of this pandemic on the Company will, inter alia, continue to be dependent on future developments relating to duration & severity of Covid-19, and any further actions by the Government & Regulatory bodies to contain its impact on the power sector and on the NBFCs. The Company shall also continue to closely monitor any material changes arising of uncertain future economic conditions and potential impact on its business.

Gandhi Minocha & Co.
Chartered Accountants,
B-6, Shakti Nagar Extension,
New Delhi – 110 052

Dass Gupta & Associates
Chartered Accountants,
B-4, Gulmohar Park,
New Delhi – 110 049

Independent Auditor's Review Report on Unaudited Consolidated Financial Results for the Quarter and Half Year Ended 30th September 2020 of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Director of
Power Finance Corporation Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Power Finance Corporation Limited (the 'Parent') and its subsidiaries (the Parent and its subsidiaries together referred to as the 'Group'), and its share of the net profit / (loss) after tax and total comprehensive income / (loss) of its associates and joint venture for the quarter and half year ended 30.09.2020 together with the notes thereon (the 'Statement') attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors in its meeting held on 12.11.2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued there under, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Parent	
1.	Power Finance Corporation Limited
Subsidiaries:	
1.	REC Limited#
2.	PFC Consulting Limited#
Joint Venture Entity:	
1.	Energy Efficiency Services Limited
Associates:	
1.	Coastal Maharashtra Mega Power Limited
2.	Orissa Integrated Power Limited

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3.	Coastal Karnataka Power Limited
4.	Coastal Tamil Nadu Power Limited
5.	Chhattisgarh Surguja Power Limited
6.	Deoghar Infra Limited
7.	Bihar Infrapower Limited
8.	Sakhigopal Integrated Power Company Limited
9.	Ghogarpalli Integrated Power Company Limited
10.	Tatiya Andhra Mega Power Limited
11.	Deoghar Mega Power Limited
12.	Cheyyur Infra Limited
13.	Odisha Infrapower Limited
14.	Bihar Mega Power Limited
15.	Jharkhand Infrapower Limited

#consolidated financial results considered for consolidation

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the audit report of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

6. We did not review the audited financial results of one subsidiary included in the unaudited consolidated financial results, whose financial results reflect total assets of ₹ 3,71,550.80 crore as at 30.09.2020 and total revenues of ₹ 8,926.14 crore and ₹ 17,062.51 crore, total net profit after tax of ₹ 2,197.14 crore and ₹ 4,042.44 crore and total comprehensive income (net of tax) of ₹ 2,308.67 crore and ₹ 4,314.47 crore for the quarter and half year ended 30.09.2020 respectively, and cash flows (net) of ₹ 196.38 crore for the half year ended 30.09.2020, as considered suitably in the unaudited consolidated financial results. These financial results have been audited by other auditors whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above. The financial results of the subsidiary also includes share of net profit after tax of ₹ 2.24 crore and ₹ 4.52 crore and total comprehensive income of ₹ 2.24 crore and ₹ 4.52 crore for the quarter and half year ended 30.09.2020 respectively in respect of one joint venture (JV) which has not been reviewed. Since said JV is common JV in group accordingly these numbers are forming part of numbers mentioned in para 7 below.

7. The unaudited consolidated financial results includes the financial results of one other subsidiary which have not been reviewed, whose financial results reflect total asset of ₹ 128.10 crore as at 30.09.2020, total revenues of ₹ 13.36 crore and ₹ 34.80 crore, total net profit after tax of ₹ 5.03 crore and ₹ 14.84 crore and total comprehensive income of ₹ 5.03 crore and ₹ 14.84 crore for the quarter and half year ended 30.09.2020 respectively, and cash flows (net) of ₹ 22.64 crore for the half year ended 30.09.2020, as considered in the unaudited consolidated financial results.

   The unaudited consolidated financial results also includes the Group's share of net profit after tax of ₹ 4.76 crore and ₹ 9.61 crore, total comprehensive income of ₹ 4.76 crore and ₹ 9.61 crore for the quarter and half year ended 30.09.2020, as considered in the unaudited consolidated financial results, in respect of fifteen associates and one joint venture, based on their financial results which have not been reviewed. According to the information and explanations given to us by the Management, these financial results are not material to the Group.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

8. The Parent Company and its Subsidiary, REC Ltd., have continued to provide expected credit loss in respect of loan assets and undisbursed letter of comfort as required under Ind AS 109, on the basis of document provided by an independent expert appointed by the respective company. Since the calculation parameters require certain technical and professional expertise, we have relied upon the expected credit loss calculation so provided by the said independent expert(s).

9. Refer Note 8 of the unaudited consolidated financial results regarding the impact of COVID-19 pandemic on the group. Management is of the view the there is no reason to believe that the pandemic will have any significant impact on the ability of the Group to continue as a going concern.

Our conclusion on the statement is not modified in respect of above matters.

FOR GANDHI MINOCHA & CO.
Chartered Accountants
Firm's Registration No.: 000458N

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

CA MANOJ BHARDWAJ
Partner
Membership No.098606
UDIN: 20098606AAAACW9924

FOR DASS GUPTA & ASSOCIATES
Chartered Accountants
Firm's Registration No.: 000112N

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

CA ASHOK KUMAR JAIN
Partner
Membership No. 090563
UDIN: 20090563AAAACO2425

Date: 12.11.2020
Place: New Delhi

Power Finance Corporation Limited

Urjanidhi, 1, Barakhamba Lane, Connaught Place, New Delhi

Statement of Consolidated Financial Results for the Quarter and Half Year Ended 30.09.2020

(₹ in crore)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
		(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Audited)
	Revenue from Operations						
(i)	Interest Income	18,034.82	16,855.71	15,396.34	34,890.53	29,904.89	61,628.35
(ii)	Dividend Income	12.29	-	16.03	12.29	16.50	105.65
(iii)	Fees and Commission Income	61.95	14.45	34.62	76.40	94.41	161.91
(iv)	Other Operating Income	49.23	43.89	81.84	93.12	107.77	293.53
I.	**Total Revenue from Operations**	**18,158.29**	**16,914.05**	**15,528.83**	**35,072.34**	**30,123.57**	**62,189.44**
II.	Other Income	13.12	18.19	8.72	31.31	19.10	85.92
III.	**Total Income (I+II)**	**18,171.41**	**16,932.24**	**15,537.55**	**35,103.65**	**30,142.67**	**62,275.36**
	Expenses						
(i)	Finance Costs	11,240.39	10,868.85	10,152.37	22,109.24	20,089.82	40,844.65
(ii)	Net Translation / Transaction Exchange Loss / (Gain)	(692.14)	636.23	1,191.34	(55.91)	1,209.75	4,991.32
(iii)	Fees and Commission Expense	5.00	9.84	5.71	14.84	14.92	36.20
(iv)	Net Loss / (Gain) on Fair Value changes	408.85	(197.18)	(380.20)	211.67	(192.35)	(673.20)
(v)	Impairment on Financial Instruments	1,749.20	554.67	699.85	2,303.87	893.19	1,910.83
(vi)	Cost of Services Rendered	15.27	18.25	14.17	33.52	31.42	85.18
(vii)	Employee Benefit Expenses	92.65	88.68	110.46	181.33	217.65	399.72
(viii)	Depreciation, Amortisation and Impairment	5.89	5.57	5.59	11.46	10.71	24.43
(ix)	Corporate Social Responsibility Expenses	17.47	280.81	52.68	298.28	87.94	356.44
(x)	Other Expenses	44.64	45.46	66.13	90.10	108.48	228.55
IV.	**Total Expenses**	**12,887.22**	**12,311.18**	**11,918.10**	**25,198.40**	**22,471.53**	**48,204.12**
V.	**Profit/(Loss) Before Exceptional Items and Tax (III-IV)**	**5,284.19**	**4,621.06**	**3,619.45**	**9,905.25**	**7,671.14**	**14,071.24**
VI.	**Exceptional Items**	-	-	-	-	-	-
VII.	Share of Profit / (Loss) in Joint Venture and Associates	4.76	4.85	0.17	9.61	11.42	21.43
VIII.	**Profit/(Loss) Before Tax (V-VI)+VII.**	**5,288.95**	**4,625.91**	**3,619.62**	**9,914.86**	**7,682.56**	**14,092.67**
	Tax Expense:						
	(1) Current Tax:						
	- Current Year	1,388.47	1,037.94	344.03	2,426.41	1,501.05	3,004.98
	- Earlier Years	-	177.25	1.00	177.25	11.30	83.02
	(2) Deferred Tax	(389.26)	(146.51)	777.49	(535.77)	773.38	1,527.42
IX.	**Total Tax Expense**	**999.21**	**1,068.68**	**1,122.52**	**2,067.89**	**2,285.73**	**4,615.42**
X.	**Profit/(Loss) for the period from Continuing Operations (VIII-IX)**	**4,289.74**	**3,557.23**	**2,497.10**	**7,846.97**	**5,396.83**	**9,477.25**
XI.	**Profit/(Loss) from Discontinued Operations (After Tax)**	-	-	-	-	-	-
XII.	**Profit/(Loss) for the period (from continuing and discontinued operations) (X+XI)**	**4,289.74**	**3,557.23**	**2,497.10**	**7,846.97**	**5,396.83**	**9,477.25**
XIII.	**Other Comprehensive Income**						
(A)	(i) Items that will not be reclassified to Profit or Loss						
	- Re-measurement of Defined Benefit Plans	(4.46)	(1.27)	9.32	(5.73)	8.41	(7.96)
	- Net Gain / (Loss) on Fair Value of Equity Instruments	(14.61)	71.15	(222.11)	56.54	(227.58)	(416.31)
	- Share of Other Comprehensive Income / (Loss) in Joint Venture accounted for using equity method	-	-	(0.32)	-	(0.32)	(0.30)
	(ii) Income Tax relating to items that will not be reclassified to Profit or Loss						
	- Re-measurement of Defined Benefit Plans	1.06	0.26	(2.74)	1.32	(2.32)	0.80
	- Net Gain / (Loss) on Fair Value of Equity Instruments	(2.13)	(2.82)	11.61	(4.95)	12.39	12.39
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method	-	-	0.07	-	0.07	0.05
	Sub-Total (A)	**(20.14)**	**67.32**	**(204.17)**	**47.18**	**(209.35)**	**(411.33)**
(B)	(i) Items that will be reclassified to Profit or Loss						
	- Effective Portion of Gains / (Loss) on Hedging Instruments in Cash Flow Hedge	30.01	(123.60)	(24.02)	(93.59)	(12.95)	(348.86)
	- Cost of Hedging Reserve	97.79	177.01	-	274.80	-	(273.61)
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method	-	-	-	-	(3.94)	(3.94)
	(ii) Income Tax relating to items that will be reclassified to Profit or Loss						
	- Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow Hedge	(7.54)	31.10	(0.40)	23.56	(4.27)	80.27
	- Cost of Hedging Reserve	(24.61)	(44.55)	-	(69.16)	-	68.86
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method	-	-	(0.01)	-	0.80	-
	Sub-Total (B)	**95.65**	**39.96**	**(24.43)**	**135.61**	**(20.36)**	**(477.28)**
	Other Comprehensive Income (A+B)	**75.51**	**107.28**	**(228.60)**	**182.79**	**(229.71)**	**(888.61)**

XIV.	**Total Comprehensive Income for the period (XII+XIII)**	**4,365.25**	**3,664.51**	**2,268.50**	**8,029.76**	**5,167.12**	**8,588.64**
	Profit attributable to:						
	- Owners of the Company	3,249.06	2,683.20	1,870.71	5,932.26	4,055.70	7,122.13
	- Non-Controlling Interest	1,040.68	874.03	626.39	1,914.71	1,341.13	2,355.12
		4,289.74	**3,557.23**	**2,497.10**	**7,846.97**	**5,396.83**	**9,477.25**
	Other Comprehensive Income attributable to:						
	- Owners of the Company	22.69	31.26	(202.37)	53.95	(191.18)	(626.28)
	- Non-Controlling Interest	52.82	76.02	(26.23)	128.84	(38.53)	(262.33)
		75.51	**107.28**	**(228.60)**	**182.79**	**(229.71)**	**(888.61)**
	Total Comprehensive Income attributable to:						
	- Owners of the Company	3,271.75	2,714.46	1,668.34	5,986.21	3,864.52	6,495.85
	- Non-Controlling Interest	1,093.50	950.05	600.16	2,043.55	1,302.60	2,092.79
		4,365.25	**3,664.51**	**2,268.50**	**8,029.76**	**5,167.12**	**8,588.64**
XV.	Paid up Equity Share Capital (Face Value ₹ 10/- each)	2,640.08	2,640.08	2,640.08	2,640.08	2,640.08	2,640.08
XVI.	Other Equity (As per Audited balance Sheet as at 31st March)	NA	NA	NA	NA	NA	46,759.72
XVII.	**Basic and Diluted Earnings Per Equity Share (Face Value of ₹ 10/- each)*:**						
	(1) For continuing operations (in ₹)	12.31	10.16	7.08	22.47	15.36	26.98
	(2) For discontinued operations (in ₹)	-	-	-	-	-	-
	(3) For continuing and discontinued operations (in ₹)	12.31	10.16	7.08	22.47	15.36	26.98

* EPS for the quarters and half years is not annualised.

See accompanying Notes to the Consolidated Financial Results.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Notes to the Consolidated Financial Results:

1. Consolidated Statement of Assets and Liabilities

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020 (Un-Audited)	As at 31.03.2020 (Audited)
	ASSETS		
1	**Financial Assets**		
(a)	Cash and Cash Equivalents	2,249.52	1,905.21
(b)	Bank Balance other than included in Cash and Cash Equivalents	2,334.49	2,282.96
(c)	Derivative Financial Instruments	4,509.52	5,182.27
(d)	Trade Receivables	158.75	137.31
(e)	Loans	6,97,154.89	6,46,196.11
(f)	Investments (Other than accounted for using equity method)	4,409.22	3,853.72
(g)	Other Financial Assets	27,294.42	27,462.12
	Total Financial Assets (1)	**7,38,110.81**	**6,87,019.70**
2	**Non- Financial Assets**		
(a)	Current Tax Assets (Net)	643.35	1,138.33
(b)	Deferred Tax Assets (Net)	5,491.05	5,005.31
(c)	Investment Property	0.01	0.01
(d)	Property, Plant and Equipment	184.17	186.79
(e)	Capital Work-in-Progress	370.59	287.62
(f)	Intangible Assets under development	0.77	0.77
(g)	Other Intangible Assets	7.80	9.23
(h)	Right of Use Assets	38.71	42.07
(i)	Other Non-Financial Assets	302.64	263.94
(j)	Investments accounted for using equity method	559.51	549.90
	Total Non- Financial Assets (2)	**7,598.60**	**7,483.97**
3	Assets Classified as held for sale	25.15	16.98
	Total Assets (1+2+3)	**7,45,734.56**	**6,94,520.65**
	LIABILITIES AND EQUITY		
	LIABILITIES		
1	**Financial Liabilities**		
(a)	Derivative Financial Instruments	1,989.84	1,925.55
(b)	Trade Payables		
	(i) Total outstanding dues of Micro, Small and Medium Enterprises	0.21	0.15
	(ii) Total outstanding dues of creditors other than Micro, Small and Medium Enterprises	38.10	53.07
(c)	Debt Securities	4,61,316.01	4,41,765.90
(d)	Borrowings (other than Debt Securities)	1,60,457.17	1,40,666.72
(e)	Subordinated Liabilities	16,534.64	14,130.60
(f)	Other Financial Liabilities	28,511.65	29,177.04
	Total Financial Liabilities (1)	**6,68,847.62**	**6,27,719.03**
2	**Non- Financial Liabilities**		
(a)	Current Tax Liabilities (Net)	655.17	67.40
(b)	Provisions	364.67	374.32
(c)	Other Non-Financial Liabilities	271.47	193.85
	Total Non- Financial Liabilities (2)	**1,291.31**	**635.57**
3	**Liabilities directly associated with assets classified as held for sale**	0.12	0.68
	Total Liabilities (1+2+3)	**6,70,139.05**	**6,28,355.28**
4	**Equity**		
(a)	Equity Share Capital	2,640.08	2,640.08
(b)	Other Equity	53,728.71	46,759.72
	Equity attributable to owners of the Company (a+b)	**56,368.79**	**49,399.80**
(c)	Non-Controlling interest	19,226.72	16,765.57
	Total Equity (4)	**75,595.51**	**66,165.37**
	Total Liabilities and Equity (1+2+3+4)	**7,45,734.56**	**6,94,520.65**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

2. Consolidated Statement of Cash Flows for the Half Year ended 30.09.2020

(₹ in crore)

Sr. No.	Description	Half Year ended 30.09.2020		Half Year ended 30.09.2019	
I.	**Cash Flow from Operating Activities :-**				
	Profit before Tax	**9,914.86**		**7,682.56**	
	Adjustments for:				
	Loss on derecognition of Property, Plant and Equipment (net)	3.13		0.90	
	Depreciation and Amortisation	11.46		10.71	
	Interest expense on Zero Coupon Bonds and Commercial Papers	14.99		578.92	
	Unrealised Foreign Exchange Translation Loss / (Gain)	470.98		1,022.05	
	Net Change in Fair Value	229.24		17.69	
	Impact of Effective Interest Rate on Loans	(6.63)		39.17	
	Impairment on Financial Instruments	2,303.87		893.19	
	Interest income on Investments and Others	(197.21)		(200.46)	
	Interest on Interest Subsidy Fund	0.71		0.69	
	Excess Liabilities written back	(0.05)		(0.60)	
	Provision for Retirement Benefits etc.	(0.18)		27.40	
	Dividend Income	(12.29)		(16.50)	
	Effective Interest Rate on Borrowings / Debt Securities / Subordinated Liabilities	184.00		(78.09)	
	Interest on Income Tax Refund	(9.67)		(0.57)	
	Interest expenses on Lease Liability	0.39		0.39	
	Interest expense on Other Liabilities	0.13		-	
	Share of Profit/Loss of Joint Venture accounted for using equity method	(9.61)		(11.42)	
	Operating profit before Working Capital Changes:	**12,898.11**		**9,966.03**	
	Increase / Decrease :				
	Loans (Net)	(54,575.28)		(31,925.17)	
	Other Financial and Non-Financial Assets	868.23		14,666.65	
	Derivative	180.23		(358.31)	
	Other Financial & Non-Financial Liabilities and Provisions	1,114.54		2,105.97	
	Cash Flow from Operations Before Tax	**(39,514.17)**		**(5,544.83)**	
	Income Tax paid	(1,826.15)		(1,858.42)	
	Income Tax Refund	305.85		69.71	
	Net Cash flow from Operating Activities		**(41,034.47)**		**(7,333.54)**
II.	**Cash Flow From Investing Activities :**				
	Proceeds from disposal of Property, Plant and Equipment	0.18		0.91	
	Purchase of Property, Plant and Equipment (including CWIP and capital advance)	(49.86)		(72.61)	
	Interest income on investment	47.97		154.19	
	Dividend on investment	12.29		16.50	
	Increase / Decrease in Other Investments	201.63		(111.02)	
	Net Cash Used in Investing Activities		**212.21**		**(12.03)**
III.	**Cash Flow From Financing Activities :**				
	Raising of Bonds (including premium) (Net of Redemptions)	15,286.22		9,806.17	
	Raising of Long Term Loans (Net of Repayments)	21,319.09		3,095.04	
	Raising of Foreign Currency Loans (Net of Repayments)	1,844.22		18,922.03	
	Raising of Subordinated Liabilities (Net of Redemptions)	1,999.50		-	
	Raising of Commercial paper (Net of Repayments)	195.00		(9,315.96)	
	Raising of Working Capital Demand Loan / OD / CC / Line of Credit (Net of Repayments)	524.42		(12,452.69)	
	Unclaimed Bonds (Net)	(0.95)		(0.62)	
	Unclaimed Dividend (Net)	(0.28)		(0.01)	
	Payment of Lease Liability	(0.65)		(0.80)	
	Net Cash in-flow from Financing Activities		**41,166.57**		**10,053.16**
	Net Increase / Decrease in Cash and Cash Equivalents		**344.31**		**2,707.59**
	Add : Cash and Cash Equivalents at beginning of the financial year		1,905.21		725.03
	Cash and Cash Equivalents at the end of the period		**2,249.52**		**3,432.62**
	Details of Cash and Cash Equivalents at the end of the period:				
	i) Balances with Banks (of the nature of cash and cash equivalents)				
	In current accounts	1,109.62		1,018.27	
	In Term Deposit Accounts	1,139.82	2,249.44	1,866.29	2,884.56
	ii) Cheques, Drafts on hand including postage and Imprest		0.08		0.06
	iii) Investment in Debt Mutual Fund		0.00		548.00
	Total Cash and Cash Equivalents at the end of the period		**2,249.52**		**3,432.62**

The above statement of cash flows has been prepared under the indirect method as set out in Ind AS 7 'Statement of Cash Flows'.

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

3	The unaudited consolidated financial results of the Group have been reviewed & recommended by Audit Committee and subsequently approved and taken on record by Board of Directors of the Company in their respective meetings held on 12.11.2020. The same have been limited reviewed by Joint Statutory Auditors of the Company viz. Gandhi Minocha & Co., Chartered Accountants and Dass Gupta & Associates, Chartered Accountants in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
4	The unaudited consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS') - 34 'Interim Financial Reporting', notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
5	Consolidated financial results for the quarter and half year ended 30.09.2020 include audited consolidated result of one subsidiary and management approved results of one subsidiary; one joint venture entity and fifteen associates. Financial results of these subsidiaries, joint venture entity and associates have been consolidated in accordance with Ind AS 110 – 'Consolidated Financial Statements', Ind AS 111 – 'Joint Arrangements' and Ind AS 28- 'Investments in Associates and Joint Ventures'.
6	Detail of credit impaired loans and impairment loss allowance thereon (including on Commitments) maintained by the Company and its subsidiary REC Ltd., as per Ind AS 109 is as under.

(₹ in crore)

S. No.	Particulars	As on 30.09.2020	As on 31.03.2020
a)	Credit Impaired loans	44,747.40	49,127.25
b)	Impairment Loss Allowance Maintained	26,035.35	25,300.59
c)	Impairment Loss Allowance Coverage (%) (b/a)	58.18%	51.50%

7	As a matter of prudence, income on credit impaired loans is recognised as and when received and / or on accrual basis when expected realisation is higher than the loan amount outstanding.
8	The outbreak of COVID-19 has caused significant disturbance in the financial markets across the globe. The situation has been under close watch by the Group to take prompt actions for smooth operation of business. The impact of COVID-19 on the business operations of the Group is given at Annexure-**'A'**.
9	In the context of reporting business / geographical segment as required by Ind AS 108 - "Operating Segments", the Group's operations comprise of only one business segment - lending to power sector entities. Hence, there is no reportable segment as per Ind AS 108.
10	As required under Reg 23(9) of SEBI (LODR) Regulations, 2015, disclosure of related party transactions on a consolidated basis for the half year ended 30.09.2020 is given at **Annexure- 'B'.**
11	Figures for the previous periods have been regrouped / rearranged wherever necessary, in order to make them comparable.

PLACE: NEW DELHI
DATE: 12.11.2020

GANDHI MINOCHA & CO. ★ CHARTERED ACCOUNTANTS ★ New Delhi

DASS GUPTA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ NEW DELHI

R.S. Dhillon
Chairman & Managing Director
DIN – 00278074

Annexure-'A'

Impact of COVID 19 on the Group

The outbreak of COVID-19 has caused significant disturbances in financial structures across the globe. In India, a nationwide lockdown was declared by Central Government in March, 2020. However, with the gradual unlocking across the country, the economic activities are gradually resuming. The Group continues to leverage its technological capabilities to carry its operations remotely as well.

Power consumption clocked double digit YoY growth of 12.10 % in October, buoyed by recovery in commercial and industrial activity as compared to a growth of 4.60 % in September, 2020. To mitigate the burden of debt servicing brought about by the disruptions of the business activities, the company and its subsidiary REC Ltd in accordance with RBI guidelines relating to COVID-19 Regulatory Package dated 27.03.2020, 17.04.2020 and 23.05.2020, has offered moratorium on payment of instalments falling due between March 1, 2020 and August 31, 2020 to eligible borrowers. In pursuance of the moratorium policy, an amount of ₹ 34,159 crore falling due from 01.03.2020 to 31.08.2020 has been granted moratorium.

The Government of India, as a part of its Covid-19 package announcement, has also announced liquidity injection to the State Discoms in the form of State Government guaranteed loans through the Company and its subsidiary viz. REC Ltd. The Company and its subsidiary REC Ltd, upto 31.10.2020, has sanctioned an amount of ₹ 1,18,273 crore under this scheme of liquidity package to eligible Discoms.

The Group has not experienced any significant impact on its liquidity position due to the access to diversified sources of borrowings. The Group continues to be well geared to meet its funding needs. It holds sufficient liquidity as well as adequate undrawn lines of credits from various banks. Considering high credit worthiness and well-established relationship of the Group with lenders, it can continue to mobilise sufficient funds from domestic & international markets.

In view of the above, the Management believes that there will not be significant impact of this outbreak in continuing its business operations, in maintaining its financial position and in assessing its ability to continue as a going concern. However, the impact of this pandemic on the Group will, inter alia, continue to be dependent on future developments relating to duration & severity of Covid-19, and any further actions by the Government & Regulatory bodies to contain its impact on the power sector and on the NBFCs. The Group shall also continue to closely monitor any material changes arising of uncertain future economic conditions and potential impact on its business.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Annexure – 'B'

Transactions with the related parties during the half year ended 30.09.2020 on consolidated basis.

(₹ in Crore)

Particulars	**Amount**
(i) Associates	
Advances to associates	0.97
Recoveries of advances (including interest) from associates	33.21
Interest income on advances to associates	8.77
Advances received from Associates	6.87
Interest expenses on advances from associates	1.55
Income on transfer of associate	8.14
Others	9.95
(ii) Joint Venture entity	0.09
(iii) Trusts / Funds/ Foundations of the Group	
Contributions made during the year	9.65
Finance Costs – Interest Paid	0.70
(iv) Key Managerial Personnel	
Short term employee benefits (a)	3.92
Post-employment benefits (b)	0.31
Other long term benefits (c)	0.42
Sub Total (a+b+c)	4.65
Repayment/ Recovery of loans and advances	0.15
Directors' Sitting Fees	0.15
(v) Other Related Parties	
Dividend Received	6.60
Others	0.004

GANDHI MINOCHA & CO. ☆ New Delhi ☆ CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS ★ NEW DELHI ★

Gandhi Minocha & Co.
Chartered Accountants,
B-6, Shakti Nagar Extension,
New Delhi – 110052

Dass Gupta & Associates
Chartered Accountants,
B-4, Gulmohar Park,
New Delhi – 110049

Independent Auditor's Review Report on the Year to Date Unaudited Consolidated Interim Financial Statements of the Company

To the Board of Directors,
Power Finance Corporation Limited

1. We have reviewed the accompanying unaudited consolidated interim financial statements of Power Finance Corporation Limited (the 'Parent') and its subsidiaries (the Parent and its subsidiaries together referred to as the 'Group'), and its associates and jointly controlled entity, which comprise the Consolidated Balance Sheet as at 30.09.2020, Consolidated Statement of Profit & Loss, Consolidated Statement of Cash flow and Consolidated Statement of changes in equity for the period then ended and Significant Accounting Policies & Summarized Notes to Accounts thereon.

2. These unaudited consolidated interim financial statements are the responsibility of the Parent's management and have been approved by the Parent's Board of Directors in its meeting held on 12.11.2020, have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder, and other accounting principles generally accepted in India. Our responsibility is to issue a report on these unaudited consolidated interim financial statements based on our review.

3. We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. The Interim Financial Statement includes the results of the following entities:

Parent	
1.	Power Finance Corporation Limited
Subsidiaries:	
1.	REC Limited#
2.	PFC Consulting Limited#
Joint Venture Entity:	
1.	Energy Efficiency Services Limited
Associates:	
1.	Coastal Maharashtra Mega Power Limited
2.	Orissa Integrated Power Limited
3.	Coastal Karnataka Power Limited
4.	Coastal Tamil Nadu Power Limited
5.	Chhattisgarh Surguja Power Limited
6.	Deoghar Infra Limited
7.	Bihar Infrapower Limited

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DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

8.	Sakhigopal Integrated Power Company Limited
9.	Ghogarpalli Integrated Power Company Limited
10.	Tatiya Andhra Mega Power Limited
11.	Deoghar Mega Power Limited
12.	Cheyyur Infra Limited
13.	Odisha Infrapower Limited
14.	Bihar Mega Power Limited
15.	Jharkhand Infrapower Limited

#consolidated financial statements considered for consolidation

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the audit report of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other Matters

6. We did not review the audited financial statement of one subsidiary included in the unaudited consolidated interim financial statement, which reflect total assets of ₹ 3,71,550.80 crore as at 30.09.2020 and total revenues of ₹ 17,062.51 crore, total net profit after tax of ₹ 4,042.44 crore and total comprehensive income (net of tax) of ₹ 4,314.47 crore and cash flows (net) of ₹ 196.38 crore for the half year ended 30.09.2020, as considered suitably in the unaudited consolidated financial results. These financial statements have been audited by other auditors whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above. The financial results of the subsidiary also includes share of net profit after tax of ₹ 4.52 crore and total comprehensive income (net of tax) of ₹ 4.52 crore for the half year ended 30.09.2020 in respect of one joint venture (JV) which has not been reviewed. Since said JV is common JV in group accordingly these numbers are forming part of numbers mentioned in para 7 below.

7. The unaudited consolidated interim financial statements includes the interim financial statements of one other subsidiary which have not been reviewed, which reflect total asset of ₹ 128.10 crore as at 30.09.2020, total revenues of ₹ 34.80 crore, total net profit after tax of ₹ 14.84 crore and total comprehensive income of ₹ 14.84 crore and cash flows (net) of ₹ 22.64 crore for the half year ended 30.09.2020, as considered in the unaudited consolidated interim financial statements.

   The unaudited consolidated interim financial statements also includes the Group's share of net profit after tax of ₹ 9.61 crore and total comprehensive income of ₹ 9.61 crore for the half year ended 30.09.2020, as considered in the unaudited consolidated interim financial statements, in respect of fifteen associates and one joint venture, based on their financial statement which have not been reviewed. According to the information and explanations given to us by the Management, these financial statements are not material to the Group.

8. The Parent Company and its Subsidiary, REC Ltd., have continued to provide expected credit loss in respect of loan assets and undisbursed letter of comfort as required under Ind AS 109, on the basis of document provided by an independent expert appointed by the respective company. Since the calculation parameters require certain technical and professional expertise, we have relied upon the expected credit loss calculation so provided by the said independent expert(s).

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

9. Refer Note 6 of the unaudited consolidated interim financial statements regarding the impact of COVID-19 pandemic on the group. Management is of the view the there is no reason to believe that the pandemic will have any significant impact on the ability of the Group to continue as a going concern.

   Our conclusion on the statement is not modified in respect of above matters.

This report has been issued at the request of the company for the purpose of its proposed public issuance and raising of foreign currency bonds.

FOR GANDHI MINOCHA & CO.
Chartered Accountants
Firm's Registration No.: 000458N

GANDHI MINOCHA & CO. CA New Delhi CHARTERED ACCOUNTANTS

CA MANOJ BHARDWAJ
Partner
Membership No.098606
UDIN: 20098606AAAACY6639

FOR DASS GUPTA & ASSOCIATES
Chartered Accountants
Firm's Registration No.: 000112N

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

CA ASHOK KUMAR JAIN
Partner
Membership No. 090563
UDIN: 20090563AAAACP5494

Date: 12.11.2020
Place: New Delhi

Power Finance Corporation Limited
Consolidated Balance Sheet as at September 30, 2020

(₹ in crore)

Sr. No.	Particulars	Note No.	As at 30.09.2020	As at 31.03.2020
	ASSETS			
1	**Financial Assets**			
(a)	Cash and Cash Equivalents	1	2,249.52	1,905.21
(b)	Bank Balance other than included in Cash and Cash Equivalents	2	2,334.49	2,282.96
(c)	Derivative Financial Instruments	3	4,509.52	5,182.27
(d)	Trade Receivables	4	158.75	137.31
(e)	Loans	5	6,97,154.89	6,46,196.11
(f)	Investments (Other than accounted for using equity method)	6A	4,409.22	3,853.72
(g)	Other Financial Assets	7	27,294.42	27,462.12
	Total Financial Assets (1)		**7,38,110.81**	**6,87,019.70**
2	**Non- Financial Assets**			
(a)	Current Tax Assets (Net)	8	643.35	1,138.33
(b)	Deferred Tax Assets (Net)		5,491.05	5,005.31
(c)	Investment Property	9	0.01	0.01
(d)	Property, Plant and Equipment	10	184.17	186.79
(e)	Capital Work-in-Progress	10	370.59	287.62
(f)	Intangible Assets under development	10	0.77	0.77
(g)	Other Intangible Assets	10	7.80	9.23
(h)	Right of Use Assets	11	38.71	42.07
(i)	Other Non-Financial Assets	12	302.64	263.94
(j)	Investments accounted for using equity method	6B	559.51	549.90
	Total Non- Financial Assets (2)		**7,598.60**	**7,483.97**
3	Assets Classified as held for sale	13	25.15	16.98
	Total Assets (1+2+3)		**7,45,734.56**	**6,94,520.65**
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	**Financial Liabilities**			
(a)	Derivative Financial Instruments	3	1,989.84	1,925.55
(b)	Trade Payables	14		
	(i) Total outstanding dues of Micro, Small and Medium Enterprises		0.21	0.15
	(ii) Total outstanding dues of creditors other than Micro, Small and Medium Enterprises		38.10	53.07
(c)	Debt Securities	15	4,61,316.01	4,41,765.90
(d)	Borrowings (other than Debt Securities)	16	1,60,457.17	1,40,666.72
(e)	Subordinated Liabilities	17	16,534.64	14,130.60
(f)	Other Financial Liabilities	18	28,511.65	29,177.04
	Total Financial Liabilities (1)		**6,68,847.62**	**6,27,719.03**
2	**Non- Financial Liabilities**			
(a)	Current Tax Liabilities (Net)	8	655.17	67.40
(b)	Provisions	19	364.67	374.32
(c)	Other Non-Financial Liabilities	20	271.47	193.85
	Total Non- Financial Liabilities (2)		**1,291.31**	**635.57**
3	Liabilities directly associated with assets classified as held for sale	13	0.12	0.68
	Total Liabilities (1+2+3)		**6,70,139.05**	**6,28,355.28**
4	**Equity**			
(a)	Equity Share Capital	21	2,640.08	2,640.08
(b)	Other Equity	22	53,728.71	46,759.72
	Equity attributable to owners of the Company (a+b)		**56,368.79**	**49,399.80**
(c)	Non-Controlling interest	23	19,226.72	16,765.57
	Total Equity (4)		**75,595.51**	**66,165.37**
	Total Liabilities and Equity (1+2+3+4)		**7,45,734.56**	**6,94,520.65**

Significant Accounting Policies and Notes annexed hereto form an integral part of Interim Financial Statements

Place : New Delhi
Date : 12.11.2020

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Power Finance Corporation Limited

Consolidated Statement of Profit and Loss for the Half Year ended September 30, 2020

(₹ in crore)

Sr. No.	Particulars	Note No.	Half Year ended 30.09.2020	Half Year ended 30.09.2019
	Revenue from Operations			
(i)	Interest Income	24	34,890.53	29,904.89
(ii)	Dividend Income		12.29	16.50
(iii)	Fees and Commission Income	25	76.40	94.41
(iv)	Other Operating Income	27	93.12	107.77
I.	**Total Revenue from Operations**		**35,072.34**	**30,123.57**
II.	Other Income	28	31.31	19.10
III.	**Total Income (I+II)**		**35,103.65**	**30,142.67**
	Expenses			
(i)	Finance Costs	29	22,109.24	20,089.82
(ii)	Net Translation / Transaction Exchange Loss / (Gain)		(55.91)	1,209.75
(iii)	Fees and Commission Expense	30	14.84	14.92
(iv)	Net Loss / (Gain) on Fair Value changes	26	211.67	(192.35)
(v)	Impairment on Financial Instruments	31	2,303.87	893.19
(vi)	Cost of Services Rendered		33.52	31.42
(vii)	Employee Benefit Expenses	32	181.33	217.65
(viii)	Depreciation, Amortisation and Impairment	10/11	11.46	10.71
(ix)	Corporate Social Responsibility Expenses		298.28	87.94
(x)	Other Expenses	33	90.10	108.48
IV.	**Total Expenses**		**25,198.40**	**22,471.53**
V.	**Profit/(Loss) Before Exceptional Items and Tax (III-IV)**		**9,905.25**	**7,671.14**
VI.	Exceptional Items		-	-
VII.	Share of Profit / (Loss) in Joint Venture and Associates		9.61	11.42
VIII.	**Profit/(Loss) Before Tax (V-VI+VII)**		**9,914.86**	**7,682.56**
	Tax Expense:			
	(1) Current Tax			
	- Current Year		2,426.41	1,501.05
	- Earlier Years		177.25	11.30
	(2) Deferred Tax		(535.77)	773.38
IX.	**Total Tax Expense**		**2,067.89**	**2,285.73**
X.	**Profit/(Loss) for the half year from Continuing Operations (VIII-IX)**		**7,846.97**	**5,396.83**
XI.	Profit/(Loss) From Discontinued Operations (After Tax)		-	-
XII.	**Profit/(Loss) for the half year (for continuing and discontinued operations) (X+XI)**		**7,846.97**	**5,396.83**
XIII.	**Other Comprehensive Income**			
(A)	(i) Items that will not be reclassified to Profit or Loss			
	- Re-measurement of Defined Benefit Plans		(5.73)	8.41
	- Net Gain / (Loss) on Fair Value of Equity Instruments		56.54	(227.58)
	- Share of Other Comprehensive Income / (Loss) in Joint Venture accounted for using equity method		-	(0.32)
	(ii) Income Tax relating to items that will not be reclassified to Profit or Loss			
	- Re-measurement of Defined Benefit Plans		1.32	(2.32)
	- Net Gain / (Loss) on Fair Value of Equity Instruments		(4.95)	12.39
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method		-	0.07
	Sub-Total (A)		**47.18**	**(209.35)**
(B)	(i) Items that will be reclassified to Profit or Loss			
	- Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow		(93.59)	(12.95)
	- Cost of Hedging Reserve		274.80	-
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method		-	(3.94)
	(ii) Income Tax relating to items that will be reclassified to Profit or Loss			
	- Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow		23.56	(4.27)
	- Cost of Hedging Reserve		(69.16)	-
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method		-	0.80
	Sub-Total (B)		**135.61**	**(20.36)**
	Other Comprehensive Income (A+B)		**182.79**	**(229.71)**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

XIV.	**Total Comprehensive Income for the Half Year (XII+XIII)**			**8,029.76**	**5,167.12**
	Profit for the half year attributable to:				
	- Owners of the Company			5,932.26	4,055.70
	- Non-Controlling Interest			1,914.71	1,341.13
				7,846.97	**5,396.83**
	Other Comprehensive Income for the Half Year				
	- Owners of the Company			53.95	(191.18)
	- Non-Controlling Interest			128.84	(38.53)
				182.79	**(229.71)**
	Total Other Comprehensive Income for the Half Year				
	- Owners of the Company			5,986.21	3,864.52
	- Non-Controlling Interest			2,043.55	1,302.60
				8,029.76	**5,167.12**
XV.	**Basic and Diluted Earnings Per Equity Share (Face Value ₹ 10/- each):**				
	(1) For continuing operations (in ₹)			22.47	15.36
	(2) For discontinued operations (in ₹)			-	-
	(3) For continuing and discontinued operations (in ₹)			22.47	15.36

EPS for the Half Year(s) is not annualised

Place : New Delhi
Date : 12.11.2020

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Power Finance Corporation Limited
Consolidated Statement of Changes in Equity for the Half Year ended September 30, 2020

A. Equity Share Capital

(₹ in crores)

Particulars	Opening Balance	Changes during the period	Closing Balance
HY 2019-20	2,640.08	-	2,640.08
HY 2020-21	2,640.08	-	2,640.08

B. Other Equity

(₹ in crore)

Particulars	Reserves and surplus												Other Comprehensive Income				Attributable to owners of the parent	Non-Controlling interest	Total
	Capital Reserve - Common Control	Capital Reserve - Change in shareholding in Joint Venture	Special Reserve created u/s 45-IC(1) of Reserve Bank of India Act, 1934	Reserve for Bad & doubtful debts u/s 36(1)(viia)(c) of Income-Tax Act,1961	Special Reserve created u/s 36(1)(viii) of Income Tax Act, 1961 upto Financial Year 1996-97	Special Reserve created and maintained u/s 36(1)(viii) of Income Tax Act, 1961 from Financial Year 1997-98	Debenture Redemption Reserve	Securities Premium	Foreign Currency Monetary Item Translation Difference Account	Interest Differential Reserve - KFW Loan	General Reserve	Impairment Reserve	Retained Earnings	Equity Instruments through Other comprehensive Income	Effective portion of Gain / (Loss) on Hedging Instruments in Cash Flow Hedges	Costs of Hedging Reserve	Share of other Comprehensive Income of Joint Venture and associates accounted using equity method			
Balance as at 31.03.2019	(13,461.00)	-	2,020.82	5,337.53	599.85	25,465.49	2,708.07	3,953.74	(1,172.29)	60.00	10,191.77	-	9,029.56	(204.45)	(50.14)	-	2.22	44,481.17	16,363.02	60,844.19
Profit for the year	-	-	-	-	-	-	-	-	-	-	-	-	4,055.70	-	-	-	-	4,055.70	1,341.13	5,396.83
Re-measurement of Defined Benefit Plans	-	-	-	-	-	-	-	-	-	-	-	-	3.27	-	-	-	-	3.27	2.82	6.09
Other Comprehensive Income / (Expense)	-	-	-	-	-	-	-	-	-	-	-	-	(0.20)	(175.38)	(17.22)	-	(1.65)	(194.45)	(41.35)	(235.80)
Other Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	(20.57)	-	-	-	-	(20.57)	-	(20.57)
Total Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	4,038.20	(175.38)	(17.22)	-	(1.65)	3,843.95	1,302.60	5,146.55
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to / from Retained Earnings	-	-	803.81	254.32	-	1,156.35	98.11	-	-	-	-	-	(2,312.58)	-	-	-	-	-	-	-
Transfer to / from General Reserve	-	-	-	(870.25)	-	-	(2,806.18)	-	-	-	3,676.43	-	-	-	-	-	-	-	-	-
Utilisation of reserve against bad debts written off	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions / Deletion during the half year (net)	-	-	-	-	-	-	-	-	(337.79)	1.01	-	-	(1.01)	-	-	-	-	(337.79)	(92.83)	(430.62)
Gain on increase in share in EESL	-	1.97	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1.97	1.78	3.75
Reclassification of gain / loss on sale of equity instrument measured at OCI	-	-	-	-	-	-	-	-	-	-	-	-	(299.49)	299.49	-	-	-	-	-	-
Balance as at 30.09.2019	(13,461.00)	1.97	2,824.63	4,721.60	599.85	26,621.84	0.00	3,953.74	(1,510.08)	61.01	13,868.20	-	10,454.68	(80.34)	(67.36)	-	0.57	47,989.30	17,574.57	65,563.87
Balance as at 31.03.2020	(13,461.00)	2.47	3,666.61	4,089.44	599.85	27,616.89	0.00	3,953.74	(2,346.18)	61.40	14,655.76	417.55	8,080.18	(257.72)	(211.65)	(107.77)	0.15	46,759.73	16,765.57	63,525.30
Profit for the period	-	-	-	-	-	-	-	-	-	-	-	-	5,932.26	-	-	-	-	5,932.26	1,914.71	7,846.97
Re-measurement of Defined Benefit Plans	-	-	-	-	-	-	-	-	-	-	-	-	(3.28)	-	-	-	-	(3.28)	(1.13)	(4.41)
Other Comprehensive Income / (Expense)	-	-	-	-	-	-	-	-	-	-	-	-	0.00	12.01	(57.40)	102.62	-	57.23	129.97	187.20
Other Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	5,928.98	12.01	(57.40)	102.62	-	5,986.21	2,043.55	8,029.76
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to / from Retained Earnings	-	-	1,181.16	425.26	-	1,939.10	-	-	-	-	343.50	-	(3,889.01)	-	-	-	-	(0.00)	-	(0.00)
Transfer to / from General Reserve	-	-	-	(578.30)	-	-	-	-	-	-	578.30	-	-	-	-	-	-	-	-	-
Utilisation of reserve against bad debts written off	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions / Deletion during the half year (net)	-	-	-	-	-	-	-	-	982.77	0.55	-	-	(0.55)	-	-	-	-	982.77	417.60	1,400.37
Gain on increase in share in EESL	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of gain / loss on sale of equity instrument measured at OCI	-	-	-	-	-	-	-	-	-	-	-	-	96.15	(96.15)	-	-	-	-	-	-
Balance as at 30.09.2020	(13,461.00)	2.47	4,847.77	3,936.41	599.85	29,555.99	0.00	3,953.74	(1,363.41)	61.95	15,577.55	417.55	10,215.75	(341.86)	(269.04)	(5.15)	0.15	53,728.71	19,226.72	72,955.43

Place : New Delhi
Date : 12.11.2020

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

Power Finance Corporation Limited

Consolidated Statement of Cash Flows for the Half Year ended September 30, 2020

(₹ in crore)

Sr. No.	Description	Half Year ended 30.09.2020		Half Year ended 30.09.2019	
I.	**Cash Flow from Operating Activities :-**				
	Profit before Tax	**9,914.86**		**7,682.56**	
	Adjustments for:				
	Loss on derecognition of Property, Plant and Equipment (net)	3.13		0.90	
	Depreciation and Amortisation	11.46		10.71	
	Interest expense on Zero Coupon Bonds and Commercial Papers	14.99		578.92	
	Unrealised Foreign Exchange Translation Loss / (Gain)	470.98		1,022.05	
	Net Change in Fair Value	229.24		17.69	
	Impact of Effective Interest Rate on Loans	(6.63)		39.17	
	Impairment on Financial Instruments	2,303.87		893.19	
	Interest income on Investments and Others	(197.21)		(200.46)	
	Interest on Interest Subsidy Fund	0.71		0.69	
	Excess Liabilities written back	(0.05)		(0.60)	
	Provision for Retirement Benefits etc.	(0.18)		27.40	
	Dividend Income	(12.29)		(16.50)	
	Effective Interest Rate on Borrowings / Debt Securities / Subordinated Liabilities	184.00		(78.09)	
	Interest on Income Tax Refund	(9.67)		(0.57)	
	Interest expenses on Lease Liability	0.39		0.39	
	Interest expense on Other Liabilities	0.13		-	
	Share of Profit/Loss of Joint Venture accounted for using equity method	(9.61)		(11.42)	
	Operating profit before Working Capital Changes:	**12,898.11**		**9,966.03**	
	Increase / Decrease :				
	Loans (Net)	(54,575.28)		(31,925.17)	
	Other Financial and Non-Financial Assets	868.23		14,666.65	
	Derivative	180.23		(358.31)	
	Other Financial & Non-Financial Liabilities and Provisions	1,114.54		2,105.97	
	Cash Flow from Operations Before Tax	**(39,514.17)**		**(5,544.83)**	
	Income Tax paid	(1,826.15)		(1,858.42)	
	Income Tax Refund	305.85		69.71	
	Net Cash flow from Operating Activities		**(41,034.47)**		**(7,333.54)**
II.	**Cash Flow From Investing Activities :**				
	Proceeds from disposal of Property, Plant and Equipment	0.18		0.91	
	Purchase of Property, Plant and Equipment (including CWIP and capital advance)	(49.86)		(72.61)	
	Interest income on investment	47.97		154.19	
	Dividend on investment	12.29		16.50	
	Increase / Decrease in Other Investments	201.63		(111.02)	
	Net Cash Used in Investing Activities		**212.21**		**(12.03)**
III.	**Cash Flow From Financing Activities :**				
	Raising of Bonds (including premium) (Net of Redemptions)	15,286.22		9,806.17	
	Raising of Long Term Loans (Net of Repayments)	21,319.09		3,095.04	
	Raising of Foreign Currency Loans (Net of Repayments)	1,844.22		18,922.03	
	Raising of Subordinated Liabilities (Net of Redemptions)	1,999.50		-	
	Raising of Commercial paper (Net of Repayments)	195.00		(9,315.96)	
	Raising of Working Capital Demand Loan / OD / CC / Line of Credit (Net of Repayme	524.42		(12,452.69)	
	Unclaimed Bonds (Net)	(0.95)		(0.62)	
	Unclaimed Dividend (Net)	(0.28)		(0.01)	
	Payment of Lease Liability	(0.65)		(0.80)	
	Net Cash in-flow from Financing Activities		**41,166.57**		**10,053.16**
	Net Increase / Decrease in Cash and Cash Equivalents		**344.31**		**2,707.59**
	Add : Cash and Cash Equivalents at beginning of the financial year		1,905.21		725.03
	Cash and Cash Equivalents at the end of the period		**2,249.52**		**3,432.62**
	Details of Cash and Cash Equivalents at the end of the period:				
	i) Balances with Banks (of the nature of cash and cash equivalents)				
	In current accounts	1,109.62		1,018.27	
	In Term Deposit Accounts	1,139.82	2,249.44	1,866.29	2,884.56
	ii) Cheques, Drafts on hand including postage and Imprest		0.08		0.06
	iii) Investment in Debt Mutual Fund		0.00		548.00
	Total Cash and Cash Equivalents at the end of the period		**2,249.52**		**3,432.62**

The above statement of cash flows has been prepared under the indirect method as set out in Ind AS 7 'Statement of Cash Flows'.

Place : New Delhi
Date : 12.11.2020

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

1 Cash and Cash Equivalents

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Balances with Banks (of the nature of cash and cash equivalents)		
	- In Current Accounts	1,109.62	1,380.56
	- In Term Deposit Accounts	1,139.82	524.59
(ii)	Cash, Cheques, Drafts on hand including postage & Imprest	0.08	0.06
	Total Cash and Cash Equivalents	**2,249.52**	**1,905.21**

2 Bank Balance other than included in Cash and Cash Equivalents

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Earmarked Balances and Term Deposits with Banks for:		
	- Term Deposits	863.00	-
	- Unpaid Dividend	8.55	8.23
	- Unpaid - Bonds / Interest on Bonds etc.	11.95	12.99
	- Amount received under IPDS / R-APDRP scheme	0.00	0.00
	- Govt. funds for further Disbursement	1,183.52	1,850.70
(ii)	Deposit in compliance of Court	0.53	0.53
(iii)	Balance with Bank not available for use pending allotment of securities	245.72	400.19
(iv)	Term Deposits with Banks- More than 3 months but less than 12 months	19.89	9.04
(v)	Other Term Deposits	1.33	1.28
	Total Bank Balance other than included in Cash and Cash Equivalents	**2,334.49**	**2,282.96**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

3 Derivative Financial Instruments

The Company and its Subsidiary REC Ltd., enters into derivatives for hedging Currency and Interest Rate risk. Derivatives include hedges that either meet the hedge accounting requirements or hedges that are economic hedges. Derivative transactions include forwards, interest rate swaps, cross currency swaps, currency / cross currency options etc. to hedge the liabilities. These derivative transactions are done for hedging purpose and not for trading or speculative purpose.

Part - I

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020			As at 31.03.2020		
		Notional amounts	Fair value Assets	Fair value Liabilities	Notional amounts	Fair value Assets	Fair value Liabilities
(i)	**Currency Derivatives:**						
	- Spot and Forwards	5,726.66	47.19	103.61	5,937.27	210.49	20.23
	- Currency Swaps	15,316.80	1,092.88	23.24	15,156.06	1,833.15	-
	- Options	32,028.99	2,774.96	33.56	28,389.78	2,716.58	-
	Total Currency Derivatives:	**53,072.45**	**3,915.03**	**160.41**	**49,483.11**	**4,760.22**	**20.23**
(ii)	**Interest Rate Derivatives**						
	- Forward Rate Agreements and Interest Rate Swaps	45,935.42	594.49	1,107.72	46,573.66	422.05	1,165.65
	Total Interest Rate Derivatives	**45,935.42**	**594.49**	**1,107.72**	**46,573.66**	**422.05**	**1,165.65**
(iii)	**Other Derivatives**						
	- Reverse cross currency swaps	4,347.00	-	721.71	4,347.00	-	739.67
	Total Other Derivatives	**4,347.00**	**-**	**721.71**	**4,347.00**	**-**	**739.67**
	Total Derivative Financial Instruments [(i) + (ii) + (iii)]	**1,03,354.87**	**4,509.52**	**1,989.84**	**1,00,403.77**	**5,182.27**	**1,925.55**
Part - II							
(i)	Included in above (Part I) are Derivatives held for hedging and risk management purposes as follows:						
	Cash Flow Hedging (Designated):						
	- Currency Derivatives	29,187.78	2,237.47	56.80	27,902.90	2,189.79	303.14
	- Interest Rate Derivatives	21,838.22	-	682.14	13,267.92	5.24	368.02
	Total Cash Flow Hedging (Designated)	**51,026.00**	**2,237.47**	**738.94**	**41,170.82**	**2,195.03**	**671.16**
(ii)	Undesignated Derivatives	52,328.87	2,272.05	1,250.90	59,232.95	2,987.24	1,254.39
	Total Undesignated Derivatives	**52,328.87**	**2,272.05**	**1,250.90**	**59,232.95**	**2,987.24**	**1,254.39**
	Total Derivative Financial Instruments [(i) + (ii)]	**1,03,354.87**	**4,509.52**	**1,989.84**	**1,00,403.77**	**5,182.27**	**1,925.55**

GANDHI MINOCHA & CO. ☆ New Delhi ☆ CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ☆ NEW DELHI

4 Trade Receivables

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	**Trade Receivables**		
	- considered good - Secured (Gross)	31.36	26.59
	- considered good - Unsecured (Gross)	104.20	87.92
	Less: Impairment loss allowance	(9.28)	(13.66)
	- which have Significant Increase in Credit Risk (Gross)	49.47	52.01
	Less: Impairment loss allowance	(17.00)	(15.55)
	- Credit Impaired (Gross)	43.39	40.04
	Less: Impairment loss allowance on Credit Impaired	(43.39)	(40.04)
	Total Trade Receivables	**158.75**	**137.31**

5 Loans

The Company and its Subsidiary REC Ltd., have categorised all loans at amortised cost in accordance with the requirements of Ind AS 109 except "Leasing" which is measured in accordance with Ind AS 116.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(A)	**Loans to Borrowers**		
(i)	- Rupee Term Loans (RTLs)	7,06,813.87	6,52,971.18
(ii)	- Foreign Currency Loans	240.99	240.99
(iii)	- Buyer's Line of Credit	2,227.28	2,031.28
(iv)	- Working Capital Loans	10,137.25	11,417.96
(v)	- Leasing	223.77	223.77
(vi)	- Receivable for invoked Default Payment Guarantee	466.43	444.09
(vii)	- Interest accrued but not due on Loans	5,955.77	5,327.77
(viii)	- Interest accrued & due on Loans	573.70	1,499.41
(ix)	- Unamortised Fee on Loans	(167.57)	(180.74)
	Gross Loans to Borrowers	**7,26,471.49**	**6,73,975.71**
	Less: Impairment loss allowance	(29,316.60)	(27,779.60)
	Net Loans to Borrowers	**6,97,154.89**	**6,46,196.11**
(B)	**Security-wise classification**		
(i)	Secured by Tangible Assets	4,74,488.51	4,62,325.24
(ii)	Secured by Intangible Assets	-	-
(iii)	Covered by Bank/Government Guarantees	1,67,073.22	1,32,352.12
(iv)	Unsecured	84,909.75	79,298.35
	Gross Security-wise classification	**7,26,471.49**	**6,73,975.71**
	Less: Impairment loss allowance	(29,316.60)	(27,779.60)
	Net Security-wise classification	**6,97,154.89**	**6,46,196.11**
(C) I	**Loans in India**		
(i)	Public Sector	6,25,677.36	5,78,351.25
(ii)	Private Sector	1,00,794.13	95,624.46
	Gross Loans in India	**7,26,471.49**	**6,73,975.71**
	Less: Impairment loss allowance	(29,316.60)	(27,779.60)
	Net Loans in India	**6,97,154.89**	**6,46,196.11**
(C) II	**Loans Outside India**	-	-
	Less: Impairment loss allowance	-	-
	Net Loans Outside India	-	-
	Net Loans in India and Outside India	**6,97,154.89**	**6,46,196.11**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

6A. Investments (Other than accounted for using equity method)

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020 Amortised Cost (1)	Designated at Fair Value through Other Comprehensive Income (2)	At Fair Value through Profit or Loss (3)	Subtotal (4)=(2)+(3)	Total (1)+(4)
(A)	**Investments**					
(i)	**Debt securities**					
	- 10.95% perpetual bonds of Union Bank of India* [8,000 bonds of ₹ 10,00,000 each]			853.97	853.97	**853.97**
	- 11.15 % perpetual bonds of Indian Bank [5,000 bonds of ₹ 10,00,000 each]			528.26	528.26	**528.26**
	- 11.25 % perpetual bonds of Bank of Baroda [5,000 bonds of ₹ 10,00,000 each]			528.20	528.20	**528.20**
	- 11.25 % perpetual bonds of Syndicate Bank [5,000 bonds of ₹ 10,00,000 each]			528.51	528.51	**528.51**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Housing and Urban Development Corporation(HUDCO) [86,798 bonds of ₹ 1,000 each]	9.14				**9.14**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [42,855 bonds of ₹ 1,000 each]	4.44				**4.44**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [35,463 bonds of ₹ 1,000 each]	3.81				**3.81**
	- 7.49% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Renewable Energy Development Agency (IREDA) [61,308 bonds of ₹ 1,000 each]	6.45				**6.45**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Railway Finance Corporation (IRFC) [22,338 bonds of ₹ 1,000 each]	2.39				**2.39**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Bank for Agriculture and Rural Development (NABARD) [14,028 bonds of ₹ 1,000 each]	1.45				**1.45**
	- 8.76% Tax Free 20 years Secured Redeemable Bonds of Housing and Urban Development Corporation(HUDCO) [50,000 bonds of ₹ 1,000 each]	5.32				**5.32**
(ii)	**Equity instruments :**					**-**
	- PTC India Limited [1,20,00,000 equity shares of ₹ 10 each]		57.06		57.06	**57.06**
	- Coal India Limited [1,39,64,530 equity shares of ₹ 10 each]		161.99		161.99	**161.99**
	- NHPC Limited [40,97,75,446 equity shares of ₹ 10 each]		827.75		827.75	**827.75**
	- Power Exchange India Limited [32,20,000 equity shares of ₹ 10 each]		-		-	**-**
	- GMR Chhattisgarh Energy Limited		-		-	**-**
	- Shree Maheshwar Hydro Power Projects Limited		-		-	**-**
	- RattanIndia Power Limited [32,76,95,820 equity shares of ₹ 10 each]			83.56	83.56	**83.56**
	- Housing and Urban Development Corporation. Ltd [3,47,429 equity shares of ₹ 10 each]		1.13		1.13	**1.13**
	- Indian Energy Exchange Ltd. [27,45,807 equity shares of ₹ 1 each]		57.07		57.07	**57.07**
	- Universal Commodity Exchange Ltd. [1,60,00,000 equity shares of ₹ 10 each]					**-**
	- Suzlon Energy Limited [8,46,15,798 equity shares of ₹ 2 each]		24.54		24.54	**24.54**
(iii)	**Preference Shares**					
	- Raipur Energen Limited [59,82,371 Redeemable Preference Shares of ₹ 100 each]	9.80				**9.80**
	- Ratnagiri Gas and Power Private Limited [15,24,88,000 Cumulative Redeemable Preference Shares of ₹ 10 each]	-				**-**
	- RattanIndia Power Limited [10,16,70,764 Redeemable Preference Shares of ₹ 10 each]	87.18				**87.18**
	- RattanIndia Power Limited [15,32,97,013 Optionally Convertible Cumulative Redeemable Preference Shares of ₹ 10 each]			119.84	119.84	**119.84**
	- Suzlon Global Services Limited [38,161 Compulsorily Convertible Preference Shares of ₹ 100,000 each]					
(iv)	**Debentures**					
	- Essar Power Transmission Company Limited [31,86,17,853 Series 1 - Optionally Convertible Debentures of ₹ 10 each]			143.47	143.47	**143.47**
	- Essar Power Transmission Company Limited [13,69,00,996 Series 2 - Optionally Convertible Debentures of ₹ 10 each]			61.59	61.59	**61.59**
	- Essar Power Transmission Company Limited [2,55,14,666 Series 3 - Optionally Convertible Debentures of ₹ 10 each]			0.00	-	**-**
	- Suzlon Energy Limited [34,791 Optionally Convertible Debentures of ₹ 100,000 each]			90.34	90.34	**90.34**
	- Ferro Alloys Corporation Limited [2,52,91,783 Non Convertible Debentures of ₹ 100,000 each]	199.72			-	**199.72**
(iv)	**Others**					
	- Units of "Small is Beautiful" Fund [1,23,04,400 units of ₹ 10 each]		12.24		12.24	**12.24**
	Total Investments (Other than accounted for using equity method)	**329.70**	**1,141.78**	**2,937.74**	**4,079.52**	**4,409.22**
(B)	**Geography wise investment**					
(i)	Investments Outside India	-	-	-	-	-
(ii)	Investments in India	329.70	1,141.78	2,937.74	4,079.52	**4,409.22**
	Gross Geography wise investment	**329.70**	**1,141.78**	**2,937.74**	**4,079.52**	**4,409.22**
	Less: Impairment loss allowance	-			-	-
	Net Geography wise investment	**329.70**	**1,141.78**	**2,937.74**	**4,079.52**	**4,409.22**

*Andhra Bank merged with Union Bank of India w.e.f 01.04.2020.

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020 Amortised Cost (1)	Designated at Fair Value through Other Comprehensive Income (2)	At Fair Value through Profit or Loss (3)	Subtotal (4)=(2)+(3)	Total (1)+(4)
(A)	**Investments**					
(i)	**Debt securities**					
	- 10.95% perpetual bonds of Andhra Bank [8,000 bonds of ₹ 10,00,000 each]			810.05	810.05	**810.05**
	- 11.15 % perpetual bonds of Indian Bank [5,000 bonds of ₹ 10,00,000 each]			500.31	500.31	**500.31**
	- 11.25 % perpetual bonds of Bank of Baroda [5,000 bonds of ₹ 10,00,000 each]			500.00	500.00	**500.00**
	- 11.25 % perpetual bonds of Syndicate Bank [5,000 bonds of ₹ 10,00,000 each]			500.31	500.31	**500.31**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Housing and Urban Development Corporation(HUDCO) [86,798 bonds of ₹ 1,000 each]	8.81				**8.81**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [42,855 bonds of ₹ 1,000 each]	4.60				**4.60**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [35,463 bonds of ₹ 1,000 each]	3.67				**3.67**
	- 7.49% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Renewable Energy Development Agency (IREDA) [61,308 bonds of ₹ 1,000 each]	6.22				**6.22**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Railway Finance Corporation (IRFC) [22,338 bonds of ₹ 1,000 each]	2.31				**2.31**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Bank for Agriculture and Rural Development (NABARD) [14,028 bonds of ₹ 1,000 each]	1.40				**1.40**
	- 8.76% Tax Free 20 years Secured Redeemable Bonds of Housing and Urban Development Corporation(HUDCO) [50,000 bonds of ₹ 1,000 each]	5.09				**5.09**
(ii)	**Equity instruments :**					
	- PTC India Limited [1,20,00,000 equity shares of ₹ 10 each]		46.50		46.50	**46.50**
	- Coal India Limited [1,39,64,530 equity shares of ₹ 10 each]		195.57		195.57	**195.57**
	- NHPC Limited [40,97,75,446 equity shares of ₹ 10 each]		817.50		817.50	**817.50**
	- Power Exchange India Limited [32,20,000 equity shares of ₹ 10 each]		-		-	-
	- GMR Chhattisgarh Energy Limited		-		-	-
	- Shree Maheshwar Hydro Power Projects Limited		-		-	-
	- RattanIndia Power Limited [32,76,95,820 equity shares of ₹ 10 each]			44.24	44.24	**44.24**
	- Housing and Urban Development Corporation. Ltd [3,47,429 equity shares of ₹ 10 each]		0.69		0.69	**0.69**
	- Indian Energy Exchange Ltd. [1,22,71,211 equity shares of ₹ 1 each]		157.01		157.01	**157.01**
	- Universal Commodity Exchange Ltd. [1,60,00,000 equity shares of ₹ 10 each]					-
(iii)	**Preference Shares**					
	- Raipur Energen Limited [59,82,371 Redeemable Preference Shares of ₹ 100 each]	9.29				**9.29**
	- Ratnagiri Gas and Power Private Limited [15,24,88,000 Cumulative Redeemable Preference Shares of ₹ 10 each]	-				-
	- RattanIndia Power Limited [10,16,70,764 Redeemable Preference Shares of ₹ 10 each]	81.92				**81.92**
	- RattanIndia Power Limited [15,32,97,013 Optionally Convertible Cumulative Redeemable Preference Shares of ₹ 10 each]			145.99	145.99	**145.99**
(iv)	**Others**					
	- Units of "Small is Beautiful" Fund [1,23,04,400 units of ₹ 10 each]		12.24		12.24	**12.24**
	Total Investments (Other than accounted for using equity method)	**123.31**	**1,229.51**	**2,500.90**	**3,730.41**	**3,853.72**
(B)	**Geography wise investment**					
(i)	Investments Outside India	-	-	-	-	-
(ii)	Investments in India	123.31	1,229.51	2,500.90	3,730.41	3,853.72
	Gross Geography wise investment	**123.31**	**1,229.51**	**2,500.90**	**3,730.41**	**3,853.72**
	Less: Impairment loss allowance	-			-	-
	Net Geography wise investment	**123.31**	**1,229.51**	**2,500.90**	**3,730.41**	**3,853.72**

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

6B. Investments accounted for using equity method

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	**Joint Venture**		
	- Energy Efficiency Services Limited [46,36,00,000 equity shares of ₹ 10 each; previous year 39,20,00,000 equity shares of ₹ 10 each]	559.01	549.40
(ii)	**Associates**		
	- Ultramega Power Projects / Independent Transmission Projects [7,60,000 equity shares of ₹ 10 each; previous year 7,60,000 equity shares of ₹ 10 each]	0.50	0.50
	Sub Total	**559.51**	**549.90**
	Less: Impairment loss allowance	-	-
	Total Investments accounted for using equity method	**559.51**	**549.90**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

7 Other Financial Assets

The Group has categorised other financial assets at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Recoverable on account of Government of India Serviced Bonds	26,829.32	26,970.02
(ii)	Advances to Associates*	158.92	154.27
(iii)	Advances to Employees	0.74	0.90
(iv)	Loans to Employees	129.61	129.58
(v)	Others	242.02	258.99
	Less: Impairment loss allowance on Others	(66.19)	(51.64)
	Total Other Financial Assets	**27,294.42**	**27,462.12**

*Recoverable in cash.

8 Current Tax Assets / Liabilities (Net)

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Advance income tax and TDS	311.45	747.84
(ii)	Tax Deposited on income tax demands under contest	331.90	390.49
	Total Current Tax Assets (Net)	**643.35**	**1,138.33**
(i)	Provision for income tax net of Advance Tax	655.06	-
(i)	Provision for income tax for demand under contest	0.11	67.40
	Total Current Tax Liabilities (Net)	**655.17**	**67.40**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

9 **Investment Property***

(₹ in crore)

Particulars	Opening balance	Additions during the year	Sales/ adjustment during the year	Closing balance
HY 2019-20	0.01	-	-	**0.01**
HY 2020-21	0.01	-	-	**0.01**

*pertains to PFC's subsidiary REC Ltd.

10 **Property, Plant and Equipment, Capital Work-in-Progress (CWIP), Intangible assets under development and Other Intangible assets**

(₹ in crore)

Particulars	Property, Plant and Equipment									Capital Work-in-Progress	Intangible assets under development	Other Intangible assets
	Freehold Land	Leasehold Land	Buildings	EDP Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Leasehold Improvements	Total	Immovable Property	Computer Software	Computer Software
Gross Carrying Amount												
Opening Balance as at 01.04.2019	113.77	1.59	56.66	40.19	38.26	23.29	0.49	4.14	278.39	196.94	1.59	27.17
Additions / Adjustments	-	-	-	6.25	8.92	6.45	0.02	-	21.64	74.89	-	4.38
Borrowing Cost Capitalised	-	-	-	-	-	-	-	-	-	7.62	-	-
Deductions / Adjustments	-	1.59	-	4.32	4.11	2.02	(0.01)	-	12.03	(8.17)	0.82	7.22
Closing Balance as at 31.03.2020	113.77	-	56.66	42.12	43.07	27.72	0.52	4.14	288.00	287.62	0.77	24.33
Additions / Adjustments	-	-	-	1.60	4.88	2.25	-	-	8.73	72.43	-	0.11
Borrowing Cost Capitalised	-	-	-	-	-	-	-	-	-	10.54	-	-
Deductions / Adjustments	-	-	-	2.42	6.96	0.75	-	-	10.13	0.00	-	-
Closing Balance as at 30.09.2020	113.77	-	56.66	41.30	40.99	29.22	0.52	4.14	286.60	370.59	0.77	24.44
Accumulated Depreciation / Amortization												
Opening Balance as at 01.04.2019	-	0.31	20.38	29.42	24.86	14.88	0.38	1.71	91.94	-	-	17.99
For the period	-	-	1.12	5.63	6.48	2.28	0.03	0.80	16.34	-	-	4.32
Reversal on Assets Sold/Written off from books	-	0.31	-	3.71	2.51	0.54	-	-	7.07	-	-	7.21
Closing Balance as at 31.03.2020	-	-	21.50	31.34	28.83	16.62	0.41	2.51	101.21	-	-	15.10
For the period	-	-	0.55	2.62	3.24	1.23	0.02	0.40	8.06	-	-	1.54
Reversal on Assets Sold/Written off from books	-	-	0.01	2.04	4.54	0.24	0.01	-	6.84	-	-	-
Closing Balance as at 30.09.2020	-	-	22.04	31.92	27.53	17.61	0.42	2.91	102.43	-	-	16.64
Net Carrying Amount												
As at 31.03.2020	113.77	-	35.16	10.78	14.24	11.10	0.11	1.63	186.79	287.62	0.77	9.23
As at 30.09.2020	113.77	-	34.62	9.38	13.46	11.61	0.10	1.23	184.17	370.59	0.77	7.80

(₹ in crore)

Particulars	Property, Plant and Equipment									Non-Financial Liabilities	Intangible assets under development	Other Intangible assets
	Freehold Land	Leasehold Land	Buildings	EDP Equipment	Office Equipment	Furniture and	Vehicles	Leasehold Improvements	Total	Immovable Property	Computer Software	Computer Software
Gross Carrying Amount												
Opening Balance as at 01.04.2019	113.77	1.59	56.66	40.19	38.26	23.29	0.49	4.14	278.39	196.94	1.59	27.17
Additions / Adjustments	-	-	0.01	3.00	2.90	3.13	0.03	-	9.07	44.90	-	2.67
Borrowing Cost Capitalised	-	-	-	-	-	-	-	-	-	7.62	-	-
Deductions / Adjustments	-	-	0.01	1.40	1.73	1.33	-	-	4.47	-	-	0.01
Closing Balance as at 30.09.2019	113.77	1.59	56.66	41.79	39.43	25.09	0.52	4.14	282.99	249.46	1.59	29.83
Accumulated Depreciation / Amortization												
Opening Balance as at 01.04.2019	-	0.31	20.38	29.42	24.86	14.88	0.38	1.71	91.94	-	-	17.99
For the period	-	-	0.57	2.76	2.67	0.97	0.02	0.40	7.39	-	-	1.65
Reversal on Assets Sold/Written off from books	-	-	0.01	1.09	1.17	0.37	0.01	0.01	2.66	-	-	0.01
Closing Balance as at 30.09.2019	-	0.31	20.94	31.09	26.36	15.48	0.39	2.10	96.67	-	-	19.63
Net Carrying Amount												
As at 30.09.2019	113.77	1.28	35.72	10.70	13.07	9.61	0.13	2.04	186.32	249.46	1.59	10.20

11 Right-of-use Assets

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	**Opening Balance of Leasehold Land**	42.07	-
(ii)	Additions	40.57	45.84
(iii)	Less: Depreciation*	1.86	3.77
	Closing Balance of Leasehold Land	**38.71**	**42.07**

Sr. No.	Particulars	As at 30.09.2019
(i)	**Opening Balance of Leasehold Land**	-
(ii)	Additions	44.55
(iii)	Less: Depreciation*	1.67
	Closing Balance of Leasehold Land	**42.88**

*As required by Ind AS 116, Depreciation expense on Right-of-Use assets is included under Depreciation and Amortization expenses in the Consolidated Statement of Profit and Loss.

12 Other Non-Financial Assets

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Prepaid Expenses	5.96	3.40
(ii)	Deferred Employee Costs	60.87	62.13
(iii)	Capital Advances	106.83	93.75
(iv)	Other assets	128.98	104.66
	Total Other Non-Financial Assets	**302.64**	**263.94**

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New Delhi

DASS GUPTA & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ NEW DELHI

13 Assets Classified as held for sale*

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(A)	**Assets classified as held for sale**		
(i)	Investment in associates	0.72	0.23
(ii)	Loan to associates	24.43	16.75
	Total (A)	**25.15**	**16.98**
(B)	**Liabilities directly associated with assets classified as held for sale**		
(i)	Payable to associates	0.12	0.68
	Total (B)	**0.12**	**0.68**
	Disposal Group - Net assets (A-B)	**25.03**	**16.30**

*Pertains to PFC's Subsidiaries, REC Ltd. and PFC Consulting Ltd.

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

14 Trade Payables

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
	Trade Payables		
(i)	Total outstanding dues of Micro, Small and Medium Enterprises	0.21	0.15
(ii)	Total outstanding dues of creditors other than Micro, Small and Medium Enterprises	38.10	53.07
	Total Trade Payables	**38.31**	**53.22**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

15 Debt Securities

The Company and its Subsidiary REC Ltd., have categorised Debt Securities at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Bonds / Debenture		
	- Infrastructure Bonds	295.09	295.09
	- Tax Free Bonds	24,878.08	24,878.08
	- 54 EC Capital Gain Tax Exemption Bonds	22,786.65	23,894.68
	- Taxable Bonds	3,43,043.74	3,26,415.29
	- Foreign Currency Notes	53,134.42	50,508.56
(ii)	Commercial Paper	3,019.92	2,925.00
(iii)	Interest accrued but not due on above	14,989.00	13,687.09
(iv)	Unamortised Transaction Cost on above	(1,076.61)	(1,238.08)
(v)	Bond Application Money	245.72	400.19
	Total Debt Securities	**4,61,316.01**	**4,41,765.90**
	Geography wise Debt Securities		
(i)	Debt Securities in India	4,08,521.74	3,91,726.07
(ii)	Debt Securities outside India	52,794.27	50,039.83
	Total Geography wise Debt Securities	**4,61,316.01**	**4,41,765.90**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

16 Borrowings (other than Debt Securities)

The Company and its Subsidiary REC Ltd., have categorised Borrowings (other than Debt Securities) at amortised cost in accordance with the requirements of Ind AS 109 except "Finance Lease Obligation" which is measured in accordance with Ind AS 116.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(A)	Term Loans		
(i)	From Banks and Financial Institutions		
	- Foreign Currency Loans	6,495.94	8,924.03
	- Syndicated Foreign Currency Loans	39,814.66	39,619.89
	- Rupee Term Loans	86,874.74	69,498.76
(ii)	From other Parties		
	- Rupee Term Loans - GoI	17,500.00	17,500.00
(B)	Other Loans		
(i)	Loan against Term Deposits	224.74	-
(ii)	Working Capital Demand Loan / Overdraft / Cash Credit / Line of Credit	9,036.01	4,793.22
(iii)	Finance Lease Obligation	0.22	2.12
(C)	Interest accrued but not due on above	867.58	767.95
(D)	Unamortised Transaction Cost on above	(356.72)	(439.25)
	Total Borrowings (other than Debt Securities)	**1,60,457.17**	**1,40,666.72**
(II)	**Geography wise Borrowings**		
(i)	Borrowings in India	1,19,041.41	99,419.41
(ii)	Borrowings outside India	41,415.76	41,247.31
	Total Geography wise Borrowings	**1,60,457.17**	**1,40,666.72**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

17 **Subordinated Liabilities**

The Company and its Subsidiary REC Ltd., have categorised Subordinated Liabilities at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
	Subordinated Liabilities		
(i)	Subordinated Bonds	15,862.20	13,862.70
(ii)	Interest accrued but not due on above	679.25	273.61
(iii)	Unamortised Transaction Cost on above	(6.81)	(5.71)
	Total Subordinated Liabilities	**16,534.64**	**14,130.60**
	Geography wise Subordinated Liabilities		
(i)	Subordinated Bonds in India	16,534.64	14,130.60
(ii)	Subordinated Bonds outside India	-	-
	Total Geography wise Subordinated Liabilities	**16,534.64**	**14,130.60**

18 Other Financial Liabilities

The Group has categorised Other Financial Liabilities at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Payable on account of Government of India Serviced Bonds	26,829.32	26,831.04
(ii)	Advance received from Associates*	176.27	168.42
(iii)	Unclaimed Dividends	8.55	8.23
(iv)	Unpaid - Bonds and Interest Accrued thereon		
	- Unclaimed Bonds	60.75	39.66
	- Unclaimed Interest on Bonds	34.83	33.13
(v)	Others		
	- Application Money Refundable on Bonds and interest accrued thereon	0.91	0.83
	- Interest Subsidy Fund and other GOI Funds for disbursement as subsidy / Grants	1,116.08	1,796.94
	- Payable towards funded staff benefits	-	0.38
	- Lease Liability	10.79	11.85
	- Other liabilities	274.15	286.56
	Total Other Financial Liabilities	**28,511.65**	**29,177.04**

*Payable in cash

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

19 Provisions

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	For Employee Benefits		
	- Gratuity	1.39	2.76
	- Leave Encashment	80.41	73.20
	- Economic Rehabilitation of Employees	8.02	7.14
	- Provision for Bonus / Incentive	70.09	84.00
	- Provision for Staff Welfare Expenses	17.12	18.37
(ii)	Impairment Loss Allowance - Letter of Comfort	187.64	188.85
	Total Provisions	**364.67**	**374.32**

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New Delhi

DASS GUPTA & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ NEW DELHI

20 **Other Non-Financial Liabilities**

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Unamortised Fee - Undisbursed Loans Assets	187.10	151.91
(ii)	Sundry Liabilities (Interest Capitalisation)	38.99	6.57
(iii)	Statutory dues payable	36.58	31.23
(iv)	Advance received from Govt. towards Govt. Schemes	8.80	4.14
	Total Other Non-Financial Liabilities	**271.47**	**193.85**

21 **Equity Share Capital**

Sr. No.	Particulars	As at 30.09.2020		As at 31.03.2020	
		Number	Amount (₹ in crore)	Number	Amount (₹ in crore)
(A)	**Authorised Capital**				
	Equity Share Capital (Par Value per share ₹ 10)	1,10,00,00,00,000	11,000.00	1,10,00,00,00,000	11,000.00
	Preference Share Capital (Par Value per share ₹ 10)	2,00,00,00,000	200.00	2,00,00,00,000	200.00
(B)	**Issued, Subscribed and Fully Paid-up Capital**				
	Equity Share Capital (Par Value per share ₹ 10)	2,64,00,81,408	2,640.08	2,64,00,81,408	2,640.08
(C)	**Reconciliation of Equity Share Capital**				
	Opening Equity Share Capital	2,64,00,81,408	2,640.08	2,64,00,81,408	2,640.08
	Changes during the period	-	-	-	-
	Closing Equity Share capital	2,64,00,81,408	2,640.08	2,64,00,81,408	2,640.08

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

22 Other Equity*

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
(i)	Capital Reserve - Common Control	(13,461.00)	(13,461.00)
(ii)	Capital Reserve - Change in shareholding in JV	2.47	2.47
(iii)	Securities Premium	3,953.74	3,953.74
(iv)	Foreign Currency Monetary Item Translation Difference Account	(1,363.41)	(2,346.18)
(v)	Special Reserve created u/s 45-IC(1) of Reserve Bank of India Act, 1934	4,847.77	3,666.61
(vi)	Reserve for Bad & doubtful debts u/s 36(1)(viia)(c) of Income-Tax Act,1961	3,936.41	4,089.44
(vii)	Special Reserve created u/s 36(1)(viii) of Income Tax Act, 1961 up to Financial Year 1996-97	599.85	599.85
(viii)	Special Reserve created and maintained u/s 36(1)(viii) of Income Tax Act, 1961 from Financial Year 1997-98	29,555.99	27,616.89
(ix)	Interest Differential Reserve - KFW Loan	61.95	61.40
(x)	General Reserve	15,577.55	14,655.76
(xi)	Impairment Reserve	417.55	417.55
(xii)	Retained Earnings	10,215.75	8,080.18
(xiii)	Reserve for Equity Instruments through Other Comprehensive Income	(341.86)	(257.72)
(xiv)	Reserve for Effective portion of gains and loss on hedging instruments in a Cash Flow Hedge through other Comprehensive Income	(269.04)	(211.65)
(xv)	Costs of Hedging Reserve	(5.15)	(107.77)
(xvi)	Share of Other Comprehensive Income in Joint Venture and Associates	0.15	0.15
	Total Other Equity	**53,728.71**	**46,759.72**

*For movements during the period refer Consolidated Statement of Changes in Equity.

GANDHI MINOCHA & CO. ☆ CHARTERED ACCOUNTANTS ☆ New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS ☆ NEW DELHI ☆

23 Non-Controlling Interest

(₹ in crore)

Sr. No.	Particulars	As at 30.09.2020	As at 31.03.2020
	Balance at the beginning of the period	**16,765.57**	**16,363.02**
(i)	Share of Net Profit for the period	1,914.71	2,355.12
(ii)	Re-measurement of Defined Benefit Plans	(1.13)	(1.02)
(iii)	Share of Other Comprehensive Income / (Expense)	129.97	(261.31)
	Share of Total Comprehensive Income	**2,043.55**	**2,092.79**
(i)	Dividend paid to Non-Controlling Interest	-	(1,028.97)
(ii)	Dividend Distribution tax paid for Non-Controlling Interest	-	(211.28)
(iii)	Others	417.60	(450.00)
	Balance at the end of the period	**19,226.72**	**16,765.57**

24 Interest Income

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
A	**On Financial Assets measured at Amortised Cost**		
(i)	Interest on Loans	34,672.59	29,860.48
	Less : Rebate for Timely Payment to Borrowers	(107.27)	(196.75)
(ii)	Interest on Deposits with Banks	153.04	87.10
(iii)	Other Interest Income	23.45	26.06
B	**On Financial Assets classified at Fair Value Through Profit or Loss**		
(i)	Interest on Investment	147.20	128.00
(ii)	Other Income	1.52	-
	Total Interest Income (A+B)	**34,890.53**	**29,904.89**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

25 Fees and Commission Income

On the basis of nature of services, the Group's revenue from contracts with customers are:

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Prepayment Premium on Loans	4.90	46.08
(ii)	Fee based Income on Loans	39.02	32.43
(iii)	Fee for implementation of GoI Schemes	32.48	15.90
	Total Fees and Commission Income	**76.40**	**94.41**

26 Net Gain (-) / Loss (+) on Fair Value Changes

(₹ in crores)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	On financial instruments at Fair value through Profit or Loss:		
	- Change in Fair Value of Derivatives	239.38	(192.35)
	- Change in Fair Value of Investments	(10.13)	-
	- Change in Fair Value of Short Term Investment of Surplus Funds in Mutual	(17.58)	-
	Total Net Gain (-) / Loss (+) on Fair Value Changes	**211.67**	**(192.35)**
	Fair value changes:		
(i)	- Realised	100.38	46.54
(ii)	- Unrealised	111.29	(238.89)
	Total Net Gain (-) / Loss (+) on Fair Value Changes	**211.67**	**(192.35)**

27 Other Operating Income

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Sale of Services	93.12	107.76
(ii)	Other	-	0.01
	Total Other Operating Income	**93.12**	**107.77**

28 Other Income

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Excess Liabilities written back	0.05	0.60
(ii)	Miscellaneous Income	31.26	18.50
	Total Other Income	**31.31**	**19.10**

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

29 Finance Costs

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
	On Financial Liabilities Measured At Amortised Cost		
(i)	**Interest on Borrowings**		
	- Term Loans and others	4,005.31	3,796.29
	- Interest on Lease Liability	0.67	0.41
(ii)	**Interest on Debt Securities**		
	- Bonds / Debentures	16,814.58	14,954.56
	- Commercial Paper	104.18	653.42
(iii)	**Interest on Subordinated Liabilities**	622.92	623.80
(iv)	**Other Interest Expense**		
	- Interest on Interest Subsidy Fund	0.71	0.69
	- Interest on advances received from Subsidiaries	1.55	2.86
	- Other	1.75	0.38
	Less: Finance Cost Capitalised	(10.54)	(7.62)
(v)	- Swap Premium (Net)	568.11	65.03
	Total Finance Costs	**22,109.24**	**20,089.82**

30 Fees and Commission Expense

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Agency Fees	1.40	1.10
(ii)	Guarantee, Listing and Trusteeship fees	1.98	5.87
(iii)	Credit Rating Fees	7.62	5.01
(iv)	Other Finance Charges	3.84	2.94
	Total Fees and Commission Expense	**14.84**	**14.92**

31 Impairment on Financial Instruments

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
A	**On Financial Assets measured at Amortised Cost**		
(i)	Loans	1,776.31	72.06
(ii)	Investment (acquired on settlement of loans)	57.63	51.19
(iii)	Write Offs - Loans	448.23	761.69
(iv)	Other Financial Instruments	15.13	14.62
(v)	Letter of Comfort	6.57	(6.37)
	Total Impairment on Financial Instruments	**2,303.87**	**893.19**

32 Employee Benefit Expenses

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Salaries and Wages	132.04	150.92
(ii)	Contribution to Provident and other Funds	19.70	19.29
(iii)	Staff Welfare Expenses	25.71	44.39
(iv)	Rent for Residential Accommodation of Employees	3.88	3.05
	Total Employee Benefit Expenses	**181.33**	**217.65**

33 Other Expenses

(₹ in crore)

Sr. No.	Particulars	Half Year ended 30.09.2020	Half Year ended 30.09.2019
(i)	Rent, Taxes and Energy Cost	10.50	16.22
(ii)	Repairs and Maintenance	8.59	9.59
(iii)	Communication Costs	1.25	1.55
(iv)	Printing and Stationery	0.78	2.05
(v)	Advertisement and Publicity	7.07	6.95
(vi)	Directors Fees, Allowance & Expenses	0.13	0.20
(vii)	Auditor's fees and expenses	0.73	0.46
(viii)	Legal & Professional charges	10.04	13.15
(ix)	Insurance	0.17	0.10
(x)	Travelling and Conveyance	8.32	14.74
(xi)	Net Loss / (Gain) on derecognition of Property, Plant and Equipment	3.13	0.81
(xii)	Other Expenditure	39.39	42.66
	Total Other Expenses	**90.10**	**108.48**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Group's Significant Accounting Policies

The group's significant accounting policies applied in preparation of the Consolidated Financial Statements are as given below:

1.1 Basis of Preparation and Measurement

These Consolidated Financial Statements have been prepared on going concern basis following accrual system of accounting. The assets and liabilities have been measured at historical cost or at amortised cost or at fair value at the end of each reporting period.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value measurements are categorised into Level 1, 2 or 3 as per Ind AS requirement, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

1.2 Basis of Consolidation

The Consolidated Financial Statements incorporate the financial statements of the Company and its subsidiaries (collectively referred as the "Group"). The Group has investment in joint venture entity and associates which are accounted using equity method in these Consolidated Financial Statements.

The financial statements of Subsidiaries, Joint Venture and Associates are drawn up to the same reporting date as of the Company for the purpose of Consolidation.

i) Subsidiaries:

A subsidiary is an entity over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which the Company obtains the control (except for Business Combinations under Common Control).

The Company combines the financial statements of its subsidiaries on a line by line basis, adding together like items of assets, liabilities, equity, income and expenses. The carrying amount of the Company's investment in each subsidiary and the Company's portion of equity of each subsidiary are eliminated. Intercompany transactions, balances, unrealised gains on transactions between the Company and subsidiaries are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

Non-controlling interests (NCI) represent the proportion of income, other comprehensive income and net assets in subsidiaries that is not attributable to the Company's shareholders. Non-controlling interests are initially measured at the proportionate share of the recognised amounts of the acquiree's identifiable net assets. Subsequent to acquisition, the carrying amount of non- controlling interests is the amount of the interest at initial recognition plus the non-controlling interests' share of subsequent changes in equity.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

The Consolidated Financial Statements are prepared using uniform accounting policies consistently for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Company's Standalone Financial Statements except as otherwise stated. When necessary, adjustments are made to the financial statements to bring their accounting policies in line with the Group's Significant Accounting Policies.

If the Company loses control over a subsidiary, it derecognizes the assets and liabilities of the subsidiary and any related NCI and other components of equity. Any interest retained in the former subsidiary is measured at fair value at the date the control is lost. Any resulting gain or loss is recognized in Statement of Profit and Loss.

ii) Joint Venture and Associates:

A Joint Venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

An Associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

The results and assets and liabilities of Joint Venture or Associates are incorporated in these Consolidated Financial Statements using the equity method of accounting, except when the investment or a portion thereof, is classified as held for sale, in which case it is measured at lower of their carrying amount and fair value less cost to sell. Under the equity method, an investment in a Joint Venture or Associate is initially recognised in the Consolidated Balance Sheet at cost and adjusted thereafter to recognise the Group's share of the profit or loss and other comprehensive income of the Joint Venture or Associate. Distributions received from a joint venture/ associate reduce the carrying amount of the investment.

Upon loss of joint control over the Joint Venture or significant influence over the Associate, the Company measures and recognises any retained investment at its fair value. Any difference between a) the carrying amount of the Joint Venture or Associate upon loss of joint control or significant influence respectively and b) the fair value of the retained investment and proceeds from disposal is recognised in Statement of Profit and Loss.

1.3 Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits. The Group considers cash equivalents as all short term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

1.4 Derivative financial instruments

1.4.1 The Group enters into a variety of derivative financial instruments such as Principal only swaps, Interest rate swaps, Options and forward contracts to manage its exposure to interest rate and foreign exchange rate risks.

1.4.2 The Group designates certain derivative contracts under hedge relationship either as cash flow hedges or fair value hedges.

Cash flow hedge

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in Other Comprehensive Income. The gain or loss relating to ineffective portion is recognised immediately in Consolidated Statement of Profit and Loss. Amounts recognised in Other Comprehensive Income (being effective portion) are reclassified to Consolidated Statement of Profit and Loss in the periods when the hedged item affects profit or loss.

Fair value hedge

Changes in fair value of the designated portion of derivatives that qualify as fair value hedges are recognised in Consolidated Statement of Profit and Loss immediately, together with any changes in the fair value of the hedged item that are attributable to the hedged risk. The change in the fair value of the designated portion of hedging instrument and the change in the hedged item attributable to the hedged risk are recognised in Consolidated Statement of Profit and Loss in the line item relating to the hedged item.

Hedge accounting is discontinued when the hedging instrument expires, or terminated, or exercised, or when it no longer qualifies for hedge accounting.

1.4.3 Derivatives, other than those designated under hedge relationship, are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently re-measured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in Consolidated Statement of Profit and Loss.

1.5 Financial instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instruments.

On initial recognition, financial assets and financial liabilities are recognised at fair value plus/ minus transaction cost that is attributable to the acquisition or issue of financial assets and financial liabilities. In case of financial assets and financial liabilities which are recognised at fair value through profit and loss (FVTPL), its transaction costs are recognised in Consolidated Statement of Profit and Loss.

1.5.1 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a settlement date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

After initial recognition, financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

i) Classification and Measurement of Financial assets (other than Equity instruments)

a) Financial assets at Amortised Cost:

Financial assets that meet the following conditions are subsequently measured at amortised cost using Effective Interest Rate method (EIR):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

Effective Interest Rate (EIR) method

The effective interest rate method is a method of calculating the amortised cost of financial asset and of allocating interest income over the expected life. The Group while applying EIR method, generally amortises any fees, transaction costs and other premiums or discount that are integral part of the effective interest rate of a financial instrument.

Income is recognised in the Consolidated Statement of Profit and Loss on an effective interest rate basis for financial assets other than those classified as at FVTPL.

EIR is determined at the initial recognition of the financial asset. EIR is subsequently updated at every reset, in accordance with the terms of the respective contract.

Once the terms of financial assets are renegotiated, other than market driven interest rate movement, any gain / loss measured using the previous EIR as calculated before the modification, is recognised in the Consolidated Statement of Profit and Loss in period during which such renegotiations occur.

b) Financial assets at Fair Value through Other Comprehensive Income (FVTOCI)

A financial asset is measured at FVTOCI if both the following conditions are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial asset; and
- the contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

All fair value changes are recognised in Other Comprehensive Income (OCI) and accumulated in Reserve.

c) Financial assets at fair value through profit or loss (FVTPL)

A financial asset is measured at FVTPL unless it is measured at amortised cost or FVTOCI, with all changes in fair value recognised in Consolidated Statement of Profit and Loss.

Business Model

An assessment of business model for managing financial assets is fundamental to the classification of a financial asset. The Group determines the business model at a level that reflects how financial assets are managed together to achieve a particular business objective of generating cash flows. The Group's business model assessment is performed at a higher level of aggregation rather than on an instrument-by-instrument basis.

The Group is primarily in the business of lending loans across power sector value chain and such loans are managed to realize the contractual cash flows over the tenure of the loan. Further, other financial assets may also be held by the Group to collect the contractual cash flows.

ii) Classification and measurement of Equity Instruments

All equity investments other than in subsidiaries, joint ventures and associates are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Group at initial recognition makes an irrevocable election to classify it as either FVTOCI or FVTPL. The Group makes such election on an instrument by instrument basis.

An equity investment classified as FVTOCI is initially measured at fair value plus transaction costs. Subsequently, it is measured at fair value and, all fair value changes are recognised in Consolidated Other Comprehensive Income (OCI) and accumulated in Consolidated Reserve. There is no recycling of

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

the amounts from Consolidated OCI to Consolidated Statement of Profit and Loss, even on sale of investment. However, the Group transfers the same within Consolidated equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Consolidated Statement of Profit and Loss.

iii) Impairment of financial assets

a) Subsequent to initial recognition, the Group recognises expected credit loss (ECL) on financial assets measured at amortised cost as required under Ind AS 109 'Financial Instruments'. ECL on such financial assets, other than loan assets, is measured at an amount equal to life time expected losses. The Group presents the ECL charge or reversal (where the net amount is a negative balance for a particular period) in the Consolidated Statement of Profit and Loss as "Impairment on financial instruments".

The impairment requirements for the recognition and measurement of ECL are equally applied to loan asset at FVTOCI except that ECL is recognised in Other Comprehensive Income and is not reduced from the carrying amount in the Balance Sheet.

b) Impairment of Loan Assets and commitments under Letter of Comfort (LoC):

The Group measures ECL on loan assets at an amount equal to the lifetime ECL if there is credit impairment or there has been significant increase in credit risk (SICR) since initial recognition. If there is no SICR as compared to initial recognition, the Group measures ECL at an amount equal to 12-month ECL. When making the assessment of whether there has been a SICR since initial recognition, the Group considers reasonable and supportable information, that is available without undue cost or effort. If the Group measured loss allowance as lifetime ECL in the previous period, but determines in a subsequent period that there has been no SICR since initial recognition due to improvement in credit quality, the Group again measures the loss allowance based on 12-month ECL.

ECL is measured on individual basis for credit impaired loan assets, and on other loan assets it is generally measured on collective basis using homogenous groups.

The Group measures impairment on commitments under LoC on similar basis as in case of Loan assets.

c) The impairment losses and reversals are recognised in Consolidated Statement of Profit and Loss.

d) Financial assets are written off by RECL either partially or in their entirety only when it has stopped pursuing the recovery.

iv) De-recognition of financial assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset along with all the substantial risks and rewards of ownership of the asset to another party.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received & receivable, and the cumulative gain or loss that had been recognised in Consolidated Other Comprehensive Income and accumulated in Consolidated Equity, is recognised in Consolidated Statement of Profit and Loss if such gain or loss would have otherwise been recognised in Consolidated Statement of Profit and Loss on disposal of that financial asset.

1.5.2 Financial liabilities

G.S. MAHAJAN NOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

i) All financial liabilities other than derivatives and financial guarantee contracts are subsequently measured at amortised cost using the effective interest rate (EIR) method.

EIR is determined at the initial recognition of the financial liability. EIR is subsequently updated for financial liabilities having floating interest rate, at the respective reset date, in accordance with the terms of the respective contract.

ii) Financial guarantee

A financial guarantee issued by the Group is initially measured at fair value and, if not designated as at FVTPL, is subsequently measured at the higher of:

- the best estimate of expenditure required to settle any financial obligation arising as a result of the guarantee; and
- the amount initially recognised less, when appropriate, the cumulative amount of income recognised in the Consolidated Statement of Profit and Loss.

iii) De-recognition of financial liabilities

The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid & payable is recognised in Consolidated Statement of Profit and Loss.

1.5.3 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

1.6 Investment property

Investment properties are the assets which have undetermined future use. Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, the investment properties are stated at cost less accumulated depreciation. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group beyond one year. All other repair and maintenance costs are recognized in the Consolidated Statement of Profit and Loss as incurred.

Subsequent measurement (depreciation and useful lives)
The Group only has land as an investment property, which is not depreciated.

De-recognition
An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in Consolidated Statement of Profit and Loss in the period in which the property is derecognized.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

1.7 Property, Plant and Equipment (PPE) and Depreciation

i. Items of PPE are initially recognised at cost. Subsequent measurement is done at cost less accumulated depreciation and accumulated impairment losses, if any, except for freehold land which is not depreciated. An item of PPE retired from active use and held for disposal is stated at lower of its book value or net realizable value.

ii. The expenditure incurred on improvement of leasehold premises is recognised at cost and is shown as "Leasehold Improvements" under PPE.

iii. In case of assets put to use, capitalisation is done on the basis of bills approved or estimated value of work done as per contracts where final bill(s) is/are yet to be received / approved subject to necessary adjustment in the year of final settlement.

iv. Cost of replacing part of an item of PPE is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. Maintenance or servicing costs of PPE are recognized in Consolidated Statement of Profit and Loss as incurred.

v. Under-construction PPE is carried at cost, less any recognised impairment loss. Such PPE items are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as of other assets, commences when the assets are ready for their intended use.

vi. Depreciation is recognised so as to write-off the cost of assets less their residual values# as per written down value method*, over the estimated useful lives that are similar to as prescribed in Schedule II to the Companies Act, 2013, except following:

Nature of PPE	Life of PPE
Cell phones(1)	2 years
Lease hold improvement(2)	Lease period or their useful lives whichever is shorter (in case of PFCCL)

Residual value is estimated as 5% of the original cost of PPE.

* Depreciation is provided using Straight line method by RECL

(1) Useful life has been taken as 2 years by the Group

(2) Lease hold improvements are amortised on straight line basis

vii. Depreciation on additions to/deductions from PPE during the year is charged on pro-rata basis from/up to the month in which the asset is available for use/disposed.

viii. An item of PPE is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the de-recognition of an item of PPE is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in the Consolidated Statement of Profit and Loss.

ix. Items of PPE costing up to ₹ 5000/- each are fully depreciated, in the year of purchase.

x. The cost of PPE under construction at the reporting date is disclosed as 'Capital work-in-progress.' The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price. Advances paid for the acquisition/ construction of PPE which are outstanding at the Balance Sheet date are classified under 'Capital Advances.'

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

1.8 Intangible assets and Amortisation

i. Intangible assets with finite useful lives that are acquired separately are recognised at cost. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use. Subsequent measurement is done at cost less accumulated amortisation and accumulated impairment losses, if any. Amortisation is recognised on a straight-line basis over their estimated useful lives.

ii. Expenditure incurred which are eligible for capitalisation under intangible assets is carried as Intangible Assets under Development till they are ready for their intended use.

iii. Estimated useful life of intangible assets with finite useful lives has been estimated by the Group as 5 years. In case of PFCCL, life is estimated as 36 months.

iv. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in the Consolidated Statement of Profit and Loss when the asset is derecognised.

v. Expenditure incurred which are eligible for capitalization under intangible assets is carried as 'Intangible assets under development' till they are ready for their intended use.

1.9 Assets/ Disposal Groups held for sale

Assets are classified as held for sale if their carrying amount will have recovered principally through sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at lower of their carrying amount or fair value less cost to sell, except for assets such as deferred tax, assets arising from employee benefit, financials assets and contractual rights under insurance contracts, which are specifically exempted from this requirement.

Non-current assets are not depreciated or amortised while they are classified as held for sale. Non-current assets held for sale are presented separately from other assets in the Balance Sheet.

Where the Group is committed to a sale plan involving loss of control of an entity, it classifies investment in the entity (i.e. all the assets and liabilities of that entity) as held for sale.

1.10 Provisions, Contingent Liabilities and Contingent Assets

i. Provisions are recognised when the Group has a present legal or constructive obligation as a result of a past event, if it is probable that the Group will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

ii. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

iii. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

iv. Where it is not probable that an outflow of economic benefits will be required or the amount cannot be estimated reliably, the obligation is disclosed as contingent liability in notes to accounts, unless the probability of outflow of economic benefits is remote.

v. Contingent assets are not recognised in the financial statements. However, contingent assets are disclosed in the financial statements when inflow of economic benefits is probable.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

1.11 **Recognition of Income and Expenditure**

i. Interest income on financial assets subsequently measured at amortized cost, is recognized using the Effective Interest Rate (EIR) method. The Effective Interest Rate (EIR) is the rate that exactly discounts estimated future cash receipts through expected life of the financial asset to that asset's net carrying amount on initial recognition.

ii. Unless otherwise specified, the recoveries from the borrowers of RECL are appropriated in the order of (i) costs and expenses of RECL (ii) delayed and penal interest including interest tax, if any (iii) overdue interest including interest tax, if any and (iv) repayment of principal; the oldest being adjusted first, except for credit impaired loans and recalled loans, where principal amount is appropriated only after the complete recovery of other costs, expenses, delayed and penal interest and overdue interest including interest tax, if any. The recovery under One Time Settlement (OTS)/ Insolvency and Bankruptcy Code (IBC) proceedings is appropriated first towards the principal outstanding and remaining recovery thereafter, towards interest and other charges, if any.

iii. Interest on financial assets subsequently measured at fair value through profit and loss, is recognized on accrual basis in accordance with the terms of the respective contract and is disclosed separately under Interest Income.

iv. Rebate on account of timely payment of dues by borrowers is recognized on receipt of entire dues in time, in accordance with the terms of the respective contract and is presented against the corresponding interest income.

v. The Group uses the principles laid down by Ind AS 115 to determine that how much and when revenue is recognized, what is the nature, amount, timing and uncertainty of revenues etc. In accordance with the same, revenue is recognised through a five-step approach:

a. Identify the contract(s) with customer;
b. Identify separate performance obligations in the contract;
c. Determine the transaction price;
d. Allocate the transaction price to the performance obligations; and
e. Recognise revenue when a performance obligation is satisfied.

Revenues are measured at the fair value of the consideration received or receivable, net of discounts and other indirect taxes.

In Cost Plus Contracts - Revenue is recognised by including eligible contractual items of expenditures plus proportionate margin as per contract;

In Fixed Price Contracts – Revenue is recognised on the basis of stage of completion of the contract. The Group has assessed that the stage of completion is determined as the proportion of the total time expected to complete the performance obligation to that has lapsed at the end of the reporting period, which is an appropriate measure of progress towards complete satisfaction of these performance obligations under Ind AS 115.

Estimates of revenues, costs or extent of progress toward completion are revised if circumstances change. Any resulting increases or decreases in estimated revenues or costs are reflected in profit or loss in the period in which the circumstances that give rise to the revision become known by management.

vi. Revenue from consulting services, in connection with development of Independent Transmission Projects (ITP) and Ultra Mega Power Projects (UMPP) taken up as per the directions from the Ministry of Power, Government of India, is recognized on completed contract method basis i.e. when the ITP /UMPP created for the project is transferred to a successful bidder evidenced by share purchase agreement. The expenses incurred on development of these projects which are not recovered as

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

direct costs are recovered through billing manpower charges at agreed charge out rates decided by the management.

vii. The sale proceeds from Request for qualification (RfQ) documents for Independent Transmission Projects (ITPs) and Ultra Mega Power Project (UMPPs) are accounted for when received.

viii. Income from short /medium term bidding of power and Coal Flexibility Scheme is recognised when letter of award (LOA) is issued to the successful bidder.

ix. Dividend income from investments is recognized in Consolidated Statement of Profit and Loss when the Group's right to receive dividend is established, which in the case of quoted securities is the ex-dividend date.

x. Dividend on financial assets subsequently measured at fair value through profit and loss is recognised separately under the head 'Dividend Income'.

xi. Interest expense on borrowings subsequently measured at amortized cost is recognized using Effective Interest Rate (EIR) method.

xii. Other income and expenses are accounted on accrual basis, in accordance with terms of the respective contract.

xiii. A Prepaid expense up to ₹ 1,00,000/- is recognized as expense upon initial recognition.

1.12 Expenditure on issue of shares

Expenditure on issue of shares is charged to the securities premium account.

1.13 Borrowing costs

Borrowing costs consist of interest and other costs that the Group incurred in connection with the borrowing of funds. Borrowing costs that are directly attributable to the acquisition and/ or construction of a qualifying asset, till the time such a qualifying asset becomes ready for its intended use sale, are capitalized. A qualifying asset is one that necessarily takes a substantial period to get ready for its intended use.

All other borrowing costs are charged to the Consolidated Statement of Profit and Loss on an accrual basis as per the effective interest rate method.

1.14 Employee benefits

i. <u>Defined Contribution Plan</u>

Group's contribution paid / payable during the reporting period towards provident fund and pension are charged in the Consolidated Statement of Profit and Loss when employees have rendered service entitling them to the contributions.

ii. <u>Defined Benefit Plan</u>

The Group's obligation towards gratuity to employees and post-retirement benefits such as medical benefit, economic rehabilitation benefit and settlement allowance after retirement are determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Actuarial gain / loss on re-measurement of gratuity and other post-employment defined benefit plans is recognized in Other Comprehensive Income (OCI). Past service cost is recognized in the Consolidated Statement of Profit and Loss in the period of a plan amendment.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

iii. Other long term employee benefits

The Group's obligation towards leave encashment, service award scheme is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. These obligations are recognized in the Consolidated Statement of Profit and Loss.

iv. Short term employee benefits

Short term employee benefits such as salaries and wages are recognised in the Consolidated Statement of Profit and Loss, in the period in which the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

v. Loan to employees at concessional rate

Loans given to employees at concessional rate are initially recognized at fair value and subsequently measured at amortised cost. The difference between the initial fair value of such loans and transaction value is recognised as deferred employee cost upon issuance of Loan, which is amortised on a straight-line basis over the expected remaining period of the loan. In case of change in expected remaining period of the loan, the unamortised deferred employee cost on the date of change is amortised over the updated expected remaining period of the Loan on a prospective basis.

1.15 Income Taxes

Income Tax expense comprises of current and deferred tax. It is recognised in Consolidated Statement of Profit and Loss, except when it relates to an item that is recognised in OCI or directly in equity, in which case, tax is also recognised in OCI or directly in equity.

i. Current Tax

Current tax is the expected tax payable on taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustments to tax payable in respect of previous years.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and liability on a net basis.

ii. Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Consolidated Financial Statements and the corresponding tax bases used in the computation of taxable income. Deferred tax is measured at the tax rates based on the laws that have been enacted or substantively enacted by the reporting date, based on the expected manner of realisation or settlement of the carrying amount of assets / liabilities. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against liabilities, and they relate to income taxes levied by the same tax authority.

A deferred tax liability is recognised for all taxable temporary differences. A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

iii. Additional Income Tax that arises from distribution of dividend is recognized at the same time when the liability to pay dividend is recognized.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

1.16 **Leasing**

For recognition, measurement and presentation of lease contracts, the Group applies the principles of Ind AS 116 'Leases'.

The Group as a lessee

The Group at inception of a contract assesses, whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether (a) the Group has substantially all of the economic benefits from use of the asset through the period of the lease, and (b) the Group has the right to direct the use of the identified asset.

The Group at inception of a lease contract recognizes a Right-of-Use (RoU) asset at cost and a corresponding lease liability, except for leases with term of less than twelve months (short term) and low-value assets which are recognised as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. RoU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use (RoU) assets are initially recognized at cost, which comprise the initial amount of the lease liability adjusted for any lease payments made at or before the inception date of the lease plus any initial direct costs, less any lease incentives received. They are subsequently measured at cost less any accumulated depreciation and accumulated impairment losses. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use assets.

The lease liability is initially measured at amortised cost at the present value of future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the Group's incremental borrowing rates in the country of domicile of the leases.

Lease liabilities are re-measured with a corresponding adjustment to the related right-of-use (RoU) asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and RoU asset is separately presented in the Balance Sheet. Interest expense on lease liability is presented separately from depreciation on right of use asset as a component of finance cost in the Consolidated Statement of Profit & Loss. Lease payments are classified as Cash flow used in financing activities.

The Group as a lessor

Leases for which the Group is a lessor is classified as a finance or operating lease. Contracts in which all the risks and rewards of the lease are substantially transferred to the lessee are classified as a finance lease. All other leases are classified as operating leases. For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

Amount due from lessee under finance leases is recognised as receivable at an amount equal to the net investment of the Group in the lease. Finance income on the lease is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding in respect of lease at the reporting date.

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1.17 Foreign Currency Transactions and Translations

The functional currency of the Group is Indian Rupees. Foreign currency transactions are translated into the functional currency using exchange rates at the date of the transaction.

At the end of each reporting period, monetary items denominated in foreign currency are translated using exchange rates prevailing on the last day of the reporting period. Exchange differences on monetary items are recognised in the Consolidated Statement of Profit and Loss in the period in which they arise. However, for the long-term monetary items recognised in the consolidated financial statements before 1 April 2018, such exchange differences are accumulated in a "Foreign Currency Monetary Item Translation Difference Account" and amortized over the balance period of such long term monetary item.

1.18 Business Combination under Common Control

A business combination involving entities or businesses under common control is a business combination in which all of the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination and that control is not transitory.

Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method as follows:

- The assets and liabilities of the combining entities are reflected at their carrying amounts.
- No adjustments are made to reflect fair values, or recognize new assets or liabilities. Adjustments are made only to harmonize significant accounting policies.
- The financial information in the Consolidated Financial Statements in respect of prior periods is restated as if the business combination has occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The balance of the retained earnings appearing in the Consolidated Financial Statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee. The identity of the reserves is preserved and the reserves of the transferor become the reserves of the transferee.

The difference, if any, between the amounts recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve and is presented separately from other capital reserves.

1.19 Material prior period errors

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated.

1.20 Dividends

Final dividends are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Board of Directors of the respective company in the Group.

1.21 Earnings per share

Basic earnings per equity share are calculated by dividing the net profit or loss attributable to equity shareholders of the Group by the weighted average number of equity shares outstanding during the financial year.

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To calculate diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

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Summarised Notes to Unaudited Consolidated Interim Financial Statement:

1	These Unaudited Consolidated Interim Financial Statement (Statements) have been reviewed & recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company in their respective meetings held on 12.11.2020. The same have been subjected to limited review by Joint Statutory Auditors, Gandhi Minocha & Co., Chartered Accountants and Dass Gupta & Associates, Chartered Accountants in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountant of India.
2	These Statements have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('Ind AS') - 34 'Interim Financial Reporting', notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
3	Consolidated financial results for the quarter and half year ended 30.09.2020 include audited consolidated result of one subsidiary and management approved results of one subsidiary; one joint venture entity and fifteen associates. Financial results of these subsidiaries, joint venture entity and associates have been consolidated in accordance with Ind AS 110 – 'Consolidated Financial Statements', Ind AS 111 – 'Joint Arrangements' and Ind AS 28- 'Investments in Associates and Joint Ventures'.
4	Detail of credit impaired loans and impairment loss allowance thereon (including on Commitments) maintained by the Company and its subsidiary REC Ltd., as per Ind AS 109 is as under.

(₹ in crore)

S. No.	Particulars	As on 30.09.2020	As on 31.03.2020
a)	Credit Impaired loans	44,747.40	49,127.25
b)	Impairment Loss Allowance Maintained	26,035.35	25,300.59
c)	Impairment Loss Allowance Coverage (%) (b/a)	58.18%	51.50%

5	As a matter of prudence, income on credit impaired loans is recognised as and when received and / or on accrual basis when expected realisation is higher than the loan amount outstanding.
6	The outbreak of COVID-19 has caused significant disturbance in the financial markets across the globe. The situation has been under close watch by the Group to take prompt actions for smooth operation of business. The impact of COVID-19 on the business operations of the Group is given at **Annexure -'A'**.
7	In the context of reporting business / geographical segment as required by Ind AS 108 - "Operating Segments", the Group's operations comprise of only one business segment - lending to power sector entities. Hence, there is no reportable segment as per Ind AS 108.
8	Figures for the previous periods have been regrouped / rearranged wherever necessary, in order to make them comparable.

R.S. Dhillon
Chairman & Managing Director
DIN – 00278074

PLACE: NEW DELHI
DATE: 12.11.2020

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Impact of COVID 19 on the Group

The outbreak of COVID-19 has caused significant disturbances in financial structures across the globe. In India, a nationwide lockdown was declared by Central Government in March, 2020. However, with the gradual unlocking across the country, the economic activities are gradually resuming. The Group continues to leverage its technological capabilities to carry its operations remotely as well.

Power consumption clocked double digit YoY growth of 12.10 % in October, buoyed by recovery in commercial and industrial activity as compared to a growth of 4.60 % in September, 2020. To mitigate the burden of debt servicing brought about by the disruptions of the business activities, the company and its subsidiary REC Ltd in accordance with RBI guidelines relating to COVID-19 Regulatory Package dated 27.03.2020, 17.04.2020 and 23.05.2020, has offered moratorium on payment of instalments falling due between March 1, 2020 and August 31, 2020 to eligible borrowers. In pursuance of the moratorium policy, an amount of ₹ 34,159 crore falling due from 01.03.2020 to 31.08.2020 has been granted moratorium.

The Government of India, as a part of its Covid-19 package announcement, has also announced liquidity injection to the State Discoms in the form of State Government guaranteed loans through the Company and its subsidiary viz. REC Ltd. The Company and its subsidiary REC Ltd, upto 31.10.2020, has sanctioned an amount of ₹ 1,18,273 crore respectively under this scheme of liquidity package to eligible Discoms.

The Group has not experienced any significant impact on its liquidity position due to the access to diversified sources of borrowings. The Group continues to be well geared to meet its funding needs. It holds sufficient liquidity as well as adequate undrawn lines of credits from various banks. Considering high credit worthiness and well-established relationship of the Group with lenders, it can continue to mobilise sufficient funds from domestic & international markets.

In view of the above, the Management believes that there will not be significant impact of this outbreak in continuing its business operations, in maintaining its financial position and in assessing its ability to continue as a going concern. However, the impact of this pandemic on the Group will, inter alia, continue to be dependent on future developments relating to duration & severity of Covid-19, and any further actions by the Government & Regulatory bodies to contain its impact on the power sector and on the NBFCs. The Group shall also continue to closely monitor any material changes arising of uncertain future economic conditions and potential impact on its business.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

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Power Finance Corporation Limited

Consolidated Financial Statements FY 2019-20

Gandhi Minocha & Co.
Chartered Accountants,
B-6, Shakti Nagar Extension,
New Delhi – 110052

Dass Gupta & Associates
Chartered Accountants,
B-4, Gulmohar Park,
New Delhi – 110 049

Independent Auditors' Report

TO THE MEMBERS OF POWER FINANCE CORPORATION LIMITED

REPORT ON THE AUDIT OF THE CONSOLIDATED IND AS FINANCIAL STATEMENTS

OPINION

We have audited the accompanying Consolidated Ind AS Financial Statements of Power Finance Corporation Limited (hereinafter referred to as "Holding Company") and its subsidiaries (Holding company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entity, which comprise the Consolidated Balance Sheet as at 31st March, 2020, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated statement of Changes in Equity and the Consolidated Cash Flow Statement for the year then ended, and notes to the consolidated Ind AS financial statements, including a summary of significant accounting policies (hereinafter referred to as "the Consolidated Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate Ind AS financial statements and on the other financial information of the subsidiaries, associates and jointly controlled entity, the aforesaid Consolidated Ind AS Financial Statements give the information required by the Companies Act, 2013 (hereinafter referred to as "the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its associates and jointly controlled entity as at 31st March, 2020, of consolidated profit (including other comprehensive income), consolidated changes in equity and its consolidated cash flows for the year then ended.

BASIS FOR OPINION

We conducted our audit of the Consolidated Ind AS Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Ind AS Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Ind AS Financial Statements.

Gandhi Minocha & Co. Chartered Accountants New Delhi

Dass Gupta & Associates Chartered Accountants

Emphasis of matter

We draw attention to Note No.68 of the Consolidated Ind AS Financial Statements regarding the impact of COVID-19 pandemic on the Group. Management is of the view that there are no reasons to believe that the pandemic will have any significant impact on the ability of the Group to continue as a going concern. Nevertheless, the impact in sight of evolvement of pandemic in future period is uncertain and could impact the impairment allowance in future years.

Our opinion is not modified in respect of the matter.

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the Key Audit Matters to be communicated in our report:

Sr. No.	Key Audit Matter	Auditors' Response
1	Credit impairment of financial instruments- Loan Assets The Holding Company follows a Board approved methodology wherein assessment for allowance is carried out by an external agency for impairment based on certain guidelines and procedures in respect of criterion/framework classifying the assets into various stages depending upon credit risk and level of evidence of impairment. Impairment loss measurement requires use of statistical models to estimate the Probabilities of Default (PD), Loss Given Default (LGD) and Exposure at Default (EAD). These models are key driver to measure Impairment loss. The key indicators underlying for assessment of impairment allowance are appraised on the ongoing basis by the management. The most significant areas where we identified greater levels of management Judgement are:	**Our audit procedures included:** • Company has availed services of independent expert to estimate the carrying value of the loan assets. We verified the criterion/ framework with various regulatory updates along with Company's internal guidelines and procedures in respect of the impairment allowance as well as the completeness and accuracy of the data shared with the independent experts. • Recoveries are verified applying the standard audit procedures. Loan balances are confirmed and quality of the borrower is evaluated and tested with key control parameters. • We have reviewed the underlying assumptions and broad methodology of ECL assessment and shared our inputs.

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	Significant Increase in Credit Risk (SICR) – Company has classified SICR based on the indicator defined in Ind AS, estimate the Probabilities of Default (PD), Loss Given Default (LGD) and Individually assessed Stage 3 carrying value – the carrying value of loans and advances to borrowers may be materially misstated if individual impairments are not appropriately estimated based upon future cash flow and asset valuations. The effect of these matters is that, as part of our risk assessment, we determined that the value of ECL has a high degree of estimation & uncertainty. In view of the significance of the amount of loan assets in the standalone Ind AS Financial Statements as % of total assets, impairment of loan assets there on has been considered as Key Audit Matter in our audit.	• Components and calculations in the study for impairment allowance carried out by the third party are test checks, discussed with management and relied upon by us. We considered the credit impairment charge and provision recognized and the related disclosures to be acceptable & satisfactory.
2	**Fair Valuation of Derivative financial instruments** The Holding Company enters into derivative contracts in accordance with RBI guidelines to mitigate its currency and interest rate risk in accordance with Company's board approved currency risk management policy. Derivative contracts are either categorized at FVTPL or under cash flow hedge (Hedge Accounting). Mark to market gain/loss on derivates categorized at FVTPL is recognized in P&L and that of Hedge Accounting is recognized in the other comprehensive income. We consider the valuation of the derivative financial instruments and hedge accounting as a key audit matter due to material exposure and the fact that the inappropriate application of	**Our audit procedures included:** Discussing and understanding management's perception and studying policy of the company for risk management. Verification of fair value of derivative in term of Ind AS 109. Evaluation of key internal control over classification, of derivative instruments. Company obtains fair value of derivative from the counterparty banks. Our procedure includes evaluation of details of various financial derivative contracts outstanding as on 31.03.2020 and fair value thereon. Additionally, we verified the accounting of gain or loss on mark to market basis of derivative contracts in profit & loss account and other comprehensive income in case of

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	these requirements/assumptions/estimate by contracting bank could lead to a material effect on the income statement.	derivates contracts under cash flow hedge. We did not find any material misstatement in measuring derivative contracts at fair value obtained from counterparty banks
3	**Alternate audit procedure carried out in light of COVID– 19 outbreaks** Due to the outbreak of COVID-19 pandemic, the consequent nationwide lockdown and travel restrictions imposed by the Government/local administration during the period commencing from 25th March, 2020 onwards, the audit processes could not be carried out physically at the company's premises. The statutory audit was conducted via making arrangements to provide requisite documents/ information through electronic medium as an alternative audit procedure. We have identified such alternative audit procedure as a key audit matter.	As a part of alternative audit procedure, the Company has made available the following information / records / documents / explanations to us through email and remote secure network of the Company: - a) Scanned copies of necessary records/ documents deeds, certificates and the related records made available electronically through email or remote secure network of the Company; and b) By way of enquiries through video conferencing, dialogues and discussions over phone, emails and similar communication channels. It has also been represented by the management that the data and information provided electronically for the purpose of our audit are correct, complete, reliable and are directly generated from the accounting system of the Company, extracted from the records and files, without any further manual modifications so as to maintain its integrity, authenticity, readability and completeness. In addition, based on our review of the various internal audit reports / inspection reports, nothing has come to our knowledge that make us believe that such

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		alternate audit procedure would not be adequate.

Information Other than the Consolidated Ind AS Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Management Discussion and Analysis, Business Responsibility Report and Report on Corporate Governance but does not include the consolidated Ind AS financial statements and our auditors' report thereon. The above-referred information is expected to be made available to us after the date of this audit report.

Our opinion on the consolidated Ind AS financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated Ind AS financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED Ind AS FINANCIAL STATEMENTS

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated statement of changes in equity and consolidated cash flows of the Group including its associates and jointly controlled entity in accordance with the accounting principles generally accepted in India, including the applicable Indian Accounting Standards specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rule 2015 as amended (Ind AS). The responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of

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preparation of the Consolidated Ind AS Financial Statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated Ind AS financial statements, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entity are responsible for assessing the ability of the Group and of its associates and jointly controlled entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entity are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entity.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED IND AS FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the consolidated Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Group and its associates and jointly controlled entity have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated Ind AS financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and jointly controlled entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated Ind AS financial statements, including the disclosures, and whether the consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and jointly controlled entity to express an opinion on the consolidated Ind AS financial statements. We are responsible for the direction, supervision and performance of the audit of the Ind AS financial statements of such entities included in the consolidated Ind AS financial statements of which we are the independent auditors. For the other entities included in the consolidated Ind AS financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated Ind AS financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

OTHER MATTERS

1. We did not audit the Ind AS financial statements / financial information of one subsidiary whose financial statements / financial information reflect total assets of ₹ 3,47,030.08 crore as at 31st March, 2020, total revenues of ₹ 30,007.05 crore and net cash flows amounting to ₹ 1,335.72 crore for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statements also include the Group's share of net profit of Nil for the year ended 31st March, 2020, as considered in the consolidated Ind AS

financial statements, in respect of two associates, whose Ind AS financial statements / financial information have not been audited by us. These Ind AS financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Consolidated Ind AS Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and associates, is based solely on the reports of the other auditors.

2. We did not audit the Ind AS financial statements / financial information of two subsidiaries, whose Ind AS financial statements / financial information reflect total assets of ₹ 92.07 crore as at 31st March, 2020, total revenues of ₹ 118.07 crore and net cash flows amounting to ₹ (29.57) crore for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS Financial Statements also include unaudited financial Statements / other financial information in respect of one jointly controlled entity and thirteen associates, whose financial statements reflect Group's share of net profit of ₹ 3.45 crore and ₹ 21.43 crore for the quarter and year ended 31st March, 2020, as considered in the consolidated Ind AS financial statements.

3. These financial statements / financial information are unaudited and have been furnished to us by the Management, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, associates and jointly controlled entity, is based solely on such unaudited Ind AS financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, these Ind AS financial statements / financial information are not material to the Group.

4. The Group has recognized expected credit loss in respect of loan assets and undisbursed letter of comfort as required under Ind AS 109, on the basis of documents provided by independent expert agencies appointed by the Holding Company and its subsidiaries. Since the calculation parameters require certain technical and professional expertise, we and auditors of the subsidiaries have relied on the expected credit loss calculation as provided by the said independent expert agencies.

5. The standalone Ind AS financial statements of the Company for the year ended 31st March, 2019 were audited by the then joint auditors of the Company one of whom is the predecessor audit firms, and have expressed an unmodified opinion dated 29th May, 2019 on such Ind AS financial statements.

Our opinion on the Consolidated Ind AS financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done by expert agency, the reports of the other auditors and the Ind AS financial statements / financial information certified by the Management.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Ind AS Financial Statements.

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Ind AS Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

(c) The consolidated Balance Sheet, the consolidated Statement of Profit and Loss Consolidated change in equity and the consolidated cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Ind AS Financial Statements.

(d) In our opinion, the aforesaid Consolidated Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act read with rule 7 of the Companies (Accounts Rule), 2014.

(e) In terms of Notification No. GSR 463(E) dated 05.06.2015 issued by Ministry of Corporate Affairs, Government of India, provisions of Sub-section 2 of Section 164 of the Act, are not applicable to the Group and its associates & jointly controlled entity, being Government Companies.

(f) With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in **Annexure A**.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

   i. The Consolidated Ind AS Financial Statements disclose the impact of pending litigations on the consolidated financial position of the Group, its associates and jointly controlled entity - Refer Note No. 49 to the Consolidated Ind AS Financial Statements;

   ii. The group, its associates and its jointly controlled entity did not have any material foreseeable losses on long-term contracts including derivative contracts.

   iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies, associate companies and jointly controlled entity incorporated in India.

FOR GANDHI MINOCHA & CO.
Chartered Accountants
Firm's Registration No.: 000458N

CA Manoj Bhardwaj
Partner
Membership No. 098606
UDIN : 20098606AAAABW4034

FOR DASS GUPTA & ASSOCIATES.
Chartered Accountants
Firm's Registration No.: 000112N

CA Ashok Kumar Jain
Partner
Membership No. 090563
UDIN: 20090563AAAAAN2328

Dated: 24th June, 2020

Place: New Delhi

Annexure - A to the Independent Auditors' Report on the Audit of the Consolidated Ind AS Financial Statements

(Referred to in Para 1(f) under the heading 'Report on other Legal and Regulatory Requirements' of our report of even date to The Members of Power Finance Corporation Limited on the consolidated financial statements for the year ended 31st March, 2020)

Report on the Internal Financial Controls with reference to consolidated Ind AS financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated Ind AS financial statements of **Power Finance Corporation Limited** (hereinafter referred to as "the Holding Company") as of and for the year ended 31st March, 2020, We have audited the internal financial controls with reference to consolidated Ind AS financial statements of the Holding Company, its subsidiary companies, its associate companies and jointly controlled entity, which are companies incorporated in India, as of that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The respective Board of Directors of the Holding Company, its subsidiary companies, its associate companies and jointly controlled entity are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company, its subsidiary companies, its associate companies and jointly controlled entity, which are companies incorporated in India, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls with reference to consolidated Ind AS financial statements that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated Ind AS financial statements of the Holding Company, its subsidiary companies, its associate companies and jointly controlled entity, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI prescribed under Sub-section 10 of Section 143 of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the internal financial controls system with reference to consolidated Ind AS financial statements and their operating effectiveness. Our audit of internal financial control with reference to consolidated Ind AS financial statements included obtaining an understanding of internal financial controls with reference to consolidate Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor in terms of their reports referred to in the Other Matters paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to consolidated Ind AS financial statements.

MEANING OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO CONSOLIDATED IND AS FINANCIAL STATEMENTS

A company's internal financial control with reference to Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to Ind AS financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorization of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO CONSOLIDATED IND AS FINANCIAL STATEMENTS

Because of the inherent limitations of internal financial controls with reference to consolidated Ind AS financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated Ind AS financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

GANDHIMINOCHA & CO. * CHARTERED ACCOUNTANTS * New Delhi

OPINION

In our opinion, the Holding Company, its subsidiary companies, its associate companies and jointly controlled entity, which are companies incorporated in India have, in all material respects, an internal financial controls system with reference to Ind AS financial statements and such internal financial controls with reference to Ind AS financial statements were operating effectively as at 31st March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

OTHER MATTERS

Our aforesaid reports under Sub-section 3 (i) of Section 143 of the Act, on the internal financial controls with reference to consolidated Ind AS financial statements in so far as applicable to one subsidiary company and two associate companies is based on the corresponding reports of the auditors of such companies incorporated in India and in respect of two subsidiary, thirteen associates and one jointly controlled entity, we have relied on the explanation provided by the management of holding company in absence of report on Internal Financial Controls of such entity. In our opinion, the same is not considered material for the consolidated Ind AS financial statement of the Group, its associates and its jointly controlled entity.

FOR GANDHI MINOCHA & CO.
Chartered Accountants
Firm's Registration No.: 000458N

CA Manoj Bhardwaj
Partner
Membership No. 098606
UDIN : 20098606AAAARW4034

FOR DASS GUPTA & ASSOCIATES.
Chartered Accountants
Firm's Registration No.: 000112N

CA Ashok Kumar Jain
Partner
Membership No. 090563
UDIN: 20095063AAAAAN2328

Dated: 24th June, 2020
Place: New Delhi

Power Finance Corporation Limited
Consolidated Balance Sheet as at March 31, 2020

(₹ in crore)

Sr. No.	Particulars	Note No.	As at 31.03.2020	As at 31.03.2019
	ASSETS			
1	**Financial Assets**			
(a)	Cash and Cash Equivalents	8	1,905.21	726.64
(b)	Bank Balance other than included in Cash and Cash Equivalents	9	2,282.96	15,650.40
(c)	Derivative Financial Instruments	10	5,182.27	2,370.56
(d)	Trade Receivables	11	137.31	172.13
(e)	Loans	12	6,46,196.11	5,73,661.28
(f)	Investments (Other than accounted for using equity method)	13A	3,853.72	4,122.38
(g)	Other Financial Assets	14	27,462.12	23,712.97
	Total Financial Assets (1)		**6,87,019.70**	**6,20,416.36**
2	**Non- Financial Assets**			
(a)	Current Tax Assets (Net)	15	1,138.33	800.94
(b)	Deferred Tax Assets (Net)	44	5,005.31	6,369.74
(c)	Investment Property	16	0.01	0.01
(d)	Property, Plant and Equipment	17	186.79	186.45
(e)	Capital Work-in-Progress	17	287.62	196.94
(f)	Intangible Assets under development	17	0.77	1.59
(g)	Other Intangible Assets	17	9.23	9.18
(h)	Right of Use Assets	18	42.07	-
(i)	Other Non-Financial Assets	19	263.94	393.50
(j)	Investments accounted for using equity method	13B	549.90	481.35
	Total Non- Financial Assets (2)		**7,483.97**	**8,439.70**
3	Assets Classified as held for sale	20	16.98	12.66
	Total Assets (1+2+3)		**6,94,520.65**	**6,28,868.72**
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	**Financial Liabilities**			
(a)	Derivative Financial Instruments	10	1,925.55	664.99
(b)	Trade Payables	21		
	(i) Total outstanding dues of Micro, Small and Medium Enterprises		0.15	2.65
	(ii) Total outstanding dues of creditors other than Micro, Small and Medium Enterprises		53.07	72.26
(c)	Debt Securities	22	4,41,765.90	3,98,352.00
(d)	Borrowings (other than Debt Securities)	23	1,40,666.72	1,27,007.23
(e)	Subordinated Liabilities	24	14,130.60	14,128.46
(f)	Other Financial Liabilities	25	29,177.04	24,574.28
	Total Financial Liabilities (1)		**6,27,719.03**	**5,64,801.87**
2	**Non- Financial Liabilities**			
(a)	Current Tax Liabilities (Net)	15	67.40	5.74
(b)	Provisions	26	374.32	366.81
(c)	Other Non-Financial Liabilities	27	193.85	209.95
	Total Non- Financial Liabilities (2)		**635.57**	**582.50**
3	Liabilities directly associated with assets classified as held for sale	20	0.68	0.08
	Total Liabilities (1+2+3)		**6,28,355.28**	**5,65,384.45**

Gandhi Minocha & Co. New Delhi Chartered Accountants

Dass Gupta & Associates Chartered Accountants New Delhi

4	**Equity**			
(a)	Equity Share Capital	28	2,640.08	2,640.08
(b)	Other Equity	29	46,759.72	44,481.17
	Equity attributable to owners of the Company (a+b)		**49,399.80**	**47,121.25**
(c)	Non-Controlling interest	30	16,765.57	16,363.02
	Total Equity (4)		**66,165.37**	**63,484.27**
	Total Liabilities and Equity (1+2+3+4)		**6,94,520.65**	**6,28,868.72**

Notes annexed hereto form integral part of Consolidated Financial Statements.

For and on behalf of Board of Directors

(Manohar Balwani)
Company Secretary

(N. B. Gupta)
Director (Finance)
DIN - 00530741

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

Signed in terms of our report of even date attached

For Gandhi Minocha & Co.
Chartered Accountants
Firm Regn. No. - 000458N

(CA Manoj Bhardwaj)
Partner
Membership No. - 098606

For Dass Gupta & Associates
Chartered Accountants
Firm Regn. No. - 000112N

(CA Ashok Kumar Jain)
Partner
Membership No. - 090563

Place : New Delhi
Date : 24.06.2020

Power Finance Corporation Limited
Consolidated Statement of Profit and Loss for the Year ended March 31, 2020

(₹ in crore)

Sr. No.	Particulars	Note No.	Year ended 31.03.2020	Year ended 31.03.2019
	Revenue from Operations			
(i)	Interest Income	31	61,628.35	53,427.41
(ii)	Dividend Income	46	105.65	76.63
(iii)	Fees and Commission Income	32	161.91	374.11
(iv)	Other Operating Income	34	293.53	227.50
I.	**Total Revenue from Operations**		**62,189.44**	**54,105.65**
II.	Other Income	35	85.92	51.18
III.	**Total Income (I+II)**		**62,275.36**	**54,156.83**
	Expenses			
(i)	Finance Costs	36	40,844.65	34,626.80
(ii)	Net Translation / Transaction Exchange Loss / (Gain)	47	4,991.32	1,041.44
(iii)	Fees and Commission Expense	37	36.20	44.47
(iv)	Net Loss / (Gain) on Fair Value changes	33	(673.20)	263.54
(v)	Impairment on Financial Instruments	38	1,910.83	(625.73)
(vi)	Cost of Services Rendered		85.18	85.15
(vii)	Employee Benefit Expenses	39	399.72	362.66
(viii)	Depreciation and Amortisation	17/18	24.43	15.49
(ix)	Corporate Social Responsibility Expenses	48	356.44	206.32
(x)	Other Expenses	40	228.55	318.91
IV.	**Total Expenses**		**48,204.12**	**36,339.05**
V.	**Profit/(Loss) Before Exceptional Items and Tax (III-IV)**		**14,071.24**	**17,817.78**
VI.	Exceptional Items		-	-
VII.	Share of Profit / (Loss) in Joint Venture and Associates		21.43	44.25
VIII.	**Profit/(Loss) Before Tax (V-VI+VII)**		**14,092.67**	**17,862.03**
	Tax Expense:			
	(1) Current Tax	44		
	- Current Year		3,004.98	4,182.75
	- Earlier Years		83.02	(12.75)
	(2) Deferred Tax		1,527.42	1,051.76
IX.	**Total Tax Expense**		**4,615.42**	**5,221.76**
X.	**Profit/(Loss) for the year from Continuing Operations (VIII-IX)**		**9,477.25**	**12,640.27**
XI.	Profit/(Loss) From Discontinued Operations (After Tax)		-	-
XII.	**Profit/(Loss) for the year (for continuing and discontinued operations) (X+XI)**		**9,477.25**	**12,640.27**
XIII.	**Other Comprehensive Income**			
(A)	(i) Items that will not be reclassified to Profit or Loss			
	- Re-measurement of Defined Benefit Plans		(7.96)	(23.00)
	- Net Gain / (Loss) on Fair Value of Equity Instruments		(416.31)	(202.25)
	- Share of Other Comprehensive Income / (Loss) in Joint Venture accounted for using equity method		(0.30)	(0.13)
	(ii) Income Tax relating to items that will not be reclassified to Profit or Loss			
	- Re-measurement of Defined Benefit Plans		0.80	8.46
	- Net Gain / (Loss) on Fair Value of Equity Instruments		12.39	(0.68)
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method		0.05	-
	Sub-Total (A)		**(411.33)**	**(217.60)**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(B)	(i) Items that will be reclassified to Profit or Loss			
	- Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow		(348.86)	(77.08)
	- Cost of Hedging Reserve		(273.61)	-
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method		(3.94)	-
	(ii) Income Tax relating to items that will be reclassified to Profit or Loss			
	- Effective Portion of Gains and (Loss) on Hedging Instruments in Cash Flow		80.27	26.93
	- Cost of Hedging Reserve		68.86	-
	- Share of Other Comprehensive Income/ (loss) of Joint Venture accounted for using equity method		-	-
	Sub-Total (B)		**(477.28)**	**(50.15)**
	Other Comprehensive Income (A+B)		**(888.61)**	**(267.75)**
XIV.	**Total Comprehensive Income for the Year (XII+XIII)**		**8,588.64**	**12,372.52**
	Profit for the year attributable to:			
	- Owners of the Company		7,122.13	9,920.86
	- Non-Controlling Interest		2,355.12	2,719.41
			9,477.25	**12,640.27**
	Other Comprehensive Income for the Year			
	- Owners of the Company		(626.28)	(239.05)
	- Non-Controlling Interest		(262.33)	(28.70)
			(888.61)	**(267.75)**
	Total Other Comprehensive Income for the Year			
	- Owners of the Company		6,495.85	9,681.81
	- Non-Controlling Interest		2,092.79	2,690.71
			8,588.64	**12,372.52**
XV.	**Basic and Diluted Earnings Per Equity Share (Face Value ₹ 10/- each):**	51		
	(1) For continuing operations (in ₹)		26.98	37.58
	(2) For discontinued operations (in ₹)		-	-
	(3) For continuing and discontinued operations (in ₹)		26.98	37.58

Notes annexed hereto form integral part of Consolidated Financial Statements.

For and on behalf of Board of Directors

(Manohar Balwani)
Company Secretary

(N. B. Gupta)
Director (Finance)
DIN - 00530741

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

Signed in terms of our report of even date attached

For Gandhi Minocha & Co.
Chartered Accountants
Firm Regn. No. - 000458N

(CA Manoj Bhardwaj)
Partner
Membership No. - 098606

For Dass Gupta & Associates
Chartered Accountants
Firm Regn. No. - 000112N

(CA Ashok Kumar Jain)
Partner
Membership No. - 090563

Place : New Delhi
Date : 24.06.2020

Power Finance Corporation Limited

Consolidated Statement of Changes in Equity for the Year ended March 31, 2020

A. Equity Share Capital

(₹ in crores)

Particulars	Opening Balance	Changes during the period	Closing Balance
FY 2018-19	2,640.08	-	**2,640.08**
FY 2019-20	2,640.08	-	**2,640.08**

B. Other Equity

(₹ in crore)

Particulars	Reserves and surplus													Other Comprehensive Income				Attributable to owners of the parent	Non-Controlling interest	Total
	Capital Reserve - Common Control	Capital Reserve - Change in shareholding in Joint Venture	Special Reserve created u/s 45-IC(1) of Reserve Bank of India Act, 1934	Reserve for Bad & doubtful debts u/s 36(1)(viia)(c) of Income-Tax Act,1961	Special Reserve created u/s 36(1)(viii) of Income Tax Act, 1961 upto Financial Year 1996-97	Special Reserve created and maintained u/s 36(1)(viii) of Income Tax Act, 1961 from Financial Year 1997-98	Debenture Redemption Reserve	Securities Premium	Foreign Currency Monetary Item Translation Difference Account	Interest Differential Reserve - KFW Loan	General Reserve	Impairment Reserve	Retained Earnings	Equity Instruments through Other comprehensive Income	Effective portion of Gain / (Loss) on Hedging Instruments in Cash Flow Hedges	Costs of Hedging Reserve	Share of other Comprehensive Income of Joint Venture and associates accounted using equity method			
Balance as at 31.03.2018	**(13,461.00)**	**-**	**23.36**	**4,840.09**	**599.85**	**23,190.91**	**2,317.16**	**3,953.74**	**(401.83)**	**57.90**	**9,191.77**	**-**	**6,887.10**	**(6.82)**	**-**	**-**	**2.22**	**37,194.45**	**15,435.22**	**52,629.67**
Profit for the year	-	-	-	-	-	-	-	-	-	-	-	-	9,920.86	-	-	-	-	**9,920.86**	2,719.41	**12,640.27**
Re-measurement of Defined Benefit Plans	-	-	-	-	-	-	-	-	-	-	-	-	(8.57)	-	-	-	-	**(8.57)**	(5.97)	**(14.54)**
Other Comprehensive Income / (Expense)	-	-	-	-	-	-	-	-	-	-	-	-	(0.11)	(180.22)	(50.14)	-	-	**(230.47)**	(22.73)	**(253.20)**
Total Comprehensive Income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**9,912.18**	**(180.22)**	**(50.14)**	**-**	**-**	**9,681.82**	**2,690.71**	**12,372.53**
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	(1,325.29)	-	-	-	-	**(1,325.29)**	(1,192.61)	**(2,517.90)**
Dividends Distribution Tax	-	-									-	-	(299.35)	-	-	-	-	**(299.35)**	(248.91)	**(548.26)**
Transfer to / from retained earnings	-	-	1,997.46	497.44	-	2,274.58	393.21	-	-	-	1,000.00	-	(6,148.13)	(14.56)	-	-	-	**(0.00)**	-	**(0.00)**
Additions / Deletion during the year (net)	-	-	-	-	-	-	(2.30)	-	(770.46)	2.10	-	-	0.20	-	-	-	-	**(770.46)**	(321.39)	**(1,091.85)**
Reclassification of gain / loss on sale of equity instrument measured at OCI	-	-	-	-	-	-	-	-	-	-	-	-	2.85	(2.85)	-	-	-	-	-	-
Balance as at 31.03.2019	**(13,461.00)**	**-**	**2,020.82**	**5,337.53**	**599.85**	**25,465.49**	**2,708.07**	**3,953.74**	**(1,172.29)**	**60.00**	**10,191.77**	**-**	**9,029.56**	**(204.45)**	**(50.14)**	**-**	**2.22**	**44,481.17**	**16,363.02**	**60,844.18**
Profit for the period	-	-	-	-	-	-	-	-	-	-	-	-	7,122.13	-	-	-	-	**7,122.13**	2,355.12	**9,477.25**
Re-measurement of Defined Benefit Plans	-	-	-	-	-	-	-	-	-	-	-	-	(6.14)	-	-	-	-	**(6.14)**	(1.02)	**(7.16)**
Other Comprehensive Income / (Expense)	-	-	-	-	-	-	-	-	-	-	-	-	(0.20)	(348.59)	(161.51)	(107.77)	(2.07)	**(620.14)**	(261.31)	**(881.45)**
Other Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	(22.86)	-	-	-		**(22.86)**	-	**(22.86)**
Total Comprehensive Income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**7,092.94**	**(348.59)**	**(161.51)**	**(107.77)**	**(2.07)**	**6,472.99**	**2,092.79**	**8,565.78**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(₹ in crore)

Particulars	Reserves and surplus													Other Comprehensive Income				Attributable to owners of the parent	Non-Controlling interest	Total
	Capital Reserve - Common Control	Capital Reserve - Change in shareholding in Joint Venture	Special Reserve created u/s 45-IC(1) of Reserve Bank of India Act, 1934	Reserve for Bad & doubtful debts u/s 36(1)(viia)(c) of Income-Tax Act,1961	Special Reserve created u/s 36(1)(viii) of Income Tax Act, 1961 upto Financial Year 1996-97	Special Reserve created and maintained u/s 36(1)(viii) of Income Tax Act, 1961 from Financial Year 1997-98	Debenture Redemption Reserve	Securities Premium	Foreign Currency Monetary Item Translation Difference Account	Interest Differential Reserve - KFW Loan	General Reserve	Impairment Reserve	Retained Earnings	Equity Instruments through Other comprehensive Income	Effective portion of Gain / (Loss) on Hedging Instruments in Cash Flow Hedges	Costs of Hedging Reserve	Share of other Comprehensive Income of Joint Venture and associates accounted using equity method			
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	(2,508.08)	-	-	-	-	(2,508.08)	(1,028.97)	(3,537.05)
Dividends Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	(514.99)	-	-	-	-	(514.99)	(211.28)	(726.27)
Transfer to / from Retained Earnings	-	-	1,645.79	481.94	-	2,151.40	25.87	-	-	-	-	417.55	(4,722.54)		-	-	-	-	-	-
Transfer to / from General Reserve	-	-	-	-	-	-	(2,733.94)	-	-	-	2,733.94	-	-			-		-	-	-
Utilisation of reserve against bad debts written off	-	-	-	(1,730.03)	-	-	-	-	-	-	1,730.03	-	-	-	-	-	-	-	-	-
Additions / Deletion during the year (net)	-	-	-	-	-	-	-	-	(1,173.89)	1.40	0.03	-	(1.37)	-	-	-	-	(1,173.83)	(452.23)	(1,626.06)
Gain on increase in share in EESL	-	2.47	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2.47	2.23	4.70
Reclassification of gain / loss on sale of equity instrument measured at OCI	-	-	-	-	-	-	-	-	-	-	-	-	(295.33)	295.33	-	-	-	-	-	-
Balance as at 31.03.2020	**(13,461.00)**	**2.47**	**3,666.61**	**4,089.44**	**599.85**	**27,616.89**	**0.00**	**3,953.74**	**(2,346.18)**	**61.40**	**14,655.76**	**417.55**	**8,080.18**	**(257.72)**	**(211.65)**	**(107.77)**	**0.15**	**46,759.73**	**16,765.57**	**63,525.30**

Notes annexed hereto form integral part of Consolidated Financial Statements.

For and on behalf of Board of Directors

(Manohar Balwani)
Company Secretary

(N. B. Gupta)
Director (Finance)
DIN - 00530741

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

Signed in terms of our report of even date attached

For Gandhi Minocha & Co.
Chartered Accountants
Firm Regn. No - 000458N

(CA Manoj Bhardwaj)
Partner
Membership No. - 098606

For Dass Gupta & Associates
Chartered Accountants
Firm Regn. No - 000112N

(CA Ashok Kumar Jain)
Partner
Membership No. - 090563

Place : New Delhi
Date : 24.06.2020

Power Finance Corporation Limited

Consolidated Statement of Cash Flows for the Year ended March 31, 2020

(₹ in crore)

Sr. No.	Description	Year ended 31.03.2020		Year ended 31.03.2019	
I.	**Cash Flow from Operating Activities :-**				
	Profit before Tax	**14,092.67**		**17,862.03**	
	Adjustments for:				
	Loss on derecognition of Property, Plant and Equipment (net)	2.66		1.23	
	Loss / (Gain) on sale of Investments	(3.16)		-	
	Depreciation and Amortisation	24.43		15.49	
	Interest expense on Zero Coupon Bonds and Commercial Papers	898.53		363.04	
	Unrealised Foreign Exchange Translation Loss / (Gain)	5,250.80		1,077.58	
	Net Change in Fair Value	(657.73)		266.54	
	Impact of Effective Interest Rate on Loans	59.05		(9.14)	
	Impairment on Financial Instruments	1,910.83		(625.73)	
	Interest income on Investments and Others	(437.36)		(505.59)	
	Interest on Interest Subsidy Fund	1.35		3.46	
	Provision for interest under Income Tax Act, 1961	0.20		9.56	
	Excess Liabilities written back	(0.48)		(1.68)	
	Provision for Retirement Benefits etc.	44.44		56.09	
	Dividend Income	(105.65)		(76.63)	
	Effective Interest Rate on Borrowings / Debt Securities / Subordinated Liabilities	(125.75)		(788.63)	
	Interest on Income Tax Refund	(0.66)		(8.29)	
	Interest expenses on Lease Liability	0.77		-	
	Interest expense on Other Liabilities	0.21		-	
	Share of Profit/Loss of Joint Venture accounted for using equity method	(21.43)		(44.25)	
	Operating profit before Working Capital Changes:	**20,933.72**		**17,595.09**	
	Increase / Decrease :				
	Loans (Net)	(73,762.52)		(78,082.12)	
	Other Financial and Non-Financial Assets	8,730.00		(27,652.25)	
	Derivative	(912.65)		(1,611.07)	
	Other Financial & Non-Financial Liabilities and Provisions	5,631.70		14,044.08	
	Cash Flow from Operations Before Tax	**(39,379.75)**		**(75,706.27)**	
	Income Tax paid	(3,385.85)		(4,626.89)	
	Income Tax Refund	75.70		81.34	
	Net Cash flow from Operating Activities		**(42,689.90)**		**(80,251.82)**
II.	**Cash Flow From Investing Activities :**				
	Proceeds from disposal of Property, Plant and Equipment	1.02		0.28	
	Purchase of Property, Plant and Equipment (including CWIP and capital advance)	(130.52)		(99.46)	
	Investment in Subsidiaries	-		(14,500.00)	
	Interest income on investment	487.04		411.15	
	Dividend on investment	105.65		76.63	
	Increase / Decrease in Other Investments	6.62		648.39	
	Net Cash Used in Investing Activities		**469.81**		**(13,463.02)**
III.	**Cash Flow From Financing Activities :**				
	Raising of Bonds (including premium) (Net of Redemptions)	27,537.63		(4,737.02)	
	Raising of Long Term Loans (Net of Repayments)	16,045.23		60,028.55	
	Raising of Foreign Currency Loans (Net of Repayments)	27,911.51		13,353.18	
	Raising of Subordinated Liabilities (Net of Redemptions)	0.00		7,562.70	
	Raising of Commercial paper (Net of Repayments)	(15,270.30)		7,113.04	
	Raising of Working Capital Demand Loan / OD / CC / Line of Credit (Net of Repayments)	(8,563.96)		13,357.17	
	Unclaimed Bonds (Net)	0.59		(2.78)	
	Unclaimed Dividend (Net)	0.32		0.53	
	Payment of Lease Liability	(1.41)		-	
	Payment of Interim Dividend	(3,534.68)		(2,511.50)	
	Payment of Corporate Dividend Tax	(726.27)		(547.44)	
	Net Cash in-flow from Financing Activities		**43,398.66**		**93,616.44**
	Net Increase / Decrease in Cash and Cash Equivalents		**1,178.57**		**(98.40)**
	Add : Cash and Cash Equivalents at beginning of the financial year		726.64		825.04
	Cash and Cash Equivalents at the end of the Year		**1,905.21**		**726.64**
	Details of Cash and Cash Equivalents at the end of the Year:				
	i) Balances with Banks (of the nature of cash and cash equivalents)				
	In current accounts	1,380.56		369.41	
	In Term Deposit Accounts	524.59	1,905.15	357.22	726.63
	ii) Cheques, Drafts on hand including postage and Imprest		0.06		0.01
	Total Cash and Cash Equivalents at the end of the Year		**1,905.21**		**726.64**

The above statement of cash flows has been prepared under the indirect method as set out in Ind AS 7 'Statement of Cash Flows'.

Reconciliation of liabilities arising from financing activities

(₹ in crore)

Sr. No.	Particulars	Bonds / Debenture*	Term Loans**	Foreign Currency Loans	Commercial Paper	WCDL etc.	Subordinated Debts	Total
	Opening Balance as at 01.04.2018	**3,52,792.99**	**10,924.98**	**48,066.67**	**10,174.74**	**-**	**6,300.00**	**4,28,259.40**
	Cash Flow During the Year	(4,737.02)	60,028.55	13,353.18	7,113.04	13,357.17	7,562.70	96,677.63
	Non-Cash Changes due to:							
	Adjustments	139.01	-	-	403.14	-	-	542.14
	Variation in Exchange Rates	-	-	2,164.52	-	-	-	2,164.52
								-
	Closing Balance as at 31.03.2019	**3,48,194.98**	**70,953.53**	**63,584.37**	**17,690.92**	**13,357.17**	**13,862.70**	**5,27,643.69**
	Cash Flow During the Year	27,537.63	16,045.23	27,911.51	(15,270.30)	(8,563.96)	0.00	47,660.11
	Non-Cash Changes due to:							
	Adjustments	150.71	-	-	504.39	-	-	655.10
	Variation in Exchange Rates	-	(0.00)	7,556.60	-	-	-	7,556.60
	Closing Balance as at 31.03.2020	**3,75,883.33**	**86,998.76**	**99,052.48**	**2,925.01**	**4,793.21**	**13,862.70**	**5,83,515.50**

*Foreign Currency Notes form part of Foreign Currency Loans in Cash Flow Statement

**Foreign Currency loans and syndicated foreign currency loans form part of foreign currency loan in cash flow statement.

For and on behalf of Board of Directors

(Manohar Balwani)
Company Secretary

(N. B. Gupta)
Director (Finance)
DIN - 00530741

(R. S. Dhillon)
Chairman and Managing Director
DIN - 00278074

Signed in terms of our report of even date attached

For Gandhi Minocha & Co.
Chartered Accountants
Firm Regn. No. - 00458N

(CA Manoj Bhardwaj)
Partner
Membership No. - 098606

For Dass Gupta & Associates
Chartered Accountants
Firm Regn. No. - 000112N

(CA Ashok Kumar Jain)
Partner
Membership No. - 090563

Place : New Delhi
Date : 24.06.2020

Notes to the Consolidated Financial Statements for the year ended March 31, 2020

1. Group Information

Power Finance Corporation Limited ("PFC" or "the Company") was incorporated in India in the year 1986. PFC is domiciled in India and is limited by shares, having its registered office at 'Urjanidhi', 1, Barakhamba Lane, Connaught Place, New Delhi - 110001.

PFC is a Government company engaged in extending financial assistance to power sector and is a Systemically Important Non-Deposit taking Non-Banking Financial Company (NBFC) registered with Reserve Bank of India (RBI) as an Infrastructure Finance Company (IFC).

Equity shares of PFC are listed on the National Stock Exchange of India Limited (NSE) and BSE Limited.

These Consolidated Financial Statements comprise the financial statements of PFC & its subsidiaries (referred to collectively as the 'Group'), its associates and the Group's interest in its joint venture entities, as listed at Note 5. The Group is primarily engaged in extending financial assistance to power sector. Other businesses include providing consultancy services to power sector and facilitation of development of Ultra Mega Power Projects (UMPPs) and Independent Transmission Projects (ITPs) as per mandate from Government of India (GoI).

2. Statement of Compliance

These Consolidated Financial Statements comply with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), applicable provisions of the Companies Act, 2013 and other applicable regulatory norms / guidelines.

3. These Consolidated Financial Statements have been approved for issue by Board of Directors (BoD) of PFC on 24.06.2020.

4. Standards/ Amendments issued but not yet effective

Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards. As at 31.03.2020, there is no such notification which would have been applicable from 01.04.2020.

5. The Consolidated Financial Statements represent consolidation of accounts of the Company, its Subsidiaries, Joint Venture entity and Associates as detailed below:

Sr. No.	Name of the company		Country of incorporation / Principal place of Business	Proportion of ownership interest as at		Status of Audit as on 31.03.2020
				31.03.2020	31.03.2019	
Subsidiaries:						
1	REC Limited* (RECL)		India	52.63%	52.63%	Audited
2	PFC Consulting Ltd. (PFCCL)*		India	100%	100%	Unaudited
3	Power Equity Capital Advisors (Private) Ltd.		India	100%	100%	(Refer Note 5.1)
Joint Venture:						
1	Energy Efficiency Services Ltd (EESL) -(Refer Note 74)	PFC's share	India	24.97%	36.36%	Unaudited
		through RECL		22.18%	21.70%	
		Group's share		47.15%	58.06%	
Associates:						
1	Coastal Maharashtra Mega Power Limited		India	100%	100%	Unaudited
2	Orissa Integrated Power Limited		India	100%	100%	Unaudited
3	Coastal Karnataka Power Limited		India	100%	100%	Unaudited
4	Coastal Tamil Nadu Power Limited		India	100%	100%	Unaudited

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5	Chhattisgarh Surguja Power Limited	India	100%	100%	Unaudited
6	Sakhigopal Integrated Power Company Limited	India	100%	100%	Unaudited
7	Ghogarpalli Integrated Power Company Limited	India	100%	100%	Unaudited
8	Tatiya Andhra Mega Power Limited	India	100%	100%	Unaudited
9	Deoghar Mega Power Limited	India	100%	100%	Unaudited
10	Cheyyur Infra Limited	India	100%	100%	Unaudited
11	Odisha Infrapower Limited	India	100%	100%	Audited
12	Deoghar Infra Limited	India	100%	100%	Unaudited
13	Bihar Infrapower Limited	India	100%	100%	Audited
14	Bihar Mega Power Limited	India	100%	100%	Unaudited
15	Jharkhand Infrapower Limited	India	100%	100%	Unaudited

* Consolidated Financial Statements of these subsidiaries have been used for consolidation with PFC.

5.1 Pursuant to approval from Ministry of Power (MoP), GoI, PFC had applied for striking off the name of its wholly owned subsidiary Power Equity Capital Advisors Private (PECAP) Ltd. from the records of Registrar of Companies. The necessary Gazette Notification in this regard is yet to be issued by the Ministry of Corporate Affairs (MCA).

5.2 The Board of Directors of REC Transmission Projects Company Limited (RECTPCL) and REC Power Distribution Company Limited (RECPDCL), wholly owned subsidiaries of REC Limited, have approved the scheme of amalgamation of RECTPCL ("Transferor Company") with RECPDCL ("Transferee Company") which was also approved by the Board of Directors of RECL, subject to requisite approvals.

6. Group's Significant Accounting Policies

The group's significant accounting policies applied in preparation of the Consolidated Financial Statements are as given below:

6.1 Basis of Preparation and Measurement

These Consolidated Financial Statements have been prepared on going concern basis following accrual system of accounting. The assets and liabilities have been measured at historical cost or at amortised cost or at fair value at the end of each reporting period.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value measurements are categorised into Level 1, 2 or 3 as per Ind AS requirement, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

6.2 Basis of Consolidation

The Consolidated Financial Statements incorporate the financial statements of the Company and its subsidiaries (collectively referred as the "Group"). The Group has investment in joint venture entity and associates which are accounted using equity method in these Consolidated Financial Statements.

The financial statements of Subsidiaries, Joint Venture and Associates are drawn up to the same reporting date as of the Company for the purpose of Consolidation.

i) Subsidiaries:

A subsidiary is an entity over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect

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DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which the Company obtains the control (except for Business Combinations under Common Control).

The Company combines the financial statements of its subsidiaries on a line by line basis, adding together like items of assets, liabilities, equity, income and expenses. The carrying amount of the Company's investment in each subsidiary and the Company's portion of equity of each subsidiary are eliminated. Intercompany transactions, balances, unrealised gains on transactions between the Company and subsidiaries are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

Non-controlling interests (NCI) represent the proportion of income, other comprehensive income and net assets in subsidiaries that is not attributable to the Company's shareholders. Non-controlling interests are initially measured at the proportionate share of the recognised amounts of the acquiree's identifiable net assets. Subsequent to acquisition, the carrying amount of non- controlling interests is the amount of the interest at initial recognition plus the non-controlling interests' share of subsequent changes in equity.

The Consolidated Financial Statements are prepared using uniform accounting policies consistently for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Company's Standalone Financial Statements except as otherwise stated. When necessary, adjustments are made to the financial statements to bring their accounting policies in line with the Group's Significant Accounting Policies.

If the Company loses control over a subsidiary, it derecognizes the assets and liabilities of the subsidiary and any related NCI and other components of equity. Any interest retained in the former subsidiary is measured at fair value at the date the control is lost. Any resulting gain or loss is recognized in Statement of Profit and Loss.

ii) Joint Venture and Associates:

A Joint Venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

An Associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

The results and assets and liabilities of Joint Venture or Associates are incorporated in these Consolidated Financial Statements using the equity method of accounting, except when the investment or a portion thereof, is classified as held for sale, in which case it is measured at lower of their carrying amount and fair value less cost to sell. Under the equity method, an investment in a Joint Venture or Associate is initially recognised in the Consolidated Balance Sheet at cost and adjusted thereafter to recognise the Group's share of the profit or loss and other comprehensive income of the Joint Venture or Associate. Distributions received from a joint venture/ associate reduce the carrying amount of the investment.

Upon loss of joint control over the Joint Venture or significant influence over the Associate, the Company measures and recognises any retained investment at its fair value. Any difference between a) the carrying amount of the Joint Venture or Associate upon loss of joint control or significant influence respectively and b) the fair value of the retained investment and proceeds from disposal is recognised in Statement of Profit and Loss.

6.3 Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits. The Group considers cash equivalents as all short term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

6.4 Derivative financial instruments

6.4.1 The Group enters into a variety of derivative financial instruments such as Principal only swaps, Interest rate swaps, Options and forward contracts to manage its exposure to interest rate and foreign exchange rate risks.

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6.4.2 The Group designates certain derivative contracts under hedge relationship either as cash flow hedges or fair value hedges.

Cash flow hedge

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in Other Comprehensive Income. The gain or loss relating to ineffective portion is recognised immediately in Consolidated Statement of Profit and Loss. Amounts recognised in Other Comprehensive Income (being effective portion) are reclassified to Consolidated Statement of Profit and Loss in the periods when the hedged item affects profit or loss.

Fair value hedge

Changes in fair value of the designated portion of derivatives that qualify as fair value hedges are recognised in Consolidated Statement of Profit and Loss immediately, together with any changes in the fair value of the hedged item that are attributable to the hedged risk. The change in the fair value of the designated portion of hedging instrument and the change in the hedged item attributable to the hedged risk are recognised in Consolidated Statement of Profit and Loss in the line item relating to the hedged item.

Hedge accounting is discontinued when the hedging instrument expires, or terminated, or exercised, or when it no longer qualifies for hedge accounting.

6.4.3 Derivatives, other than those designated under hedge relationship, are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently re-measured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in Consolidated Statement of Profit and Loss.

6.5 Financial instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instruments.

On initial recognition, financial assets and financial liabilities are recognised at fair value plus/ minus transaction cost that is attributable to the acquisition or issue of financial assets and financial liabilities. In case of financial assets and financial liabilities which are recognised at fair value through profit and loss (FVTPL), its transaction costs are recognised in Consolidated Statement of Profit and Loss.

6.5.1 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a settlement date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

After initial recognition, financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

i) Classification and Measurement of Financial assets (other than Equity instruments)

a) Financial assets at Amortised Cost:

Financial assets that meet the following conditions are subsequently measured at amortised cost using Effective Interest Rate method (EIR):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

Effective Interest Rate (EIR) method

The effective interest rate method is a method of calculating the amortised cost of financial asset and of allocating interest income over the expected life. The Group while applying EIR method, generally amortises any fees,

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transaction costs and other premiums or discount that are integral part of the effective interest rate of a financial instrument.

Income is recognised in the Consolidated Statement of Profit and Loss on an effective interest rate basis for financial assets other than those classified as at FVTPL.

EIR is determined at the initial recognition of the financial asset. EIR is subsequently updated at every reset, in accordance with the terms of the respective contract.

Once the terms of financial assets are renegotiated, other than market driven interest rate movement, any gain / loss measured using the previous EIR as calculated before the modification, is recognised in the Consolidated Statement of Profit and Loss in period during which such renegotiations occur.

b) Financial assets at Fair Value through Other Comprehensive Income (FVTOCI)

A financial asset is measured at FVTOCI if both the following conditions are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial asset; and
- the contractual terms of the asset give rise on specified dates to cash flows that are Solely Payments of Principal and Interest (SPPI) on the principal amount outstanding.

All fair value changes are recognised in Other Comprehensive Income (OCI) and accumulated in Reserve.

c) Financial assets at fair value through profit or loss (FVTPL)

A financial asset is measured at FVTPL unless it is measured at amortised cost or FVTOCI, with all changes in fair value recognised in Consolidated Statement of Profit and Loss.

Business Model

An assessment of business model for managing financial assets is fundamental to the classification of a financial asset. The Group determines the business model at a level that reflects how financial assets are managed together to achieve a particular business objective of generating cash flows. The Group's business model assessment is performed at a higher level of aggregation rather than on an instrument-by-instrument basis.

The Group is primarily in the business of lending loans across power sector value chain and such loans are managed to realize the contractual cash flows over the tenure of the loan. Further, other financial assets may also be held by the Group to collect the contractual cash flows.

ii) Classification and measurement of Equity Instruments

All equity investments other than in subsidiaries, joint ventures and associates are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Group at initial recognition makes an irrevocable election to classify it as either FVTOCI or FVTPL. The Group makes such election on an instrument by instrument basis.

An equity investment classified as FVTOCI is initially measured at fair value plus transaction costs. Subsequently, it is measured at fair value and, all fair value changes are recognised in Consolidated Other Comprehensive Income (OCI) and accumulated in Consolidated Reserve. There is no recycling of the amounts from Consolidated OCI to Consolidated Statement of Profit and Loss, even on sale of investment. However, the Group transfers the same within Consolidated equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Consolidated Statement of Profit and Loss.

iii) Impairment of financial assets

a) Subsequent to initial recognition, the Group recognises expected credit loss (ECL) on financial assets measured at amortised cost as required under Ind AS 109 'Financial Instruments'. ECL on such financial assets, other than loan assets, is measured at an amount equal to life time expected losses. The Group presents the ECL charge or reversal

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(where the net amount is a negative balance for a particular period) in the Consolidated Statement of Profit and Loss as "Impairment on financial instruments".

The impairment requirements for the recognition and measurement of ECL are equally applied to loan asset at FVTOCI except that ECL is recognised in Other Comprehensive Income and is not reduced from the carrying amount in the Balance Sheet.

b) Impairment of Loan Assets and commitments under Letter of Comfort (LoC):

The Group measures ECL on loan assets at an amount equal to the lifetime ECL if there is credit impairment or there has been significant increase in credit risk (SICR) since initial recognition. If there is no SICR as compared to initial recognition, the Group measures ECL at an amount equal to 12-month ECL. When making the assessment of whether there has been a SICR since initial recognition, the Group considers reasonable and supportable information, that is available without undue cost or effort. If the Group measured loss allowance as lifetime ECL in the previous period, but determines in a subsequent period that there has been no SICR since initial recognition due to improvement in credit quality, the Group again measures the loss allowance based on 12-month ECL.

ECL is measured on individual basis for credit impaired loan assets, and on other loan assets it is generally measured on collective basis using homogenous groups.

The Group measures impairment on commitments under LoC on similar basis as in case of Loan assets.

c) The impairment losses and reversals are recognised in Consolidated Statement of Profit and Loss.

d) Financial assets are written off by RECL either partially or in their entirety only when it has stopped pursuing the recovery.

iv) De-recognition of financial assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset along with all the substantial risks and rewards of ownership of the asset to another party.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received & receivable, and the cumulative gain or loss that had been recognised in Consolidated Other Comprehensive Income and accumulated in Consolidated Equity, is recognised in Consolidated Statement of Profit and Loss if such gain or loss would have otherwise been recognised in Consolidated Statement of Profit and Loss on disposal of that financial asset.

6.5.2 Financial liabilities

i) All financial liabilities other than derivatives and financial guarantee contracts are subsequently measured at amortised cost using the effective interest rate (EIR) method.

EIR is determined at the initial recognition of the financial liability. EIR is subsequently updated for financial liabilities having floating interest rate, at the respective reset date, in accordance with the terms of the respective contract.

ii) Financial guarantee

A financial guarantee issued by the Group is initially measured at fair value and, if not designated as at FVTPL, is subsequently measured at the higher of:

- the best estimate of expenditure required to settle any financial obligation arising as a result of the guarantee; and
- the amount initially recognised less, when appropriate, the cumulative amount of income recognised in the Consolidated Statement of Profit and Loss.

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iii) De-recognition of financial liabilities

The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid & payable is recognised in Consolidated Statement of Profit and Loss.

6.5.3 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

6.6 Investment property

Investment properties are the assets which have undetermined future use. Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, the investment properties are stated at cost less accumulated depreciation. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group beyond one year. All other repair and maintenance costs are recognized in the Consolidated Statement of Profit and Loss as incurred.

Subsequent measurement (depreciation and useful lives)
The Group only has land as an investment property, which is not depreciated.

De-recognition
An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in Consolidated Statement of Profit and Loss in the period in which the property is derecognized.

6.7 Property, Plant and Equipment (PPE) and Depreciation

i. Items of PPE are initially recognised at cost. Subsequent measurement is done at cost less accumulated depreciation and accumulated impairment losses, if any, except for freehold land which is not depreciated. An item of PPE retired from active use and held for disposal is stated at lower of its book value or net realizable value.

ii. The expenditure incurred on improvement of leasehold premises is recognised at cost and is shown as "Leasehold Improvements" under PPE.

iii. In case of assets put to use, capitalisation is done on the basis of bills approved or estimated value of work done as per contracts where final bill(s) is/are yet to be received / approved subject to necessary adjustment in the year of final settlement.

iv. Cost of replacing part of an item of PPE is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. Maintenance or servicing costs of PPE are recognized in Consolidated Statement of Profit and Loss as incurred.

v. Under-construction PPE is carried at cost, less any recognised impairment loss. Such PPE items are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as of other assets, commences when the assets are ready for their intended use.

vi. Depreciation is recognised so as to write-off the cost of assets less their residual values# as per written down value method*, over the estimated useful lives that are similar to as prescribed in Schedule II to the Companies Act, 2013, except following:

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Nature of PPE	Life of PPE
Cell phones[(1)]	2 years
Lease hold improvement[(2)]	Lease period or their useful lives whichever is shorter (in case of PFCCL)

Residual value is estimated as 5% of the original cost of PPE.

* Depreciation is provided using Straight line method by RECL

(1) Useful life has been taken as 2 years by the Group

(2) Lease hold improvements are amortised on straight line basis

vii. Depreciation on additions to/deductions from PPE during the year is charged on pro-rata basis from/up to the month in which the asset is available for use/disposed.

viii. An item of PPE is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the de-recognition of an item of PPE is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in the Consolidated Statement of Profit and Loss.

ix. Items of PPE costing up to ₹ 5000/- each are fully depreciated, in the year of purchase.

x. The cost of PPE under construction at the reporting date is disclosed as 'Capital work-in-progress.' The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price. Advances paid for the acquisition/ construction of PPE which are outstanding at the Balance Sheet date are classified under 'Capital Advances.'

6.8 Intangible assets and Amortisation

i. Intangible assets with finite useful lives that are acquired separately are recognised at cost. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use. Subsequent measurement is done at cost less accumulated amortisation and accumulated impairment losses, if any. Amortisation is recognised on a straight-line basis over their estimated useful lives.

ii. Expenditure incurred which are eligible for capitalisation under intangible assets is carried as Intangible Assets under Development till they are ready for their intended use.

iii. Estimated useful life of intangible assets with finite useful lives has been estimated by the Group as 5 years. In case of PFCCL, life is estimated as 36 months.

iv. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in the Consolidated Statement of Profit and Loss when the asset is derecognised.

v. Expenditure incurred which are eligible for capitalization under intangible assets is carried as 'Intangible assets under development' till they are ready for their intended use.

6.9 Assets/ Disposal Groups held for sale

Assets are classified as held for sale if their carrying amount will have recovered principally through sale transaction rather than through continuing use and a sale is considered highly probable. They are measured at lower of their carrying amount or fair value less cost to sell, except for assets such as deferred tax, assets arising from employee benefit, financials assets and contractual rights under insurance contracts, which are specifically exempted from this requirement.

Non-current assets are not depreciated or amortised while they are classified as held for sale. Non-current assets held for sale are presented separately from other assets in the Balance Sheet.

Where the Group is committed to a sale plan involving loss of control of an entity, it classifies investment in the entity (i.e. all the assets and liabilities of that entity) as held for sale.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

6.10 Provisions, Contingent Liabilities and Contingent Assets

i. Provisions are recognised when the Group has a present legal or constructive obligation as a result of a past event, if it is probable that the Group will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

ii. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

iii. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

iv. Where it is not probable that an outflow of economic benefits will be required or the amount cannot be estimated reliably, the obligation is disclosed as contingent liability in notes to accounts, unless the probability of outflow of economic benefits is remote.

v. Contingent assets are not recognised in the financial statements. However, contingent assets are disclosed in the financial statements when inflow of economic benefits is probable.

6.11 Recognition of Income and Expenditure

i. Interest income on financial assets subsequently measured at amortized cost, is recognized using the Effective Interest Rate (EIR) method. The Effective Interest Rate (EIR) is the rate that exactly discounts estimated future cash receipts through expected life of the financial asset to that asset's net carrying amount on initial recognition.

ii. Unless otherwise specified, the recoveries from the borrowers of RECL are appropriated in the order of (i) costs and expenses of RECL (ii) delayed and penal interest including interest tax, if any (iii) overdue interest including interest tax, if any and (iv) repayment of principal; the oldest being adjusted first, except for credit impaired loans and recalled loans, where principal amount is appropriated only after the complete recovery of other costs, expenses, delayed and penal interest and overdue interest including interest tax, if any. The recovery under One Time Settlement (OTS)/ Insolvency and Bankruptcy Code (IBC) proceedings is appropriated first towards the principal outstanding and remaining recovery thereafter, towards interest and other charges, if any.

iii. Interest on financial assets subsequently measured at fair value through profit and loss, is recognized on accrual basis in accordance with the terms of the respective contract and is disclosed separately under Interest Income.

iv. Rebate on account of timely payment of dues by borrowers is recognized on receipt of entire dues in time, in accordance with the terms of the respective contract and is presented against the corresponding interest income.

v. The Group uses the principles laid down by Ind AS 115 to determine that how much and when revenue is recognized, what is the nature, amount, timing and uncertainty of revenues etc. In accordance with the same, revenue is recognised through a five-step approach:

   a. Identify the contract(s) with customer;
   b. Identify separate performance obligations in the contract;
   c. Determine the transaction price;
   d. Allocate the transaction price to the performance obligations; and
   e. Recognise revenue when a performance obligation is satisfied.

   Revenues are measured at the fair value of the consideration received or receivable, net of discounts and other indirect taxes.

   In Cost Plus Contracts - Revenue is recognised by including eligible contractual items of expenditures plus proportionate margin as per contract;

   In Fixed Price Contracts – Revenue is recognised on the basis of stage of completion of the contract. The Group has assessed that the stage of completion is determined as the proportion of the total time expected to complete the performance obligation to that has lapsed at the end of the reporting period, which is an appropriate measure of progress towards complete satisfaction of these performance obligations under Ind AS 115.

GANDHI MINOCHA & CO.

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

Estimates of revenues, costs or extent of progress toward completion are revised if circumstances change. Any resulting increases or decreases in estimated revenues or costs are reflected in profit or loss in the period in which the circumstances that give rise to the revision become known by management.

vi. Revenue from consulting services, in connection with development of Independent Transmission Projects (ITP) and Ultra Mega Power Projects (UMPP) taken up as per the directions from the Ministry of Power, Government of India, is recognized on completed contract method basis i.e. when the ITP /UMPP created for the project is transferred to a successful bidder evidenced by share purchase agreement. The expenses incurred on development of these projects which are not recovered as direct costs are recovered through billing manpower charges at agreed charge out rates decided by the management.

vii. The sale proceeds from Request for qualification (RfQ) documents for Independent Transmission Projects (ITPs) and Ultra Mega Power Project (UMPPs) are accounted for when received.

viii. Income from short /medium term bidding of power and Coal Flexibility Scheme is recognised when letter of award (LOA) is issued to the successful bidder.

ix. Dividend income from investments is recognized in Consolidated Statement of Profit and Loss when the Group's right to receive dividend is established, which in the case of quoted securities is the ex-dividend date.

x. Dividend on financial assets subsequently measured at fair value through profit and loss is recognised separately under the head 'Dividend Income'.

xi. Interest expense on borrowings subsequently measured at amortized cost is recognized using Effective Interest Rate (EIR) method.

xii. Other income and expenses are accounted on accrual basis, in accordance with terms of the respective contract.

xiii. A Prepaid expense up to ₹ 1,00,000/- is recognized as expense upon initial recognition.

6.12 Expenditure on issue of shares

Expenditure on issue of shares is charged to the securities premium account.

6.13 Borrowing costs

Borrowing costs consist of interest and other costs that the Group incurred in connection with the borrowing of funds. Borrowing costs that are directly attributable to the acquisition and/ or construction of a qualifying asset, till the time such a qualifying asset becomes ready for its intended use sale, are capitalized. A qualifying asset is one that necessarily takes a substantial period to get ready for its intended use.

All other borrowing costs are charged to the Consolidated Statement of Profit and Loss on an accrual basis as per the effective interest rate method.

6.14 Employee benefits

i. Defined Contribution Plan

Group's contribution paid / payable during the reporting period towards provident fund and pension are charged in the Consolidated Statement of Profit and Loss when employees have rendered service entitling them to the contributions.

ii. Defined Benefit Plan

The Group's obligation towards gratuity to employees and post-retirement benefits such as medical benefit, economic rehabilitation benefit and settlement allowance after retirement are determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Actuarial gain / loss on re-measurement of gratuity and other post-employment defined benefit plans is recognized in Other Comprehensive Income (OCI). Past service cost is recognized in the Consolidated Statement of Profit and Loss in the period of a plan amendment.

iii. Other long term employee benefits

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

The Group's obligation towards leave encashment, service award scheme is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. These obligations are recognized in the Consolidated Statement of Profit and Loss.

iv. Short term employee benefits

Short term employee benefits such as salaries and wages are recognised in the Consolidated Statement of Profit and Loss, in the period in which the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

v. Loan to employees at concessional rate

Loans given to employees at concessional rate are initially recognized at fair value and subsequently measured at amortised cost. The difference between the initial fair value of such loans and transaction value is recognised as deferred employee cost upon issuance of Loan, which is amortised on a straight-line basis over the expected remaining period of the loan. In case of change in expected remaining period of the loan, the unamortised deferred employee cost on the date of change is amortised over the updated expected remaining period of the Loan on a prospective basis.

6.15 Income Taxes

Income Tax expense comprises of current and deferred tax. It is recognised in Consolidated Statement of Profit and Loss, except when it relates to an item that is recognised in OCI or directly in equity, in which case, tax is also recognised in OCI or directly in equity.

i. Current Tax

Current tax is the expected tax payable on taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustments to tax payable in respect of previous years.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and liability on a net basis.

ii. Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Consolidated Financial Statements and the corresponding tax bases used in the computation of taxable income. Deferred tax is measured at the tax rates based on the laws that have been enacted or substantively enacted by the reporting date, based on the expected manner of realisation or settlement of the carrying amount of assets / liabilities. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against liabilities, and they relate to income taxes levied by the same tax authority.

A deferred tax liability is recognised for all taxable temporary differences. A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

iii. Additional Income Tax that arises from distribution of dividend is recognized at the same time when the liability to pay dividend is recognized.

6.16 Leasing

For recognition, measurement and presentation of lease contracts, the Group applies the principles of Ind AS 116 'Leases'.

The Group as a lessee

The Group at inception of a contract assesses, whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

asset, the Group assesses whether (a) the Group has substantially all of the economic benefits from use of the asset through the period of the lease, and (b) the Group has the right to direct the use of the identified asset.

The Group at inception of a lease contract recognizes a Right-of-Use (RoU) asset at cost and a corresponding lease liability, except for leases with term of less than twelve months (short term) and low-value assets which are recognised as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. RoU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use (RoU) assets are initially recognized at cost, which comprise the initial amount of the lease liability adjusted for any lease payments made at or before the inception date of the lease plus any initial direct costs, less any lease incentives received. They are subsequently measured at cost less any accumulated depreciation and accumulated impairment losses. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use assets.

The lease liability is initially measured at amortised cost at the present value of future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the Group's incremental borrowing rates in the country of domicile of the leases.

Lease liabilities are re-measured with a corresponding adjustment to the related right-of-use (RoU) asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and RoU asset is separately presented in the Balance Sheet. Interest expense on lease liability is presented separately from depreciation on right of use asset as a component of finance cost in the Consolidated Statement of Profit & Loss. Lease payments are classified as Cash flow used in financing activities.

The Group as a lessor

Leases for which the Group is a lessor is classified as a finance or operating lease. Contracts in which all the risks and rewards of the lease are substantially transferred to the lessee are classified as a finance lease. All other leases are classified as operating leases. For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

Amount due from lessee under finance leases is recognised as receivable at an amount equal to the net investment of the Group in the lease. Finance income on the lease is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding in respect of lease at the reporting date.

6.17 Foreign Currency Transactions and Translations

The functional currency of the Group is Indian Rupees. Foreign currency transactions are translated into the functional currency using exchange rates at the date of the transaction.

At the end of each reporting period, monetary items denominated in foreign currency are translated using exchange rates prevailing on the last day of the reporting period. Exchange differences on monetary items are recognised in the Consolidated Statement of Profit and Loss in the period in which they arise. However, for the long-term monetary items recognised in the consolidated financial statements before 1 April 2018, such exchange differences are accumulated in a "Foreign Currency Monetary Item Translation Difference Account" and amortized over the balance period of such long term monetary item.

6.18 Business Combination under Common Control

A business combination involving entities or businesses under common control is a business combination in which all of the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination and that control is not transitory.

Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method as follows:

- The assets and liabilities of the combining entities are reflected at their carrying amounts.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

- No adjustments are made to reflect fair values, or recognize new assets or liabilities. Adjustments are made only to harmonize significant accounting policies.
- The financial information in the Consolidated Financial Statements in respect of prior periods is restated as if the business combination has occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The balance of the retained earnings appearing in the Consolidated Financial Statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee. The identity of the reserves is preserved and the reserves of the transferor become the reserves of the transferee.

The difference, if any, between the amounts recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve and is presented separately from other capital reserves.

6.19 Material prior period errors

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated.

6.20 Dividends

Final dividends are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Board of Directors of the respective company in the Group.

6.21 Earnings per share

Basic earnings per equity share are calculated by dividing the net profit or loss attributable to equity shareholders of the Group by the weighted average number of equity shares outstanding during the financial year.

To calculate diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

7. Use of Estimates and Management Judgement

In preparation of the Consolidated Financial Statements, the Management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities including contingent liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience & other relevant factors and are reviewed on an ongoing basis. Actual results may differ from these estimates.

Changes in accounting estimates, if any, are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if it affects both current and future periods.

7.1 Significant management judgements

In order to enhance understanding of the Consolidated Financial Statements, information about significant areas of critical judgments, apart from those involving estimation (Note no. 7.2), in applying accounting policies that have the most significant effect on the amounts recognised in the Consolidated Financial Statements, are as under:

(i) Deferred tax Liability on Special Reserve

The Company and its subsidiary RECL have obtained resolution from their respective Board of Directors that there is no intention to make withdrawal from the Special Reserve created and maintained under section 36(1)(viii) of the Income tax Act, 1961 and the same is not capable of being reversed. Accordingly, no deferred tax liability has been created on the said reserve.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(ii) Non recognition of income on Credit Impaired Loans

As a matter of prudence, income on credit impaired loans is recognised as and when received and on accrual basis either on resolutions of stressed assets or when expected realization is higher than the loan amount outstanding.

(iii) Classification of Investments

In order to classify an investment in a company as investment in subsidiary or joint venture (JV) or associate, judgement is required to assess the level of control depending upon the facts and circumstances of each case.

a) Energy Efficiency Services Limited (EESL) was incorporated in 2009 as a Joint Venture (JV) of NTPC Ltd, Power Grid Corporation of India Ltd. (PGCIL), REC Ltd. (RECL) and PFC.
In line with the JV agreement of EESL, all the joint venture partners have identical rights and privileges including without limitation, dividend, voting rights etc., thereby providing substantive participative rights through their right to affirmative vote on certain reserved matters. Hence, all the JV partners have joint control over EESL. In view of above, EESL has been consolidated as per equity method.
Expert Advisory Committee of The Institute of Chartered Accountants of India was referred for their opinion on the method of consolidation and they have also opined in favour of equity method for consolidation with EESL.

As at 31.03.2020, PFC along with RECL holds 47.15% stake in equity share capital of EESL (24.97% directly and 22.18% through RECL). However, as at 31.03.2019, the Company and RECL held 58.06 % shareholding in EESL.

b) Ultra-Mega Power Projects (UMPPs), RECL's transmission projects (SPV) and PFCCL's ITPs are managed as per the mandate from Government of India (GoI) and the Group does not have the practical ability to direct their relevant activities unilaterally. The Group therefore, considers its investment in respective UMPPs, ITPs and SPVs as associates having significant influence despite the respective Companies holding 100% of their paid-up equity share capital.

(iv) Evaluation of indicators for impairment loss allowance of financial assets

The evaluation of the applicability of indicators for computation of impairment loss allowance of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.

Judgement is also made in identifying the default and significant increase in credit risk (SICR) on financial assets based on available information such as external ratings of the borrower/ latest financial information, latest operational data such as Plant Load Factor, Capacity Utilisation Factor, ACC-ARR gap etc. Further, to assess the impairment of assets, performance of the concerned State has also been considered.

(v) Deferred tax liability / deferred tax asset in respect of undistributed profits/losses of subsidiaries, branches, investments in associates and joint ventures

Judgement is required in accounting for deferred tax liability / deferred tax asset in respect of Group's investments in respect of undistributed profits/losses of subsidiaries, investments in associates and joint ventures. In respect of undistributed profits/losses of subsidiaries, investments in joint ventures, the Company is able to control the timing of the reversal of the temporary differences and the temporary differences will not be reversed in the foreseeable future. Accordingly, the Group does not recognise a deferred tax liability for all taxable temporary differences associated with investments in subsidiaries, and interests in joint ventures.

7.2 Assumptions and Key Sources of Estimation Uncertainty

Information about estimates and assumptions that have the significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below:

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(i) Defined benefit obligation (DBO)

The Group's estimate of the DBO is based on a number of underlying assumptions such as standard rates of inflation, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses as detailed at Note –43.

(ii) Impairment test of Financial Assets (Expected Credit Loss)

The measurement of impairment loss allowance for financial assets which includes loan, lease assets, LoCs and guarantees measured at amortised cost requires use of statistical models, future economic conditions, and credit behaviour (e.g. inputs and weights used for credit risk scoring, likelihood of borrowers defaulting and resulting losses).

In estimating the cash flows expected to be recovered from credit impaired loans, the borrower's financial situation, current status of the project net realisable value of securities/ collateral etc are assessed. As these estimates are based on various assumptions, actual results may vary. Refer Note 41.2.1 for further details.

(iii) Fair value measurement

Fair value of financial instruments is required to be estimated for financial reporting purposes. The Group applies appropriate valuation techniques and inputs for fair value measurements. In estimating the fair value of an asset or a liability, the Group uses quoted prices and market-observable data to the extent it is available. In case of non-availability of the same, unobservable inputs are used for calculation of fair value of the assets/ liabilities. The information about the valuation techniques, inputs used in determination of fair value of various assets & liabilities and other details is disclosed at Note 41.4

(iv) Income Taxes

Estimates are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions and also in respect of expected future profitability to assess deferred tax asset. Refer Note 44 for details.

(v) Useful life of Property, Plant & Equipment (PPE) and Intangible Assets

The Group reviews its estimate of the useful lives of depreciable/amortisable assets at the end of each financial year, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets. Refer Note 17 for details on useful lives and carrying values of PPE and Intangible assets.

(vi) Impact of COVID-19 on financials

Currently, there is no major impact of COVID-19 on the Consolidated Financial Statements of the Group. However, the extent to which COVID-19 pandemic will impact the Group's financial statements in the future will depend on further developments which are highly uncertain, including, any new information concerning the severity of pandemic and any action to contain its spread or mitigate its impact.

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

8 Cash and Cash Equivalents

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Balances with Banks (of the nature of cash and cash equivalents)		
	- In Current Accounts	1,380.56	369.41
	- In Term Deposit Accounts	524.59	357.22
(ii)	Cash, Cheques, Drafts on hand including postage & Imprest	0.06	0.01
	Total Cash and Cash Equivalents	**1,905.21**	**726.64**

9 Bank Balance other than included in Cash and Cash Equivalents

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Earmarked Balances and Term Deposits with Banks for:		
	- Term Deposits	-	13,877.63
	- Unpaid Dividend (Refer Note 9.2)	8.23	7.31
	- Unpaid - Bonds / Interest on Bonds etc. (Refer Note 9.2)	12.99	9.73
	- Govt. funds for further Disbursement	1,850.70	990.46
(ii)	Deposit in compliance of Court	0.53	2.47
(iii)	Balance with Bank not available for use pending allotment of securities	400.19	722.04
(iv)	Term Deposits with Banks- More than 3 months but less than 12 months	9.04	26.80
(v)	Other Term Deposits	1.28	13.96
	Total Bank Balance other than included in Cash and Cash Equivalents	**2,282.96**	**15,650.40**

9.1 There are no repatriation restrictions with respect to 'Bank Balances other than included in Cash and Cash equivalents' as at the end of the reporting periods presented above.

9.2 No amount is due for deposit in Investor Education and Protection Fund.

GANDHI MINOCHA & CO. * CHARTERED ACCOUNTANTS * New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS * NEW DELHI *

10 Derivative Financial Instruments

The Company and its Subsidiary REC Ltd., enters into derivatives for hedging Currency and Interest Rate risk. Derivatives include hedges that either meet the hedge accounting requirements or hedges that are economic hedges. Derivative transactions include forwards, interest rate swaps, cross currency swaps, currency / cross currency options etc. to hedge the liabilities. These derivative transactions are done for hedging purpose and not for trading or speculative purpose.

Refer Note 41.2.3 for Risk Management Disclosures in respect of derivatives.

Part - I

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020			As at 31.03.2019		
		Notional amounts	Fair value Assets	Fair value Liabilities	Notional amounts	Fair value Assets	Fair value Liabilities
(i)	**Currency Derivatives:**						
	- Spot and Forwards	5,937.27	210.49	20.23	15,808.90	295.95	345.72
	- Currency Swaps	15,156.06	1,833.15	-	5,701.69	419.05	0.41
	- Options	28,389.78	2,716.58	-	20,912.19	1,301.36	18.57
	Total Currency Derivatives:	**49,483.11**	**4,760.22**	**20.23**	**42,422.78**	**2,016.36**	**364.70**
(ii)	**Interest Rate Derivatives**						
	- Forward Rate Agreements and Interest Rate Swaps	46,573.66	422.05	1,165.65	39,864.98	354.20	300.29
	Total Interest Rate Derivatives	**46,573.66**	**422.05**	**1,165.65**	**39,864.98**	**354.20**	**300.29**
(iii)	**Other Derivatives**						
	- Reverse cross currency swaps	4,347.00	-	739.67	-	-	-
	Total Other Derivatives	**4,347.00**	-	**739.67**	-	-	-
	Total Derivative Financial Instruments [(i) + (ii) + (iii)]	**1,00,403.77**	**5,182.27**	**1,925.55**	**82,287.76**	**2,370.56**	**664.99**
Part - II							
(i)	Included in above (Part I) are Derivatives held for hedging and risk management purposes as follows: Cash Flow Hedging (Designated):						
	- Currency Derivatives	27,902.90	2,189.79	303.14	1,728.88	-	100.03
	- Interest Rate Derivatives	13,267.92	5.24	368.02	1,728.88	-	64.84
	Total Cash Flow Hedging (Designated)	**41,170.82**	**2,195.03**	**671.16**	**3,457.76**	-	**164.87**
(ii)	Undesignated Derivatives	59,232.95	2,987.24	1,254.39	78,830.00	2,370.56	500.12
	Total Undesignated Derivatives	**59,232.95**	**2,987.24**	**1,254.39**	**78,830.00**	**2,370.56**	**500.12**
	Total Derivative Financial Instruments [(i) + (ii)]	**1,00,403.77**	**5,182.27**	**1,925.55**	**82,287.76**	**2,370.56**	**664.99**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

10.1 Details of Forward Rate Agreements / Interest Rate Swaps:

(₹ in crore)

Sr. No.	Description	As at 31.03.2020	As at 31.03.2019
(i)	Notional principal of swap agreements	46,573.66	39,864.98
(ii)	Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements	422.05	354.20
(iii)	Collateral required by NBFC upon entering into swaps	-	-
(iv)	Concentration of credit risk arising from swaps	-	-
(v)	Fair value of swap book (obtained from counterparty banks)	(743.60)	53.90

The Group has entered into swap agreements with Category-I Authorized Dealer Banks only, in accordance with the RBI guidelines.

10.2 The Group does not hold any exchange traded derivatives as at 31.03.2020 (as at 31.03.2019 Nil).

10.3 Quantitative Disclosures on Risk Exposure in Derivatives:

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020			As at 31.03.2019		
		Currency Derivatives	Interest Rate Derivatives(1)	Other Derivatives (Reverse cross currency swaps)(3)	Currency Derivatives	Interest Rate Derivatives(1)	Other Derivatives (Reverse cross currency swaps)(3)
(i)	Derivatives (Notional Principal Amount)						
	For hedging	49,483.11	46,573.66	4,347.00	42,422.78	39,864.98	-
(ii)	Marked to Market Positions (MTM)						
	a) Asset (+MTM)	4,760.22	422.05	-	2,016.36	354.20	-
	b) Liability (-MTM)	20.23	1,165.65	739.67	364.70	300.29	-
(iii)	Unhedged Exposures(2)	50,534.31	6,522.56	-	22,017.13	5,907.41	-

(1) Interest rate derivatives include derivatives on Rupee liabilities and also those held as strategy of cost reduction

(2) Includes certain hedges of one currency pair in respect of Cross Currency exposures

(3) Includes Reverse Cross Currency swap as a strategy of cost reduction

10.4 Refer Note 41.2.3 and 41.2.4 for Foreign Currency Risk Management and Interest Rate Risk Management respectively and 41.3 for disclosures related to hedge accounting.

11 Trade Receivables

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	**Trade Receivables**		
	- considered good - Unsecured (Gross)	114.51	182.96
	Less: Impairment loss allowance	(13.66)	(12.51)
	- which have Significant Increase in Credit Risk (Gross)	52.01	3.37
	Less: Impairment loss allowance	(15.55)	(1.69)
	- Credit Impaired (Gross)	40.04	28.16
	Less: Impairment loss allowance on Credit Impaired	(40.04)	(28.16)
	Total Trade Receivables	**137.31**	**172.13**

11.1 For details of impairment loss allowance on Trade Receivables Refer Note 41.2.1.13

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

12 Loans

The Company and its Subsidiary REC Ltd., have categorised all loans at amortised cost in accordance with the requirements of Ind AS 109 except "Leasing" which is measured in accordance with Ind AS 116.

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(A)	**Loans to Borrowers**		
(i)	- Rupee Term Loans (RTLs)	6,52,971.18	5,78,485.27
(ii)	- Foreign Currency Loans	240.99	240.99
(iii)	- Buyer's Line of Credit	2,031.28	1,759.67
(iv)	- Working Capital Loans	11,417.96	14,770.27
(v)	- Leasing (Refer Note 12.2)	223.77	223.77
(vi)	- Receivable for invoked Default Payment Guarantee	444.09	396.64
(vii)	- Interest accrued but not due on Loans	5,327.77	4,971.81
(viii)	- Interest accrued & due on Loans	1,499.41	627.13
(ix)	- Unamortised Fee on Loans	(180.74)	(135.30)
	Gross Loans to Borrowers*	**6,73,975.71**	**6,01,340.25**
	Less: Impairment loss allowance	(27,779.60)	(27,678.97)
	Net Loans to Borrowers	**6,46,196.11**	**5,73,661.28**
(B)	**Security-wise classification**		
(i)	Secured by Tangible Assets	4,62,325.24	4,08,335.85
(ii)	Secured by Intangible Assets	-	-
(iii)	Covered by Bank/Government Guarantees	1,32,352.12	1,12,226.15
(iv)	Unsecured	79,298.35	80,778.25
	Gross Security-wise classification	**6,73,975.71**	**6,01,340.25**
	Less: Impairment loss allowance	(27,779.60)	(27,678.97)
	Net Security-wise classification	**6,46,196.11**	**5,73,661.28**
(C) I	**Loans in India**		
(i)	Public Sector	5,78,351.25	5,13,929.13
(ii)	Private Sector	95,624.46	87,411.12
	Gross Loans in India	**6,73,975.71**	**6,01,340.25**
	Less: Impairment loss allowance	(27,779.60)	(27,678.97)
	Net Loans in India	**6,46,196.11**	**5,73,661.28**
(C) II	**Loans Outside India**	-	-
	Less: Impairment loss allowance	-	-
	Net Loans Outside India	-	-
	Net Loans in India and Outside India	**6,46,196.11**	**5,73,661.28**

*For details of Loans pledged as security refer Note 22.8 to 22.16 and 23.12.

12.1 Balance Confirmation from Borrowers

During the year, PFC has sent letters to borrowers, seeking confirmation of balances as at 31.03.2020 except where loans have been recalled or pending before court/NCLT. Confirmations for 98.78% of the said balances have been received. Out of the remaining loans amounting to ₹ 4,191.19 crore for which balance confirmations have not been received, 22.75% loans are secured by tangible securities, 49.26% by way of Government Guarantee/ Loans to Government and 27.99% are unsecured loans.

In respect of subsidiary RECL, loan balance confirmations for 88% of total loan assets as at 31.03.2020 have been received from the borrowers. Out of the remaining 12% loan assets amounting to ₹ 37,240.72 crore for which balance confirmations have not been received, 67% loans are secured by way of hypothecation of assets, 21% by way of Government Guarantee/ Loans to Government and 12% are unsecured loans.

12.2 Details related to Lease Assets in respect of PFC:

Gross investment in leased assets and present value of minimum value receivable at the reporting date and value of unearned financial income are given in table below:

(₹ in crore)

Particulars[(a)]	As at 31.03.2020	As at 31.03.2019
(i)Total of future undiscounted lease payments receivable (Gross Investment) [(b)]	280.04	305.75
(ii)Present value of lease payments receivable (Net Investments)	223.77	223.77
Total Unearned finance income (i)-(ii)	**56.27**	**81.98**
Maturity profile of total of future undiscounted lease payments receivable (Gross Investment):-		
0-1 year	25.70	25.70
1-2 years	25.70	25.70
2-3 years	25.70	25.70
3-4 years	25.70	25.70
4-5 years	25.70	25.70
Later than 5 years	151.54	177.25
Total gross investment	**280.04**	**305.75**

[(a)]Finance lease for financing wind turbine generators.

[(b)]Lease rent is to be recovered within a period of 25 years, starting from 01.01.2012, which comprises of 18 years as primary period and a maximum of 7 years as secondary period.

12.3 Disclosures related to Securitization

(i) The Group has not entered into any securitization transaction during the year and there is no exposure on account of securitization as at 31.03.2020 (As at 31.03.2019 Nil).

(ii) The Group has entered into an One Time Settlement (OTS) scheme involving assignment of debt in case of one of the borrower for the year ended 31.03.2020. (Previous year Nil).

(iii) The Group has not undertaken any assignment transaction during the year ended 31.03.2020 (Previous year Nil).

(iv) The Group has neither purchased nor sold any non-performing financial assets to other NBFCs during the year ended 31.03.2020 (Previous year Nil).

12.4 Pursuant to implementation of resolution plans in case of three borrowers of PFC, an amount of ₹ 1,202.67 crore has been written off with reversal of corresponding impairment loss allowance of ₹ 1,374.28 crore during the FY 2019-20. Refer Note 13 for the details of instruments received under settlement.

12.5 In terms of the settlement under Insolvency and Bankruptcy Code (IBC) proceedings/ One Time Settlement (OTS), RECL has written off loans amounting to ₹ 378.41 crores (Previous year Nil). The details of write-offs for the current year are as below:

(i) Pursuant to the approval of Resolution Plan passed by the Hon'ble National Company Law Tribunal (NCLT), Hyderabad Bench dated 26th July, 2019 in respect of Lanco Teesta Hydro Power Ltd, RECL has written off the loan amount of ₹112.67 crore (net of recoveries of ₹124.12 crore) and equity investment of ₹102 crore (10.20 crore equity shares of ₹10 each) upon extinguishment of such equity shares as per the Order.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(ii) Pursuant to the One Time Settlement arrangement executed on 23rd December 2019 in respect of Rattan India Power Ltd, RECL has written-off an amount of ₹265.74 crores after appropriating the recoveries of ₹ 478.09 crores (Cash ₹ 405.90 crore, Equity Shares ₹ 17.59 crore, Redeemable Preference Shares ₹22.18 crore and Optionally convertible cumulative Redeemable Preference Shares ₹32.42 crore). The instruments received under Settlement have been classified under the head 'Investments' (Note 13).

12.6 For details of credit risk exposure and management by the Group refer Note 41.2.1.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

13A. Investments (Other than accounted for using equity method)

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020				
		Amortised Cost (1)	Designated at Fair Value through Other Comprehensive Income (2)	At Fair Value through Profit or Loss (3)	Subtotal (4)=(2)+(3)	Total (1)+(4)
(A)	**Investments**					
	Government Securities					
	- Govt. of MP Power Bonds - II [1 bond of ₹ 47.16 crore]	-				-
(i)	**Debt securities**					
	- 10.95% perpetual bonds of Andhra Bank [8,000 bonds of ₹ 10,00,000 each]			810.05	810.05	**810.05**
	- 11.15 % perpetual bonds of Indian Bank [5,000 bonds of ₹ 10,00,000 each]			500.31	500.31	**500.31**
	- 11.25 % perpetual bonds of Bank of Baroda [5,000 bonds of ₹ 10,00,000 each]			500.00	500.00	**500.00**
	- 11.25 % perpetual bonds of Syndicate Bank [5,000 bonds of ₹ 10,00,000 each]			500.31	500.31	**500.31**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Housing and Urban Development Corporation(HUDCO) [86,798 bonds of ₹ 1,000 each]	8.81				**8.81**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [42,855 bonds of ₹ 1,000 each]	4.60				**4.60**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [35,463 bonds of ₹ 1,000 each]	3.67				**3.67**
	- 7.49% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Renewable Energy Development Agency (IREDA) [61,308 bonds of ₹ 1,000 each]	6.22				**6.22**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Railway Finance Corporation (IRFC) [22,338 bonds of ₹ 1,000 each]	2.31				**2.31**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Bank for Agriculture and Rural Development (NABARD) [14,028 bonds of ₹ 1,000 each]	1.40				**1.40**
	- 8.76% Tax Free 20 years Secured Redeemable Bonds of Housing and Urban Development Corporation(HUDCO) [50,000 bonds of ₹ 1,000 each]	5.09				**5.09**
(ii)	**Equity instruments :**					-
	- PTC India Limited [1,20,00,000 equity shares of ₹ 10 each]		46.50		46.50	**46.50**
	- Coal India Limited [1,39,64,530 equity shares of ₹ 10 each]		195.57		195.57	**195.57**
	- NHPC Limited (Refer Note 13.5) [40,97,75,446 equity shares of ₹ 10 each]		817.50		817.50	**817.50**
	- Power Exchange India Limited [32,20,000 equity shares of ₹ 10 each]		-		-	-
	- GMR Chhattisgarh Energy Limited (Refer Note 13.5)		-		-	-
	- Shree Maheshwar Hydro Power Projects Limited (Refer Note 13.5)		-		-	-
	- RattanIndia Power Limited (Refer Note 13.3(a)) [32,76,95,820 equity shares of ₹ 10 each]			44.24	44.24	**44.24**
	- Housing and Urban Development Corporation. Ltd [3,47,429 equity shares of ₹ 10 each]		0.69		0.69	**0.69**
	- Indian Energy Exchange Ltd. (Refer Note 13.5) [1,22,71,211 equity shares of ₹ 1 each]		157.01		157.01	**157.01**
	- Universal Commodity Exchange Ltd. [1,60,00,000 equity shares of ₹ 10 each]					-
	- Lanco Teesta Hydro Power Pvt. Ltd. (Refer Note 13.5)		-			-
(iii)	**Preference Shares**					
	- Raipur Energen Limited (Refer Note 13.3(b)) [59,82,371 Redeemable Preference Shares of ₹ 100 each]	9.29				**9.29**
	- Ratnagiri Gas and Power Private Limited (Refer Note 13.4) [15,24,88,000 Cumulative Redeemable Preference Shares of ₹ 10 each]	-				-
	- RattanIndia Power Limited (Refer Note 13.3(a)) [10,16,70,764 Redeemable Preference Shares of ₹ 10 each]	81.92				**81.92**
	- RattanIndia Power Limited (Refer Note 13.3(a)) [15,32,97,013 Optionally Convertible Cumulative Redeemable Preference Shares of ₹ 10 each]			145.99	145.99	**145.99**
(iv)	**Others**					
	- Units of "Small is Beautiful" Fund [1,23,04,400 units of ₹ 10 each]		12.24		12.24	**12.24**
	Total Investments (Other than accounted for using equity method)	123.31	**1,229.51**	**2,500.90**	**3,730.41**	**3,853.72**
(B)	**Geography wise investment**					
(i)	Investments Outside India	-	-	-	-	-
(ii)	Investments in India	123.31	1,229.51	2,500.90	3,730.41	**3,853.72**
	Gross Geography wise investment	**123.31**	**1,229.51**	**2,500.90**	**3,730.41**	**3,853.72**
	Less: Impairment loss allowance	-			-	-
	Net Geography wise investment	**123.31**	**1,229.51**	**2,500.90**	**3,730.41**	**3,853.72**

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2019 Amortised Cost (1)	Designated at Fair Value through Other Comprehensive Income (2)	At Fair Value through Profit or Loss (3)	Subtotal (4)=(2)+(3)	Total (1)+(4)
(A)	**Investments**					
	Government Securities					
	- Govt. of MP Power Bonds - II [1 bond of ₹ 47.16 crore]	47.16	-	-	-	**47.16**
(i)	**Debt securities**					
	- 10.95% perpetual bonds of Andhra Bank [8,000 bonds of ₹ 10,00,000 each]	-	-	809.84	809.84	**809.84**
	- 11.15 % perpetual bonds of Indian Bank [5,000 bonds of ₹ 10,00,000 each]	-	-	500.31	500.31	**500.31**
	- 11.25 % perpetual bonds of Vijaya Bank [5,000 bonds of ₹ 10,00,000 each]	-	-	556.25	556.25	**556.25**
	- 11.25 % perpetual bonds of Syndicate Bank [5,000 bonds of ₹ 10,00,000 each]	-	-	500.31	500.31	**500.31**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Housing and Urban Development Corporation(HUDCO) [86,798 bonds of ₹ 1,000 each]	8.81	-	-	-	**8.81**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [42,855 bonds of ₹ 1,000 each]	4.60	-	-	-	**4.60**
	- 7.39% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Highway Authority of India Ltd. (NHAI) [35,463 bonds of ₹ 1,000 each]	3.68	-	-	-	**3.68**
	- 7.49% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Renewable Energy Development Agency (IREDA) [61,308 bonds of ₹ 1,000 each]	6.22	-	-	-	**6.22**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of Indian Railway Finance Corporation (IRFC) [22,338 bonds of ₹ 1,000 each]	2.31	-	-	-	**2.31**
	- 7.35% Tax Free 15 years Secured Redeemable Non Convertible Bonds of National Bank for Agriculture and Rural Development (NABARD) [14,028 bonds of ₹ 1,000 each]	1.40	-	-	-	**1.40**
	- 8.76% Tax Free 20 years Secured Redeemable Bonds of Housing and Urban Development Corporation(HUDCO) [50,000 bonds of ₹ 1,000 each]	5.09	-	-	-	**5.09**
(ii)	**Equity instruments :**					
	- PTC India Limited [1,20,00,000 equity shares of ₹ 10 each]	-	88.14	-	88.14	**88.14**
	- Coal India Limited [1,39,64,530 equity shares of ₹ 10 each]	-	331.24	-	331.24	**331.24**
	- NHPC Limited [41,97,75,446 equity shares of ₹ 10 each]	-	1,036.85	-	1,036.85	**1,036.85**
	- Power Exchange India Limited [32,20,000 equity shares of ₹ 10 each]	-	-	-	-	-
	- GMR Chhattisgarh Energy Private Limited [27,50,00,000 equity shares of ₹ 10 each]	-	-	-	-	-
	- Shree Maheshwar Hydro Power Projects Limited [13,18,46,779 equity shares of ₹ 10 each]	-	-	-	-	-
	- Housing and Urban Development Corporation. Ltd [3,47,429 equity shares of ₹ 10 each]	-	1.56	-	1.56	**1.56**
	- Indian Energy Exchange Ltd. [1,25,00,000 equity shares of ₹ 1 each]	-	206.25	-	206.25	**206.25**
	- Universal Commodity Exchange Ltd. [1,60,00,000 equity shares of ₹ 10 each]	-	-	-	-	-
	- Lanco Teesta Hydro Power Pvt. Ltd. [10,20,00,000 equity shares of ₹ 10 each]	-	-	-	-	-
(iii)	**Others**					
	- Units of "Small is Beautiful" Fund [1,23,04,400 units of ₹ 10 each]	-	12.36	-	12.36	**12.36**
	Total Investments (Other than accounted for using equity method)	**79.27**	**1,676.40**	**2,366.71**	**4,043.11**	**4,122.38**
(B)	**Geography wise investment**					
(i)	Investments Outside India	-	-	-	-	-
(ii)	Investments in India	79.27	1,676.40	2,366.71	4,043.11	**4,122.38**
	Gross Geography wise investment	**79.27**	**1,676.40**	**2,366.71**	**4,043.11**	**4,122.38**
	Less: Impairment loss allowance	-			-	-
	Net Geography wise investment	**79.27**	**1,676.40**	**2,366.71**	**4,043.11**	**4,122.38**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

13B. Investments accounted for using equity method

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	**Joint Venture**		
	- Energy Efficiency Services Limited (Refer Note 74) [46,36,00,000 equity shares of ₹ 10 each; previous year 39,20,00,000 equity shares of ₹ 10 each]	549.40	480.65
(ii)	**Associates (Refer Note 13.1)**		
	- Ultramega Power Projects / Independent Transmission Projects [7,60,000 equity shares of ₹ 10 each; previous year 7,60,000 equity shares of ₹ 10 each]	0.50	0.70
	Sub Total	**549.90**	**481.35**
	Less: Impairment loss allowance	-	-
	Total Investments accounted for using equity method	**549.90**	**481.35**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

13.1 Carrying Value of Investment in Associates accounted for using equity method:

(₹ in crore)

Sr. No.	Name of investee company	As at 31.03.2020	As at 31.03.2019
(i)	Chhattisgarh Surguja Power Limited	-	0.05
(ii)	Coastal Karnataka Power Limited	-	0.05
(iii)	Coastal Maharashtra Mega Power Limited	-	0.05
(iv)	Orissa Integrated Power Limited	-	-
(v)	Coastal Tamil Nadu Power Limited	0.08	0.05
(vi)	Sakhigopal Integrated Power Limited	0.05	0.05
(vii)	Ghogarpalli Integrated Power Company Limited	0.05	0.05
(viii)	Tatiya Andhra Mega Power Limited	-	0.05
(ix)	Deoghar Mega Power Limited	0.04	0.05
(x)	Cheyyur Infra Limited	0.05	0.05
(xi)	Odisha Infrapower Limited	0.04	0.05
(xii)	Deoghar Infra Limited	0.05	0.05
(xiii)	Bihar Infrapower Limited	0.05	0.05
(xiv)	Bihar Mega Power Limited	0.05	0.05
(xv)	Jharkhand Infrapower Limited	0.04	0.05
	Total Carrying Value	**0.50**	**0.70**

Associates are companies incorporated as SPVs under mandate from GoI for development of UMPPs with the intention to hand over the same to successful bidders on completion of the bidding process and Special Purpose Vehicle in respect of Independent Transmission Project(ITPs) incorporated by PFCCL, being the bid process coordinator for transmission schemes.

13.2 Government of India (GoI) has communicated for closure/ discontinuation of four UMPPs viz. Tatiya Andhra Mega Power Limited, Coastal Karnataka Power Limited, Coastal Maharashtra Mega Power Limited and Chhattisgarh Surguja Power Limited.

13.3 During the year, subsequent to implementation of Resolution Plans, Group has obtained the following investments:

(a) In respect of RattanIndia Power Ltd. (RIPL), the group has been allotted 32,76,95,820 equity shares, 10,16,70,764 redeemable preference shares and 15,32,97,013 optionally convertible cumulative redeemable preference shares of RIPL.

(b) 59,82,371 Redeemable Preference Shares (RPS) of ₹ 100 each of Raipur Energen Limited (previously known as GMR Chhattisgarh Energy Ltd). The RPS bears a dividend at the rate of 0.01% p.a.

13.4 Subsequent to the implementation of demerger scheme, PFC has received 15,24,88,000, 0.01% Cumulative Redeemable Preference Shares (CRPS) of Ratnagiri Gas & Power Pvt Ltd. of ₹ 10 per share.

13.5 At initial recognition, companies in the Group made an irrevocable election to present in other comprehensive income, subsequent changes in the fair value of investments in certain equity instruments. The Group's main operation is to provide financial assistance to power sector. Thus, in order to insulate the Statement of Profit and Loss from price fluctuations of these instruments, the Management of the respective companies believes that FVTOCI classification provides a more meaningful presentation, rather than classifying them at FVTPL.

Details of FVTOCI instruments derecognised during the year:

(₹ in crore)

Details of investment	No. of shares derecognised	Fair Value as on date of de-recognition	Cumulative gain/ (loss) on de-recognition
FY 2019-20			
NHPC Limited[1]	1,00,00,000	26.33	4.55
GMR Chhattisgarh Energy Ltd.[2]	27,50,00,000	-	(254.51)

Shree Maheshwar Hydro Power Corporation Limited (SMHPCL)[3]	13,18,46,779	-	-
Indian Energy Exchange Limited[4]	2,28,789	4.23	4.21
Lanco Teesta Hydro Power Limited[5]	10,20,00,000	-	(102)
FY 2018-19			
Power Grid Corporation of India Limited	3,89,349	7.67	5.63
NHPC Limited[1]	2,47,78,470	68.41	14.35

[1]These equity shares were sold in tranches during the year. The fair value and gain has been computed based on the price as on the respective date of de-recognition and has been presented on aggregate basis.

[2]During the year, 27,50,00,000 equity shares of GMR Chhattisgarh Energy Ltd. held by PFC, were transferred to a new promoter as a part of the package on implementation of resolution plan by way of transfer of ownership.

[3]Pursuant to an MoU signed with SMHPCL (a borrower company) during the year, 661,00,000 equity shares received by PFC during FY 2016-17 on conversion of part subordinated debt, have been cancelled. Consequently, PFC has restored the subordinated debt at the same net carrying value of ₹ 1. Further, 6,57,46,779 equity shares held by PFC on account of invocation of pledged shares of Entegra Ltd. in SMHPCL have been handed over to Entegra Ltd during the year.

[4]Under the Buy Back Offer of Indian Energy Exchange Limited, RECL has sold shares on 10.04.2019. The shares had been offered to be bought back at a price higher than the prevailing market price and RECL considered it as an opportunity to sell a large lot of equity shares through this mode, instead of selling the shares in open market at lower prices.

[5]Pursuant to the approval of Resolution Plan passed by the Hon'ble National Company Law Tribunal (NCLT), Hyderabad Bench dated 26th July, 2019 in respect of Lanco Teesta Hydro Power Ltd, RECL has written off its equity investment upon extinguishment of such equity shares as per the order.

Subsequent to de-recognition of such investments, the Group has transferred the cumulative gain/(loss) on such shares within Equity (from Reserve for Equity instruments through OCI to Retained Earnings) during the period. Refer Consolidated Statement of Changes in Equity for further details

13.6 Refer Note 41.4 for details of fair valuation of investments.

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

14 Other Financial Assets

The Group has categorised other financial assets at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Recoverable on account of Government of India Serviced Bonds	26,970.02	23,169.32
(ii)	Advances to Associates*	154.27	196.22
(iii)	Advances to Employees	0.90	1.09
(iv)	Loans to Employees	129.58	78.87
(v)	Others	258.99	307.92
	Less: Impairment loss allowance on Others (Refer Note 14.2)	(51.64)	(40.45)
	Total Other Financial Assets	**27,462.12**	**23,712.97**

*Recoverable in cash.

14.1 Detail of Loans & Advances to KMPs :

(₹ in crore)

Particulars	As at 31.03.2020	As at 31.03.2019
Loans & Advances to KMPs (including interest accrued)	0.84	0.98

14.2 Movement of Impairment on other Financial Assets

(₹ in crore)

Particulars	FY 2019-20	FY 2018-19
Opening balance	40.45	17.53
Movement during the year	11.19	22.92
Closing balance	51.64	40.45

15 Current Tax Assets / Liabilities (Net)

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Advance income tax and TDS	747.84	643.73
(ii)	Tax Deposited on income tax demands under contest	390.49	157.21
	Total Current Tax Assets (Net)	**1,138.33**	**800.94**
(i)	Provision for income tax for demand under contest	67.40	5.74
	Total Current Tax Liabilities (Net)	**67.40**	**5.74**

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

16 **Investment Property***

(₹ in crore)

Particulars	Opening balance	Additions during the year	Sales/ adjustment during the year	Closing balance
FY 2018-19	0.01	-	-	**0.01**
FY 2019-20	0.01	-	-	**0.01**

*pertains to PFC's subsidiary REC Ltd.

16.1 PFC's subsidiary REC Ltd. has classified the land held for undeterminable future use as investment property and is not earning any rental income on it.

16.2 Fair value of investment property:

(₹ in crore)

Particulars	As at 31.03.2020	As at 31.03.2019
Carrying Value	0.01	0.01
Fair Value	0.61	0.61

16.3 The Company obtains independent valuations for its investment properties at least annually. The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Company consider information from variety of sources including:

- current prices in an active market of similar properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences.

- current circle rates in the jurisdiction where the investment property is located.

The fair values of investment property has been determined by an independent valuer and the main inputs used are circle rates and current prices of similar properties. All resulting fair value estimates for investment property are included in Level 3.

17 **Property, Plant and Equipment, Capital Work-in-Progress (CWIP), Intangible assets under development and Other Intangible assets**

(₹ in crore)

Particulars	Property, Plant and Equipment									Capital Work-in-Progress	Intangible assets under development	Other Intangible assets
	Freehold Land	Leasehold Land*	Buildings	EDP Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Leasehold Improvements	Total	Immovable Property	Computer Software	Computer Software
Gross Carrying Amount												
Opening Balance as at 01.04.2018	**86.30**	**1.59**	**56.66**	**36.78**	**34.77**	**19.73**	**0.60**	**4.02**	**240.45**	**127.23**	**1.46**	**22.25**
Additions / Adjustments	27.47	-	-	7.39	7.16	3.92	-	0.12	46.06	54.57	0.13	4.88
Deductions / Adjustments	-	-	-	3.98	3.67	0.36	0.11	-	8.12	(15.14)	-	(0.04)
Closing Balance as at 31.03.2019	**113.77**	**1.59**	**56.66**	**40.19**	**38.26**	**23.29**	**0.49**	**4.14**	**278.39**	**196.94**	**1.59**	**27.17**
Additions / Adjustments	-	-	-	6.25	8.92	6.45	0.02	-	21.64	74.89	-	4.38
Borrowing Cost Capitalised	-	-	-	-	-	-	-	-	-	7.62	-	-
Deductions / Adjustments	-	1.59	-	4.32	4.11	2.02	(0.01)	-	12.03	(8.17)	0.82	7.22
Closing Balance as at 31.03.2020	**113.77**	-	**56.66**	**42.12**	**43.07**	**27.72**	**0.52**	**4.14**	**288.00**	**287.62**	**0.77**	**24.33**
Accumulated Depreciation / Amortization												
Opening Balance as at 01.04.2018	-	0.29	19.23	28.29	22.55	13.52	0.42	0.91	85.21	-	-	16.06
For the period	-	0.02	1.15	4.88	5.22	1.55	0.04	0.80	13.66	-	-	1.83
Reversal on Assets Sold/Written off from books	-	-	-	3.75	2.91	0.19	0.08	-	6.93	-	-	(0.10)
Closing Balance as at 31.03.2019	-	**0.31**	**20.38**	**29.42**	**24.86**	**14.88**	**0.38**	**1.71**	**91.94**	-	-	**17.99**
For the period	-	-	1.12	5.63	6.48	2.28	0.03	0.80	16.34	-	-	4.32
Reversal on Assets Sold/Written off from books	-	0.31	-	3.71	2.51	0.54	-	-	7.07	-	-	7.21
Closing Balance as at 31.03.2020	-	-	**21.50**	**31.34**	**28.83**	**16.62**	**0.41**	**2.51**	**101.21**	-	-	**15.10**
Net Carrying Amount												
As at 31.03.2019	113.77	1.28	36.28	10.77	13.40	8.41	0.11	2.43	186.45	196.94	1.59	9.18
As at 31.03.2020	**113.77**	-	**35.16**	**10.78**	**14.24**	**11.10**	**0.11**	**1.63**	**186.79**	**287.62**	**0.77**	**9.23**

*Pursuant to adoption of Ind AS 116, reclassified as Right of Use asset w.e.f. 01.04.2019.

17.1 The Company reviews the estimated useful life, residual values and depreciation method of Property, Plant & Equipment and Intangible Assets at the end of each financial year and changes in estimates, if any, are accounted prospectively. Details of useful life of Property Plant & Equipment and Intangible Assets are as under:

Category	Building	EDP Equipment		Office Equipment	Cell Phone	Furniture and Fixture	Vehicles	Intangible Assets
		Servers and networks	End user devices i.e. desktops, laptops etc.					
Useful Life (in Years)	60	6	3	5	2	10	8	5
Residual value as a % of original Cost	5%	5%	5%	5%	5%	5%	5%	-

17.2 The estimated useful lives of the property, plant and equipment (PPE) is in line with the life prescribed in Schedule II of Companies Act, 2013, except for cell phones where useful life has been estimated as 2 years by the Company.

Depreciation on PPE is recognised so as to write off the cost of property, plant and equipment less their residual values as per written down value method, over the estimated useful lives. The intangible assets are amortised using straight-line method over their useful life.

17.3 In the opinion of management of PFC and its subsidiary REC Ltd., there is no impairment on the Property, Plant & Equipment and Intangible Assets of the Company in terms of Ind AS 36. Accordingly, no provision for impairment loss as required under Ind AS 36 'Impairment of Assets' has been made.

17.4 The Details of pledged as security are as under:

In case of the Company details of assets pledged as security refer note 22.8 & 22.9. In case of PFC's Subsidiary REC Ltd. details of assets pledged as security are as under:

(₹ in crore)

Particulars	As at 31.03.2020	As at 31.03.2019
Gross Carrying Value	3.45	3.45
Net Carrying Value	2.41	2.46

17.5 In case of PFC Subsidiary REC Ltd., As on 31st March 2020, the formalities regarding registration of conveyance deed in respect of certain immovable properties acquired by the Company are yet to be executed. The details are as b

(₹ in crore)

Particulars	As at 31.03.2020		As at 31.03.2019	
	Land	Building	Land	Building
Gross Carrying Value	68.31	4.59	68.31	4.59
Net Carrying Value	68.31	2.14	68.31	2.20

17.6 While PFC's subsidiary REC Ltd. has not made any specific borrowings for construction of a qualifying asset, the Company has capitalised certain borrowing costs on account of general borrowings at an average rate of borrowings for the Company in terms of Ind AS 23 'Borrowing Costs'. In line with the applicable accounting guidance, the Company has not capitalised the borrowings costs for the period during which the construction work has been suspended owing to Covid-19 disruptions.

18 Right-of-use Assets

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	**Opening Balance of Leasehold Land**	-	-
(ii)	Additions (Refer Note 45)	45.84	-
(iii)	Less: Accumulated Depreciation*	3.77	-
	Closing Balance of Leasehold Land	**42.07**	-

*As required by Ind AS 116, Depreciation expense on Right-of-Use assets is included under Depreciation and Amortization expenses in the Consolidated Statement of Profit and Loss.

19 Other Non-Financial Assets

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Prepaid Expenses	3.40	36.95
(ii)	Deferred Employee Costs	62.13	54.30
(iii)	Capital Advances	93.75	79.09
(iv)	Other assets	104.66	223.16
	Total Other Non-Financial Assets	**263.94**	**393.50**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

20 Assets Classified as held for sale*

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(A)	**Assets classified as held for sale**		
(i)	Investment in associates (Refer Note 20.1)	0.23	0.54
(ii)	Loan to associates (Refer Note 20.2)	16.75	12.12
	Total (A)	**16.98**	**12.66**
(B)	**Liabilities directly associated with assets classified as held for sale**		
(i)	Payable to associates (Refer Note 20.3)	0.68	0.08
	Total (B)	**0.68**	**0.08**
	Disposal Group - Net assets (A-B)	**16.30**	**12.58**

*Pertains to PFC's Subsidiaries, REC Ltd. and PFC Consulting Ltd.

20.1 Investment in associates

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
	Investments in Equity Instruments of associates (fully paid up equity shares of ₹ 10/- each)		
(i)	Dinchang Transmission Ltd.*	-	-
(ii)	Ajmer Phagi Transco Ltd.	-	0.05
(iii)	Bhindguna Transmission Ltd.	-	0.05
(iv)	Chandil Transmission Ltd.	0.05	0.05
(v)	Dumka Transmission Ltd.	0.05	0.05
(vi)	Jam Khambaliya Transco Ltd.	-	0.05
(vii)	Khetri Transco Ltd.	-	0.05
(viii)	Koderma Transmission Ltd.	0.05	0.05
(ix)	Lakadia Banaskantha Transco Ltd.	-	0.05
(x)	Mandar Transmission Ltd.	0.05	0.05
(xi)	Udupi Kasargode Trans. Ltd.	-	0.05
(xii)	Vapi II North Lakhimpur Transmission Ltd.	0.01	0.01
(xiii)	Koppal Narendra Transmission Ltd.	0.01	-
(xiv)	Karur Transmission Ltd.	0.01	-
(xv)	Bhuj-II Transmission Ltd.	-	0.01
(xvi)	Fatehgarh - II Transco Ltd.	-	0.01
(xvii)	Bikaner Khetri Transmission Ltd.	-	0.01
	Total	**0.23**	**0.54**

* Dinchang Transmission Ltd was denotified vide MoP letter dated 25 March 2019 and subsequently investment was written off. MoP permission for striking off company with MCA has been obtained during the year.

20.2 Loan to Associates

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Chandil Transmission Ltd.	2.49	1.99
(ii)	Dumka Transmission Ltd.	2.18	1.94
(iii)	Mandar Transmission Ltd.	2.43	1.71
(iv)	Koderma Transmission Ltd.	2.23	1.76
(v)	Ajmer Phagi Transco Ltd.	-	0.18
(vi)	Bhindguna Transmission Ltd.	-	0.88
(vii)	UDUPI Kasargode Transmission Ltd.	-	0.25
(viii)	WRSS XXI (A) Transco Ltd.	-	0.35
(ix)	Vapi II North Lakhimpur Transmission Ltd.	3.71	1.81
(x)	Koppal Narendra Transmission Ltd.	1.69	-
(xi)	Karur Transmission Ltd.	2.02	-
(xii)	Bhuj-II Transmission Ltd.	-	0.32
(xiii)	Fatehgarh - II Transco Ltd.	-	0.31
(xiv)	Bikaner Khetri Transmission Ltd.	-	0.30
(xv)	Lakadia-Vadodara Transmission Project Ltd.	-	0.32
	Total	**16.75**	**12.12**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

20.3 Liabilities directly associated with assets classified as held for sale

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Bidar Karnataka Line*	0.10	-
(ii)	Gadag Karnataka Part A Line*	0.10	-
(iii)	Solar Energy Rajasthan Part A Line*	0.11	-
(iv)	Solar Energy Rajasthan Part B Line*	0.06	-
(v)	Solar Energy Rajasthan Part C Line*	0.16	-
(vi)	Rajgarh Madhya Pradesh Line*	0.15	-
(vii)	Osmanabad Maharashtra Line*	-	-
(viii)	Khetri Transco Ltd.	-	0.04
(ix)	Lakadia Banaskantha Transco Ltd.	-	0.04
	Total	**0.68**	**0.08**

*These SPVs are in process of incorporation. However as RFP was issued by March 2020 therefore as per allocation policy, expense have been allocated.

20.4 In respect of PFC's subsidiaries, REC Ltd. and PFC Consulting Ltd., their management had incorporated these entities with a view to sell them off as per the guidelines of Ministry of Power, through the bid process prescribed by Ministry of Power. There is no possibility that management will have benefits from these entities other than selling them off, hence all these investments (along with the related assets and liabilities) have been classified as 'held for sale'.

21 Trade Payables

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
	Trade Payables		
(i)	Total outstanding dues of Micro, Small and Medium Enterprises	0.15	2.65
(ii)	Total outstanding dues of creditors other than Micro, Small and Medium Enterprises	53.07	72.26
	Total Trade Payables	**53.22**	**74.91**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

22 Debt Securities

The Company and its Subsidiary REC Ltd., have categorised Debt Securities at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(i)	Bonds / Debenture		
	- Infrastructure Bonds (Refer Note 22.1)	295.09	370.06
	- Tax Free Bonds (Refer Note 22.2)	24,878.08	24,853.08
	- 54 EC Capital Gain Tax Exemption Bonds (Refer Note 22.3)	23,894.68	23,941.98
	- Taxable Bonds (Refer Note 22.4)	3,26,415.29	2,98,307.82
	- Foreign Currency Notes (Refer Note 22.5)	50,508.56	21,095.29
(ii)	Commercial Paper (Refer Note 22.6)	2,925.00	17,690.92
(iii)	Interest accrued but not due on above	13,687.09	12,648.16
(iv)	Unamortised Transaction Cost on above	(1,238.08)	(1,277.35)
(v)	Bond Application Money (Refer Note 22.7)	400.19	722.04
	Total Debt Securities	**4,41,765.90**	**3,98,352.00**
	Geography wise Debt Securities		
(i)	Debt Securities in India	3,91,726.07	3,77,818.26
(ii)	Debt Securities outside India	50,039.83	20,533.74
	Total Geography wise Debt Securities	**4,41,765.90**	**3,98,352.00**

GANDHI MINOCHA & CO. ★ New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS ★ NEW DELHI ★

22.1 Details of Infrastructure Bonds outstanding are as follows:

Sr. No.	Bond Series	Coupon Rate (p.a.)	Principal Amount (₹ in crore) outstanding as at 31.03.2020	31.03.2019	Date of Redemption	Redemption details
In case of PFC						
1	Infrastructure Bonds 86 D Series	8.72%	2.40	2.40	30.03.2027	Redeemable at par on a date falling Fifteen years from the date of allotment
2	Infrastructure Bonds 86 C Series	8.72%	0.87	0.87	30.03.2027	Redeemable at par with cumulative interest compounded annually, on a date falling fifteen years from the date of allotment
3	Infrastructure Bonds (2011-12) - Series III	8.75%	2.86	2.86	21.11.2026	Redeemable at par on a date falling Fifteen years from the date of allotment
4	Infrastructure Bonds (2011-12) - Series IV	8.75%	7.77	7.77	21.11.2026	Redeemable at par with cumulative interest compounded annually, on a date falling fifteen years from the date of allotment
5	Infrastructure Bonds (2010-11) - Series III	8.50%	5.27	5.27	31.03.2026	Redeemable at par on a date falling Fifteen years from the date of allotment
6	Infrastructure Bonds (2010-11) - Series IV	8.50%	19.33	19.33	31.03.2026	Redeemable at par with cumulative interest compounded annually, on a date falling fifteen years from the date of allotment
7	Infra Bonds Private Placement Series I	8.43%	7.39	7.39	30.03.2022	Redeemable at par on a date falling ten years from the date of allotment
8	Infra Bonds Private Placement Series II	8.43%	15.47	15.47	30.03.2022	Redeemable at par with cumulative interest compounded annually, on a date falling ten years from the date of allotment
9	Infrastructure Bonds (2011-12) - Series I	8.50%	21.85	21.85	21.11.2021	Redeemable at par on a date falling ten years from the date of allotment
10	Infrastructure Bonds (2011-12) - Series II	8.50%	36.34	36.34	21.11.2021	Redeemable at par with cumulative interest compounded annually, on a date falling ten years from the date of allotment
11	Infrastructure Bonds (2010-11) - Series I	8.30%	49.96	49.96	31.03.2021	Redeemable at par on a date falling ten years from the date of allotment
12	Infrastructure Bonds (2010-11) - Series II	8.30%	109.12	109.12	31.03.2021	Redeemable at par with cumulative interest compounded annually, on a date falling ten years from the date of allotment
	Sub - Total (A)		**278.63**	**278.63**		
In case of PFC's Subsidiary REC Ltd.						
1	Series-II (2011-12) Cumulative	9.15%	2.83	2.83	15.02.2027	Redeemable on the date falling 15 years from the date of allotment
2	Series-II (2011-12) Annual	9.15%	1.13	1.13	15.02.2027	
3	Series-II (2011-12) Cumulative	8.95%	5.73	5.73	15.02.2022	Redeemable on the date falling 10 years from the date of allotment
4	Series-II (2011-12) Annual	8.95%	1.38	1.38	15.02.2022	
5	Series-I (2010-11)	8.10%	1.61	1.61	31.03.2021	Redeemable on the date falling 10 years from the date of allotment
6	Series-I (2010-11)	8.20%	3.78	3.79	31.03.2021	
7	Series-I (2010-11)	8.00%	-	16.92	Repaid in FY 2019-20	Redeemable on the date falling 10 years from the date of allotment with buyback option by bondholders after 5/6/7/8/9 years
8	Series-I (2010-11)	8.20%	-	58.04		
	Sub - Total (B)		**16.46**	**91.43**		
	Total (A+B)		**295.09**	**370.06**		

22.2 Details of Tax Free Bonds outstanding are as follows:

Sr. No.	Bond Series	Coupon Rate (p.a.)	Principal Amount (₹ in crore) outstanding as at 31.03.2020	31.03.2019	Date of Redemption	Redemption details
In case of PFC						
1	7 35 Tax Free Bonds 3 A 2015	7.35%	213.57	213.57	17.10.2035	Redeemable at par on maturity
2	7 60 Tax Free Bonds 3 B 2015 16	7.60%	155.48	155.48	17.10.2035	
3	Tax Free Bonds 8 67 Bps Series	8.67%	1,067.38	1,067.38	16.11.2033	
4	Tax Free Bonds 8 92 Bps Series	8.92%	861.96	861.96	16.11.2033	
5	7 27 Tax Free Bonds 2 A 2015	7.27%	131.33	131.33	17.10.2030	
6	7 52 Tax Free Bonds 2 B 2015 16	7.52%	45.18	45.18	17.10.2030	
7	Tax Free Bonds 8 54 Bps Series	8.54%	932.70	932.70	16.11.2028	
8	Tax Free Bonds 8 79 Bps Series	8.79%	353.32	353.32	16.11.2028	
9	8 46 Tax Free Bond Series 107	8.46%	1,011.10	1,011.10	30.08.2028	
10	7.04% TR-2 Tax Free Bonds 12-	7.04%	10.25	8.89	28.03.2028	
11	7.54% TR 2 Tax Free Bonds 12-	7.54%	58.96	60.32	28.03.2028	

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

12	7.36% 15Years Tax Free Bonds 2012-13 TR-I Series-2	7.36%	162.72	159.81	04.01.2028	Redeemable at par on maturity
13	7.86% 15Years Tax Free Bonds 2012-13 TR-I Series-2	7.86%	194.28	197.19	04.01.2028	
14	Tax Free Bonds Series 95 B	7.38%	100.00	100.00	29.11.2027	
15	Tax Fee Bond Series 94B	7.38%	25.00	25.00	22.11.2027	
16	8.30% Public Issue Of Tax Free Bonds FY 11-12	8.30%	1,280.58	1,280.58	01.02.2027	
17	8.16% Tax Free Bond Series 80-	8.16%	209.34	209.34	25.11.2026	
18	7.75% Tax Free Bond Series 79-	7.75%	217.99	217.99	15.10.2026	
19	7 11 Tax Free Bonds 1 A 2015	7.11%	75.09	75.09	17.10.2025	
20	7.36 Taxfree Bonds 1B 2015-16	7.36%	79.35	79.35	17.10.2025	
21	7 16 Tf Sec Bnd Srs 136	7.16%	300.00	300.00	17.07.2025	
22	Tax Free Bonds 8 18 Bps Series	8.18%	325.07	325.07	16.11.2023	
23	Tax Free Bonds 8 43 Bps Series	8.43%	335.47	335.47	16.11.2023	
24	8 01 Tax Free Bond Series 107	8.01%	113.00	113.00	30.08.2023	
25	6.88% TR-2 Tax Free Bonds 12-	6.88%	52.90	52.38	28.03.2023	
26	7.38% TR-2 Tax Free Bonds 12-	7.38%	43.25	43.77	28.03.2023	
27	7.19% 10Years Tax Free Bonds 12-13 TR -I Series 1	7.19%	197.09	193.40	04.01.2023	
28	7.69% 10Years Tax Free Bonds 2012-13 TR-I Series-1	7.69%	145.66	149.35	04.01.2023	
29	Tax Free Bonds Series 95 A	7.22%	30.00	30.00	29.11.2022	
30	Tax Free Bond Series 94 A	7.21%	255.00	255.00	22.11.2022	
31	8.20% Public Issue Of Tax Free Bonds FY 11-12	8.20%	2,752.55	2,752.55	01.02.2022	
32	8.09% Tax Free Bond Series 80-	8.09%	334.31	334.31	25.11.2021	
33	7.51% Tax Free Bonds Series 79-	7.51%	205.23	205.23	15.10.2021	
	Sub - Total (A)		**12,275.11**	**12,275.11**		
In case of PFC's Subsidiary REC Ltd.						
1	Series 2015-16 Tranche-1	6.89% to 7.43%	696.56	696.56	Redeemable at par. Bonds amounting to ₹ 105.93 Crores are redeemable on 05.11.2025, ₹ 172.90 Crores are redeemable on 05.11.2030 and ₹ 417.73 Crores are redeemable on 05.11.2035 with interest rates varying from 6.89% to 7.43% payable annually	
2	Series 2015-16 Series 5A	7.17%	300.00	300.00	7.17% Redeemable at par on 23.07.2025	
3	Series 2013-14 Tranche-2	8.19% to 8.88%	1,057.40	1,057.40	Redeemable at par. Bonds amounting to ₹ 419.32 Crores are redeemable on 22.03.2024, ₹ 528.42 Crores are redeemable on 23.03.2029 and ₹ 109.66 Crores are redeemable on 24.03.2034 with interest rates varying from 8.19% to 8.88% payable annually	
4	Series 2013-14 Tranche-1	8.01% to 8.71%	3,410.60	3,410.60	Redeemable at par. Bonds amounting to ₹ 575.06 Crores are redeemable on 25.09.2023, ₹ 2,780.26 Crores are redeemable on 25.09.2028 and ₹ 55.28 Crores are redeemable on 26.09.2033 with interest rates varying from 8.01% to 8.71% payable annually	
5	Series 2013-14 Series 4A & 4B	8.18% to 8.54%	150.00	150.00	Redeemable at par. Bonds amounting to ₹ 105.00 Crores are redeemable on 11.10.2023 and ₹ 45.00 Crores are redeemable on 11.10.2028 with interest rates varying from 8.18% to 8.54% payable annually	
6	Series 2013-14 Series 3A & 3B	8.01% to 8.46%	1,350.00	1,350.00	Redeemable at par. Bonds amounting to ₹ 209.00 Crores are redeemable on 29.08.2023 and ₹ 1,141.00 Crores are redeemable on 29.08.2028 with interest rates varying from 8.01% to 8.46% payable annually	
7	Series 2012-13 Tranche-2	6.88% to 7.54%	131.06	131.06	Redeemable at par. Bonds amounting to ₹ 81.35 Crores are redeemable on 27.03.2023 and bonds amounting to ₹ 49.71 Crores are redeemable on 27.03.2028 with interest rates varying from 6.88% to 7.54% payable annually	
8	Series 2012-13 Tranche-1	7.22% to 7.88%	2,007.35	1,982.35	Redeemable at par. Bonds amounting to ₹ 1,165.31 Crores are redeemable on 19.12.2022 and bonds amounting to ₹ 842.04 Crores are redeemable on 20.12.2027 with interest rates varying from 7.22% to 7.88% payable annually	
9	Series 2012-13 Series 2A & 2B	7.21% to 7.38%	500.00	500.00	Redeemable at par. Bonds amounting to ₹ 255.00 Crores are redeemable on 21.11.2022 and bonds amounting to ₹ 245.00 Crores are redeemable on 22.11.2027 with interest rates of 7.21% and 7.38% respectively payable annually	
10	Series 2011-12	7.93% to 8.32%	3,000.00	3,000.00	Redeemable at par. Bonds amounting to ₹ 839.67 Crores are redeemable on 28.03.2022 and bonds amounting to ₹ 2,160.33 Crores are redeemable on 29.03.2027 with interest rates varying from 7.93% to 8.32% payable annually	
	Sub - Total (B)		**12,602.97**	**12,577.97**		
	Total (A+B)		**24,878.08**	**24,853.08**		

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

22.3 Details of 54 EC Capital Gain Tax Exemption Bonds outstanding are as follows:

Sr. No.	Bond Series	Coupon Rate (p.a.)	Principal Amount (₹ in crore) outstanding as at		Redemption details
			31.03.2020	31.03.2019	
In case of PFC					
1	Series III (FY 2019-20)	5.75%	1,134.44	-	Redeemable at par during FY 2024-25
2	Series II (FY 2018-19)	5.75%	491.95	491.95	Redeemable at par during FY 2023-24
3	Series I (FY 2017-18)	5.25%	292.15	292.15	Redeemable at par during FY 2020-21
	Sub - Total (A)		**1,918.54**	**784.10**	
In case of PFC's Subsidiary REC Ltd.					
1	Series XIII (FY 2019-20)	5.75%	5,759.14	-	Redeemable at par during FY 2024-25
2	Series XII (FY 2018-19)	5.75%	6,651.77	5,929.73	Redeemable at par during FY 2023-24
3	Series XI (FY 2017-18)	5.25%	9,565.23	9,565.23	Redeemable at par during FY 2020-21
4	Series X (FY 2016-17)	5.25%	-	7,662.92	Repaid in FY 2019-20
	Sub - Total (B)		**21,976.14**	**23,157.88**	
	Total (A+B)		**23,894.68**	**23,941.98**	

22.4 The details of Taxable Bonds outstanding are as follows:

Sr. No.	Bond Series	Coupon Rate (p.a.)	Principal Amount (₹ in crore) outstanding as at		Date of Redemption	Redemption details
			31.03.2020	31.03.2019		
In case of PFC						
1	Series 190	8.25%	4,016.00	-	06.09.2034	Redeemable at par on maturity
2	Series 189	8.15%	4,035.00	-	08.08.2034	
3	Series 186	8.79%	2,578.90	-	30.04.2034	
4	Series 180	8.75%	2,654.00	2,654.00	22.02.2034	
5	Series 179-B	8.64%	528.40	528.40	19.11.2033	
6	Series 71	9.05%	192.70	192.70	15.12.2030	
7	Series 66-C	8.85%	633.00	633.00	15.06.2030	
8	Series 197	7.41%	5,000.00	-	15.05.2030	
9	Series 195	7.86%	1,100.00	-	12.04.2030	
10	Series 196	7.41%	2,500.00	-	25.02.2030	
11	Series193	7.93%	4,710.50	-	31.12.2029	
12	Series 118 Option B III	9.39%	460.00	460.00	27.08.2029	
13	Series 187 B	8.85%	1,982.10	-	27.05.2029	
14	Series 179-A	8.67%	1,007.40	1,007.40	19.11.2028	
15	Series 178	8.95%	3,000.00	3,000.00	10.10.2028	
16	Series 177	7.85%	3,855.00	3,855.00	03.04.2028	

17	Series 103	8.94%	2,807.00	2,807.00	25.03.2028	
18	Series 102 A (III)	8.90%	403.00	403.00	18.03.2028	
19	Series 101 B	9.00%	1,370.00	1,370.00	11.03.2028	
20	Series 172	7.74%	850.00	850.00	29.01.2028	
21	Series 171	7.62%	5,000.00	5,000.00	15.12.2027	
22	Series 170-B	7.65%	2,001.00	2,001.00	22.11.2027	
23	Series 169-B	7.30%	1,500.00	1,500.00	07.08.2027	
24	Series 168-B	7.44%	1,540.00	1,540.00	12.06.2027	
25	Series 155	7.23%	2,635.00	2,635.00	05.01.2027	
26	Series 152	7.55%	4,000.00	4,000.00	25.09.2026	
27	Series 151-B	7.56%	210.00	210.00	16.09.2026	
28	Series - 77-B	9.45%	2,568.00	2,568.00	01.09.2026	
29	Series 150-B	7.63%	1,675.00	1,675.00	14.08.2026	
30	Series - 76-B	9.46%	1,105.00	1,105.00	01.08.2026	
31	Series 147	8.03%	1,000.00	1,000.00	02.05.2026	
32	Series 71	9.05%	192.70	192.70	15.12.2025	
33	Series 141-B	8.40%	1,000.00	1,000.00	18.09.2025	
34	Series 66-B	8.75%	1,532.00	1,532.00	15.06.2025	
35	Series 65 III	8.70%	1,337.50	1,337.50	14.05.2025	
36	Series 130-C	8.39%	925.00	925.00	19.04.2025	
37	Series 64	8.95%	492.00	492.00	30.03.2025	
38	Series 131-C	8.41%	5,000.00	5,000.00	27.03.2025	
39	Series 63-III	8.90%	184.00	184.00	15.03.2025	
40	Series 128	8.20%	1,600.00	1,600.00	10.03.2025	
41	Series 62-B	8.80%	1,172.60	1,172.60	15.01.2025	
42	Series 126	8.65%	5,000.00	5,000.00	04.01.2025	
43	Series 125	8.65%	2,826.00	2,826.00	28.12.2024	
44	Series 61	8.50%	351.00	351.00	15.12.2024	
45	Series 124 C	8.48%	1,000.00	1,000.00	09.12.2024	
46	Series 192	7.42%	3,000.00	-	19.11.2024	
47	Series 120 Option A	8.98%	961.00	961.00	08.10.2024	
48	Series Option 120 B	8.98%	950.00	950.00	08.10.2024	
49	Series 118 Option B II	9.39%	460.00	460.00	27.08.2024	
50	Series 117 Option B	9.37%	855.00	855.00	19.08.2024	
51	Series 57-C	8.60%	866.50	866.50	07.08.2024	
52	Series 188	8.10%	691.10	-	04.06.2024	
53	Series 85 D	9.26%	736.00	736.00	15.04.2023	
54	Series 194	7.04%	1,400.00	-	14.04.2023	Redeemable at par on maturity
55	Series 102 A (II)	8.90%	403.00	403.00	18.03.2023	
56	Series 100 B	8.84%	1,310.00	1,310.00	04.03.2023	
57	Zero Coupon Unsecured Taxable Bonds 2022-XIX Series	-	605.94	560.45	30.12.2022	
58	Series 176-B	7.99%	1,295.00	1,295.00	20.12.2022	
59	Series 170-A	7.35%	800.00	800.00	22.11.2022	
60	Series 191	7.35%	3,735.00	-	15.10.2022	
61	Series 92 C	9.29%	640.00	640.00	21.08.2022	
62	Series 181	8.45%	2,155.00	2,155.00	11.08.2022	
63	Series 169-A	7.10%	3,395.00	3,395.00	08.08.2022	
64	Series 168-A	7.28%	1,950.00	1,950.00	12.06.2022	
65	Series 187 A	8.20%	1,605.00	-	27.05.2022	
66	Series 88 C	9.48%	184.70	184.70	15.04.2022	
67	Series 183	8.18%	3,751.20	3,751.20	19.03.2022	
68	Series 154	7.27%	1,101.00	1,101.00	22.12.2021	
69	Series 124 B	8.55%	1,200.00	1,200.00	09.12.2021	
70	Series 123 C	8.66%	200.00	200.00	27.11.2021	
71	Series 153	7.40%	1,830.00	1,830.00	30.09.2021	
72	Series 151-A	7.47%	2,260.00	2,260.00	16.09.2021	
73	Series 150-A	7.50%	2,660.00	2,660.00	16.08.2021	
74	Series - 76-A	9.36%	2,589.40	2,589.40	01.08.2021	
75	Series 115 III	9.20%	700.00	700.00	07.07.2021	
76	Series 75-C	9.61%	2,084.70	2,084.70	29.06.2021	
77	Series 74	9.70%	1,693.20	1,693.20	09.06.2021	
78	Series 28	8.85%	600.00	600.00	31.05.2021	
79	Series 146	8.05%	300.00	300.00	27.04.2021	
80	Series 73	9.18%	1,000.00	1,000.00	15.04.2021	
81	Series 175	7.75%	600.00	600.00	15.04.2021	
82	Series 173-B	7.73%	1,325.00	1,325.00	05.04.2021	
83	Series 173-A	7.73%	505.00	505.00	12.03.2021	
84	Series 112-C	9.70%	270.00	270.00	31.01.2021	
85	Series 72-B	8.99%	1,219.00	1,219.00	15.01.2021	
86	Series 71	9.05%	192.70	192.70	15.12.2020	
87	Series 70	8.78%	1,549.00	1,549.00	15.11.2020	
88	Series 141-A	8.46%	1,000.00	1,000.00	18.09.2020	
89	Series 163	7.50%	2,435.00	2,435.00	17.09.2020	

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

90	Series 182	8.20%	3,500.00	3,500.00	14.09.2020	Redeemable at par on maturity
91	Series 140-B	8.36%	1,250.00	1,250.00	04.09.2020	
92	Series 138	8.45%	1,000.00	1,000.00	10.08.2020	
93	Series 137	8.53%	2,700.00	2,700.00	24.07.2020	
94	Series 68-B	8.70%	1,424.00	1,424.00	15.07.2020	
95	Series 167	7.30%	1,560.00	1,560.00	30.06.2020	
96	Series 165	7.42%	3,605.00	3,605.00	26.06.2020	
97	Series 66-A	8.65%	500.00	500.00	15.06.2020	
98	Series 166	7.46%	1,180.00	1,180.00	05.06.2020	
99	Series 149	8.04%	100.00	100.00	30.05.2020	
100	Series 159	7.05%	2,551.00	2,551.00	15.05.2020	
101	Series 65-II	8.70%	1,337.50	1,337.50	14.05.2020	
102	Series 131-B	8.38%	1,350.00	1,350.00	27.04.2020	
103	Series 130-B	8.42%	200.00	200.00	18.04.2020	
104	Series 85 C	9.30%	79.50	79.50	15.04.2020	
105	Series 157	6.83%	2,000.00	2,000.00	15.04.2020	
106	Series 102 B	8.87%	-	70.00	Repaid in FY 2019-20	Redeemed at par on respective maturity / call option exercise dates
107	Series 91 B	9.39%	-	2,695.20		
108	Series 64	8.95%	-	492.00		
109	Series 87 D	9.42%	-	650.80		
110	Series 63-II	8.90%	-	184.00		
111	Series 100 A	8.86%	-	54.30		
112	Series 127	8.36%	-	4,440.00		
113	Series 99 B	8.82%	-	733.00		
114	Series 112-B	9.70%	-	270.00		
115	Series 176-A	7.53%	-	1,500.00		
116	Series 62-A	8.70%	-	845.40		
117	Series 61	8.50%	-	351.00		
118	Series 124 A	8.52%	-	1,220.00		
119	Series 123 B	8.65%	-	836.00		
120	Series 60-B	FBIL G-Sec par yield+179 bps (floating rate)	-	925.00		
121	Series 122	8.76%	-	1,000.00		
122	Series 121 B	8.96%	-	1,100.00		
123	Series 59-B	8.80%	-	1,216.60		
124	Series 119 Option B	9.32%	-	1,591.00		
125	Series 118 Option B I	9.39%	-	460.00		
126	Series 57-B	8.60%	-	866.50		
127	Series 115 II	9.15%	-	100.00		
128	Series 135-B	8.50%	-	1,500.00		
129	Series 174	7.80%	-	3,300.00		
130	Series 148	7.95%	-	1,915.00		
131	Series 145	7.85%	-	2,928.00		
Sub - Total (A)			**1,72,930.24**	**1,67,774.95**		

In case of PFC's Subsidiary REC Ltd.						
1	Series 183	8.29%	3,028.00	-	16.09.2034	
2	Series 182	8.18%	5,063.00	-	22.08.2034	
3	Series 189	7.92%	3,054.90	-	31.03.2030	
4	Series 188	7.89%	1,100.00	-	31.03.2030	
5	Series 192	7.50%	2,382.00	-	28.02.2030	
6	Series 184 A	8.25%	290.20	-	26.09.2029	
7	Series 180 B	8.30%	2,070.90	-	25.06.2029	
8	Series 178	8.80%	1,097.00	-	14.05.2029	
9	Series 176	8.85%	1,600.70	-	16.04.2029	
10	Series 169	8.37%	2,554.00	2,554.00	07.12.2028	
11	Series 168	8.56%	2,552.40	2,552.40	29.11.2028	
12	Series 163	8.63%	2,500.00	2,500.00	25.08.2028	
13	Series 162	8.55%	2,500.00	2,500.00	09.08.2028	
14	Series 156	7.70%	3,533.00	3,533.00	10.12.2027	
15	Series 147	7.95%	2,745.00	2,745.00	12.03.2027	
16	Series 142	7.54%	3,000.00	3,000.00	30.12.2026	
17	Series 140	7.52%	2,100.00	2,100.00	07.11.2026	
18	Series 136	8.11%	2,585.00	2,585.00	07.10.2025	
19	Series 95-II	8.75%	1,800.00	1,800.00	14.07.2025	
20	Series 94	8.75%	1,250.00	1,250.00	09.06.2025	
21	Series 133	8.30%	2,396.00	2,396.00	10.04.2025	
22	Series 190A	6.88%	2,500.00	-	20.03.2025	
23	Series 131	8.35%	2,285.00	2,285.00	21.02.2025	
24	Series 130	8.27%	2,325.00	2,325.00	06.02.2025	
25	Series 129	8.23%	1,925.00	1,925.00	23.01.2025	
26	Series 128	8.57%	2,250.00	2,250.00	21.12.2024	
27	Series 186 B	7.40%	1,500.00	-	26.11.2024	
28	Series 191 B	6.99%	1,100.00	-	30.09.2024	
29	Series 123 III B	9.34%	1,955.00	1,955.00	23.08.2024	
30	Series 180 A	8.10%	1,018.00	-	25.06.2024	
31	Series 184 B STRP-D	7.55%	298.00	-	26.09.2023	
32	Series 191 A	6.80%	1,100.00	-	30.06.2023	
33	Series 114	8.82%	4,300.00	4,300.00	12.04.2023	
34	Series 188 A	7.12%	1,400.00	-	31.03.2023	
35	Series 159	7.99%	950.00	950.00	23.02.2023	
36	Series 187	7.24%	2,090.00	-	31.12.2022	
37	Series 185	7.09%	2,759.00	-	13.12.2022	
38	Series 155	7.45%	1,912.00	1,912.00	30.11.2022	
39	Series 111-II	9.02%	2,211.20	2,211.20	19.11.2022	
40	Series 152	7.09%	1,225.00	1,225.00	17.10.2022	Redeemable at par on maturity
41	Series 184 B STRP-C	7.55%	300.00	-	26.09.2022	
42	Series 150	7.03%	2,670.00	2,670.00	07.09.2022	
43	Series 186 A	6.90%	2,500.00	-	30.06.2022	
44	Series 107	9.35%	2,378.20	2,378.20	15.06.2022	
45	Series 179	8.15%	1,000.00	-	10.06.2022	
46	Series 167	8.45%	2,571.80	2,571.80	22.03.2022	
47	Series 173	8.35%	2,500.00	2,500.00	11.03.2022	
48	Series 132	8.27%	700.00	700.00	09.03.2022	
49	Series 145	7.46%	625.00	625.00	28.02.2022	
50	Series 165	8.83%	2,171.00	2,171.00	21.01.2022	
51	Series 193	6.99%	1,115.00	-	31.12.2021	
52	Series 190 B	6.32%	2,489.40	-	31.12.2021	
53	Series 177	8.50%	1,245.00	-	20.12.2021	
54	Series 141	7.14%	1,020.00	1,020.00	09.12.2021	
55	Series 127	8.44%	1,550.00	1,550.00	04.12.2021	
56	Series 105	9.75%	3,922.20	3,922.20	11.11.2021	
57	Series 139	7.24%	2,500.00	2,500.00	21.10.2021	
58	Series 184 B STRP-B	7.55%	300.00	-	26.09.2021	
59	Series 101-III	9.48%	3,171.80	3,171.80	10.08.2021	
60	Series 123 I	9.40%	1,515.00	1,515.00	17.07.2021	
61	Series 100	9.63%	1,500.00	1,500.00	15.07.2021	
62	Series 174	8.15%	2,720.00	2,720.00	18.06.2021	
63	Series 161-B	7.73%	800.00	800.00	15.06.2021	
64	Series 154	7.18%	600.00	600.00	21.05.2021	
65	Series 157	7.60%	1,055.00	1,055.00	17.04.2021	
66	Series 158	7.70%	2,465.00	2,465.00	15.03.2021	
67	Series 98	9.18%	3,000.00	3,000.00	15.03.2021	
68	ZCB Series II	-	250.29	230.11	03.02.2021	
69	Series 153	6.99%	2,850.00	2,850.00	31.12.2020	
70	ZCB Series I	-	1,114.56	1,029.46	15.12.2020	
71	Series 97	8.80%	2,120.50	2,120.50	30.11.2020	
72	Series 96	8.80%	1,150.00	1,150.00	26.10.2020	
73	Series 184 B STRP-A	7.55%	300.00	-	26.09.2020	
74	Series 149	6.87%	2,485.00	2,485.00	24.09.2020	
75	Series 135	8.36%	2,750.00	2,750.00	22.09.2020	
76	Series 144	7.13%	835.00	835.00	21.09.2020	
77	Series 172	8.57%	1,790.00	1,790.00	20.08.2020	
78	Series 134	8.37%	2,675.00	2,675.00	14.08.2020	
79	Series 143	6.83%	1,275.00	1,275.00	29.06.2020	
80	Series 148	7.42%	1,200.00	1,200.00	17.06.2020	

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

81	Series 161-A	7.59%	-	3,000.00	Repaid in FY 2019-20	Redeemed at par on respective maturity / call option exercise dates
82	Series 113	8.87%	-	1,542.00		
83	Series 111-I	9.02%	-	452.80		
84	Series 126	8.56%	-	1,700.00		
85	Series 125	9.04%	-	3,000.00		
86	Series 160	7.77%	-	1,450.00		
87	Series 108-II	9.39%	-	960.00		
88	Series 95-I	8.70%	-	200.00		
89	Series 92 II	8.65%	-	945.30		
90	Series 91 II	8.80%	-	995.90		
91	Series 90 C II	8.80%	-	1,040.00		
92	Series 90 B II	8.72%	-	868.20		
93	Series 90	8.80%	-	2,000.00		
94	Series 122	9.02%	-	1,700.00		
	Sub - Total (B)		**1,53,485.05**	**1,30,532.87**		
	Total (A+B)		**3,26,415.29**	**2,98,307.82**		

22.5 The details of Foreign Currency Notes outstanding are as follows:

Sr. No.	**Bond Series**	**Coupon Rate (p.a.)**	**Principal Amount (₹ in crore) outstanding as at**		**Date of Redemption**	**Redemption details**
			31.03.2020	**31.03.2019**		
In case of PFC						
1	3.95% USD Bonds 2030	3.95%	5,653.94	-	23.04.2030	Redeemable at par on maturity
2	3.90% USD Bonds 2029	3.90%	3,392.36	-	16.09.2029	
3	4.50% USD Bonds 2029	4.50%	4,523.15	-	18.06.2029	
4	6.15% USD Bonds 2028	6.15%	3,769.29	3,457.75	06.12.2028	
5	5.25% USD Bonds 2028	5.25%	2,261.58	2,074.65	10.08.2028	
6	3.75% USD Green Bonds 2027	3.75%	3,015.44	2,766.20	06.12.2027	
7	3.25% USD Bonds 2024	3.25%	2,261.58	-	16.09.2024	
8	3.75% USD Bonds 2024	3.75%	3,015.44	-	18.06.2024	
	Sub - Total (A)		**27,892.78**	**8,298.60**		
In case of PFC's Subsidiary REC Ltd.						
1	4.625% US $300 Mn Bonds	4.625%	2,261.58	2,075.14	22.03.2028	Redeemable at par on maturity
2	3.875% US $450 Mn Green	3.875%	3,392.37	3,112.71	07.07.2027	
3	3.50% US $500 Mn Bonds	3.500%	3,769.30	-	12.12.2024	
4	3.375% US $650 Mn Bonds	3.375%	4,900.08	-	25.07.2024	
5	4.625% US $700 Mn Bonds	4.625%	5,277.01	4,841.99	13.11.2023	
6	3.068% US $400 Mn Bonds	3.068%	3,015.44	2,766.85	18.12.2020	
	Sub - Total (B)		**22,615.78**	**12,796.69**		
	Total (A+B)		**50,508.56**	**21,095.29**		

22.6 The details of Commercial Papers outstanding are as follows:

Sr. No.	**Commercial Paper Series**	**Coupon Rate (p.a.)**	**Principal Amount (₹ in crore)**		**Date of Redemption**	**Redemption details**
			31.03.2020	**31.03.2019**		
In case of PFC						
1	CP - 108	7.85%	-	3,000.00	Repaid in FY 2019-20	Redeemed at par on respective maturity dates
2	CP - 109	7.39%	-	1,500.00		
3	CP - 106	7.15%	-	3,000.00		
4	CP - 105	7.44%	-	2,500.00		
	Less: Unamortised Financial Charges		-	(284.08)		
	Sub - Total (A)		-	**9,715.92**		
In case of PFC's Subsidiary REC Ltd.						
1	63rd Series	7.90%	675.00	-	19.06.2020	Redeemable at par on maturity
2	64th Series	5.48%	2,250.00	-	15.06.2020	
3	57th Series	8.04%	-	2,750.00	Repaid in FY 2019-20	Redeemed at par on respective maturity dates
4	58th Series	7.60%	-	1,875.00		
5	59th Series	7.72%	-	2,350.00		
6	60th Series	7.90%	-	1,000.00		
	Sub - Total (B)		**2,925.00**	**7,975.00**		
	Total (A+B)		**2,925.00**	**17,690.92**		

22.7 The details of Bond Application Money outstanding are as follows:

Sr. No.	**Particulars**	**Coupon Rate (p.a.)**	**Principal Amount (₹ in crore)**		**Date of Redemption**	**Redemption details**
			31.03.2020	**31.03.2019**		
In case of PFC's Subsidiary REC Ltd.						
1	54EC Capital Gain Tax Exemption Bonds	5.75%	400.19	722.04	Redeemable at par after 5 years from the deemed date of allotment	
	Total		**400.19**	**722.04**		

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

In case of PFC details of security are as under

22.8 The following bond series are secured by first pari-passu charge on present and future receivables (excluding those receivables which are specifically charged for infra bonds issue during the FY 2010-11) along with first pari-passu charge on immovable property situated at Guindy, Chennai.

(a) 7.51% Tax Free Bond Series 79-A
(b) 7.75% Tax Free Bond Series 79-B
(c) 8.09% Tax Free Bond Series 80-A
(d) 8.16% Tax Free Bond Series 80-B
(e) 7.21% Tax Free Bond Series 94- A
(f) 7.38% Tax Free Bond Series 94-B
(g) 7.22% Tax Free Bond Series 95-A
(h) 7.38% Tax Free Bond Series 95-B
(i) 8.43% Infra Bonds Private Placement Series I
(j) 8.43% Infra Bonds Private Placement Series II
(k) 8.72% Infrastructure Bonds Series 86C
(l) 8.72% Infrastructure Bonds Series 86D
(m) 8.50% 10 years Infrastructure Series Bonds (2011-12) Series-I
(n) 8.50% 10 years Infrastructure Series Bonds (2011-12) Series-II
(o) 8.75% 15 years Infrastructure Series Bonds (2011-12) Series-III
(p) 8.75% 15 years Infrastructure Series Bonds (2011-12) Series-IV
(q) 8.20% Tax Free Bonds (2011-12) Tranche-I Series-I
(r) 8.30% Tax Free Bonds (2011-12) Tranche-I Series-II
(s) 7.19% Tax Free Bonds (2012-13) Tranche-I Series-I
(t) 7.69% Tax Free Bonds (2012-13) Tranche-I Series-I
(u) 7.36% Tax Free Bonds (2012-13) Tranche-I Series-II
(v) 7.86% Tax Free Bonds (2012-13) Tranche-I Series-II

22.9 Infrastructure Bonds (2010-11) Series I, II , III and IV are secured by charge on specific book debt of ₹ 1153.06 crore as on 31.03.2020 of the Company along with first charge on immovable property situated at Jangpura, New Delhi.

22.10 54 EC Capital Gain Tax Exemption Bonds Series I, II & III, Taxable Bond Series 112-C and all other Tax Free Bonds Series are secured by first pari-passu charge on the total receivables / book debts of the Company (excluding the receivables/book debts on which a specific charge has already been created), limited to the extent of payment / repayment of the bonds including interest, additional interest, cost and expenses and all other monies whatsoever payable / repayable by the Company to the Bondholders and/or others under / pursuant to the Transaction Documents.

In case of PFC's Subsidiary REC Ltd. details of security are as under

22.11 For all the secured bonds issued by the Company and outstanding as at balance sheet date, 100% security cover has been maintained by way of mortgage on certain immovable properties and/or charge on the receivables of the Company.

22.12 The Bond Series 123-I and 123-IIIB of Institutional Bonds are secured by way of first pari passu charge on the specified immovable property and the book debts of the Issuer which are charged to other lender / trustee and as may be agreed between the Issuer and the Trustee, pursuant to the terms of the Bond Trust Deed with a minimum security cover of one time of the aggregate face value of amount of bonds outstanding at all times and amount of interest due thereon in favor of IDBI Trusteeship Services Ltd.

22.13 Tax Free Bonds issued during FY 2011-12 are secured by first pari passu charge on premises at Shop No. 12, Ground Floor, Block No. 35, Church Road, Mylapore, Chennai and hypothecation of receivables of ₹ 4,998.66 Crores of MSEDCL in favour of Vistra ITCL (India) Ltd. (formerly known as IL&FS Trust Company Ltd.).

22.14 Tax Free Bonds issued during FY 2013-14 are secured by first pari passu charge on the book debts (other than those that are exclusively charged/earmarked to lenders / other Trustees) of the Company in favour of SBICap Trustee Company Ltd.

22.15 The Bond Series XI, XII and XIII of 54EC Capital Gain Tax Exemption Bonds and Tax Free Bonds issued during FY 2012-13 & 2015-16 are secured by first pari passu charge on (a) mortgage of premises at Sub Plot No. 8, TPS No 2, FP No. 584P, situated at Village Subhanpura, Distt Vadodara and (b) hypothecation of receivables (other than those that are exclusively charged/ earmarked to lenders / other Trustees) in favour of SBICap Trustee Company Ltd.

22.16 Refer Note 12 and 17 for the carrying value of receivables and Property, Plant and Equipment (PPE) pledged as security.

GANDHI MINOCHA & CO. ★ New Delhi ★ CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS ★ NEW DELHI ★

23 Borrowings (other than Debt Securities)

The Company and its Subsidiary REC Ltd., have categorised Borrowings (other than Debt Securities) at amortised cost in accordance with the requirements of Ind AS 109 except "Finance Lease Obligation" which is measured in accordance with Ind AS 116.

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
(A)	Term Loans		
(i)	From Banks and Financial Institutions		
	- Foreign Currency Loans (Refer Note 23.1)	8,924.03	9,701.51
	- Syndicated Foreign Currency Loans (Refer Note 23.2)	39,619.89	32,787.57
	- Rupee Term Loans (Refer Note 23.4)	69,498.76	58,453.55
(ii)	From other Parties		
	- Rupee Term Loans - GoI (Refer Note 23.6)	17,500.00	12,500.00
(B)	Other Loans		
(i)	Loan against Term Deposits (Refer Note 23.7)	-	12,737.18
(ii)	Working Capital Demand Loan / Overdraft / Cash Credit / Line of Credit (Refer Note 23.8)	4,793.22	620.00
(iii)	Finance Lease Obligation	2.12	0.11
(C)	Interest accrued but not due on above	767.95	610.03
(D)	Unamortised Transaction Cost on above	(439.25)	(402.72)
	Total Borrowings (other than Debt Securities)	**1,40,666.72**	**1,27,007.23**
(II)	**Geography wise Borrowings**		
(i)	Borrowings in India	99,419.41	89,111.58
(ii)	Borrowings outside India	41,247.31	37,895.49
	Total Geography wise Borrowings	**1,40,666.72**	**1,27,007.07**

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS New Delhi

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

23.1 Details of Unsecured Foreign Currency Loans outstanding are as follows:

Sr. No.	Particulars	Principal Amount (₹ in crore) outstanding as at		Date of Redemption	Redemption details
		31.03.2020	31.03.2019		
In case of PFC					
1	KFW I (Guaranteed by the Government of India)	48.26	48.05	Semi Annual Instalments Till 30.12.2035	Redeemable in semi annual instalments
2	ADB (Guaranteed by the Government of India)	79.46	82.80	Semi Annual Instalments Till 15.10.2028	
3	Credit National (Guaranteed by the Government of India)	44.66	50.24	Semi Annual Instalments Till 30.06.2028	
4	SBI FCNR(B)	-	1,728.88	Repaid in FY 2019-20	Redeemed at par on respective maturity dates
5	ICICI Bank FCNR(B) - IV	-	691.55		
6	ICICI Bank FCNR(B) - III	-	691.55		
7	ICICI Bank FCNR(B) - II	-	691.55		
8	ICICI Bank FCNR(B)	-	691.55		
	Sub - Total (A)	**172.38**	**4,676.17**		
In case of PFC's Subsidiary REC Ltd.					
1	JICA Loan	99.46	131.40	0.75% JICA-I loan repayable in half-yearly instalments till 20.03.2021, next instalment falling due on 20.09.2020 and 0.65% JICA-II loan repayable in half-yearly instalments till 20.03.2023, next instalment falling due on 20.09.2020	
2	2.89 KfW-II Loan	64.60	120.87	Repayable in equal half-yearly instalments of €3.88 Mn till 30.12.2020, next instalment falling due on 30.06.2020	
3	1.86 KfW-III Loan	393.41	449.87	Repayable in equal half-yearly instalments of €5.26 Mn till 30.03.2024, next instalment falling due on 30.06.2020	
4	6M USD Libor + 0.13% KfW-IV Loan	1,220.98	-	Repayable in equal half-yearly instalments till 15.11.2030 of €12.00 Mn, first instalment falling due on 15.11.2021	
5	US $135 Mn	1,017.71	933.81	$60 Mn repayable on 04.09.2021 and $75 Mn repayable on 22.10.2021	
6	US$100 Mn	753.86	-	$25 Mn repayable on 30.9.2020 and $75 Mn repayable on 22.01.2021	
7	US$140 Mn	1,055.40		13.01.2021	Redeemable at par on maturity
8	US$100 Mn	753.86		21.12.2020	
9	US$100 Mn	753.86		03.12.2020	
10	US$200 Mn	1,507.72		21.09.2020	
11	US$150 Mn	1,130.79		Repayable in two equal instalment on 20.05.2020 and	
12	US$140 Mn	-	1,037.57	Repaid in FY 2019-20	Redeemed at par on maturity date
13	US$100 Mn	-	691.71		
14	US$100 Mn	-	691.71		
15	US$150 Mn	-	968.40		
	Sub - Total (B)	**8,751.65**	**5,025.34**		
	Total (A+B)	**8,924.03**	**9,701.51**		

23.2 Details of Unsecured Syndicated Foreign Currency Loans outstanding are as follows:

Sr. No.	Particulars	Principal Amount (₹ in crore) outstanding as at		Date of Redemption	Redemption details
		31.03.2020	31.03.2019		
In case of PFC					
1	SLN 29	1,884.65	-	20.12.2024	Bullet Repayment at the end of the tenor
2	SLN 27	1,143.01	1,024.32	01.02.2024	
3	SLN 26	1,884.65	1,728.88	26.09.2023	
4	SLN 23	1,884.65	1,728.88	22.03.2023	
5	SLN 22	1,884.65	1,728.88	28.02.2023	
6	SLN 21	2,261.57	2,074.65	12.12.2022	
7	SLN 28 USD	1,884.65	-	28.06.2022	
8	SLN 28 JPY	373.97	-	28.06.2022	
9	SLN 17	3,392.36	3,111.98	3 Equal Instalments (28.09.2020, 26.03.2021 and 24.09.2021)	Redeemable in three equal instalments
10	SLN 18	3,041.47	2,725.65	3 Equal Instalments (06.11.2020, 08.11.2021 and 04.11.2022)	Redeemable in three equal instalments
11	SLN 16	-	1,728.88	Repaid in FY 2019-20	Redeemed at par on maturity date
	Sub - Total (A)	**19,635.63**	**15,852.09**		

GANDHI MINOCHA & CO. New Delhi CHARTERED ACCOUNTANTS

DASS GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

In case of PFC's Subsidiary REC Ltd.					
1	US $75 Mn	565.39	-	30.03.2025	
2	US $72.07 Mn	380.80	-	30.03.2025	
3	US $100 Mn	753.86	-	01.07.2024	
4	US $150 Mn	1,130.79	518.78	29.03.2024	
5	US $250 Mn	1,884.65	1,729.28	27.03.2024	
6	¥ 10,327.12 Mn	719.28	645.65	31.08.2023	
7	US $250 Mn	1,884.65	1,729.28	08.08.2023	
8	US $150 Mn	1,130.79	-	12.09.2022	Bullet Repayment at the end of the tenor
9	US $200 Mn	1,507.72	1,383.43	28.07.2022	
10	US $230 Mn	1,733.88	1,590.94	19.01.2022	
11	US $100 Mn	753.86	691.71	05.10.2021	
12	US $240 Mn	1,809.26	1,660.11	26.03.2021	
13	US $160 Mn	1,206.17	1,106.74	26.03.2021	
14	US $300 Mn	2,261.58	2,075.14	29.07.2020	
15	US $300 Mn	2,261.58	2,075.14	01.12.2020	
16	US $250 Mn	-	1,331.55	Repaid in FY 2019-20	Redeemed at par on maturity date
17	US $57.50 Mn	-	397.73		
	Sub - Total (B)	**19,984.26**	**16,935.48**		
	Total (A+B)	**39,619.89**	**32,787.57**		

23.3 Foreign Currency Borrowings as at 31.03.2020 in above Note No. 23.1 and 23.2 have been raised at interest rate spread ranging from 60 bps to 150 bps over 6 Months USD/JPY LIBOR (London Inter Bank Offered Rate).

23.4 Details of Rupee Term Loan outstanding are as follows:

(i) Secured Rupee Term Loan

Sr. No.	Particulars	Principal Amount (₹ in crore) outstanding as at		Date of Redemption	Redemption details
		31.03.2020	**31.03.2019**		
In case of PFC					
1	Allahabad Bank	500.00	-	02.01.2027	Bullet Repayment at the end of the tenor
2	Allahabad Bank	1,800.00	-	29.06.2026	The loan is to be repaid in 12 quarterly instalments of ₹ 150 crore each starting from 29-Sep-2023 and ending on 29-Jun-2026
3	Oriental Bank of Commerce	225.00	-	30.09.2025	The loan is to be repaid in 04 annual instalments of ₹ 56.25 crore each starting from 30-Sep-22 and ending on 30-Sep-2025
4	Bank of India	1,000.00	1,000.00	02.03.2025	The loan is to be repaid in 2 Annual instalments of ₹ 500 crore each starting from 02-Mar-2024 and ending on 02-Mar-2025
5	Oriental Bank of Commerce	1,500.00	1,500.00	25.02.2025	There is a moratorium period of 2 years on principal repayment and after the completion of moratorium period of 02 years from date of disbursement, the loan is to be repaid in 04 annual instalments of ₹ 375 crore each starting from 25-Feb-22 and ending on 25-Feb-2025
6	Corporation Bank	500.00	-	30.09.2024	The loan is to be repaid in 5 annual instalments of ₹ 100 crore each starting from 30-Sep-2020 and ending on 30-Sep-2024
7	Canara Bank	1,000.00	-	29.06.2024	Bullet Repayment at the end of the tenor
8	Canara Bank	500.00	-	24.06.2024	
9	Canara Bank	500.00	-	21.06.2024	
10	Corporation Bank	800.00	1,000.00	15.03.2024	The loan is to be repaid in 5 annual instalments of ₹ 200 crore each starting from 15-Mar-2020 and ending on 15-Mar-2024
11	Bank of Maharashtra	750.00	750.00	11.03.2024	Moratorium: 2 years (8 quarters) from the date of 1st disbursement. Principal shall be repaid in 12 structured quarterly instalments, i.e. 4 instalments of ₹ 18.75 crore each from 9th-12th quarter, 4 instalments of ₹ 56.25 crore each from 13th-16th quarter and thereafter 4 instalments of ₹ 112.50 crore each from 17th-20th quarter
12	Canara Bank	1,000.00	1,000.00	20.02.2024	Bullet Repayment at the end of the tenor
13	Karnataka Bank	500.00	-	31.07.2022	The loan is to be repaid in 5 quarterly instalments of ₹ 100 crore each starting from 31-July-2021 and ending on 31-July-2022
14	UCO Bank	-	200.00	Repaid in FY 2019-20	Redeemed at par on maturity date
	Total Secured Rupee Term Loan	**10575.00**	**5450.00**		

(ii) Unsecured Rupee Term Loan

Sr. No.	Particulars	Principal Amount (₹ in crore) outstanding as at 31.03.2020	Principal Amount (₹ in crore) outstanding as at 31.03.2019	Date of Redemption	Redemption details
In case of PFC					
1	Canara Bank	500.00	-	23.03.2026	Bullet Repayment at the end of the tenor
2	Union Bank of India	2,500.00	-	23.03.2025	
3	Oriental Bank of Commerce	1,000.00	-	20.03.2025	
4	Andhra Bank	800.00	-	15.01.2025	
5	State Bank of India	3,000.00	-	19.12.2024	
6	Bank of Baroda	2,000.00	-	15.04.2024	The loan is to be repaid in 5 annual instalments comprising 2 instalment of ₹ 100 crore each and thereafter 3 instalment of ₹ 600 crore each starting from 15-Apr-2020 and ending on 15-Apr-2024
7	Syndicate Bank	1,750.00	-	20.03.2024	Bullet Repayment at the end of the tenor
8	Bank of India	2,000.00	2,000.00	21.01.2024	
9	Canara Bank	500.00	500.00	15.01.2024	
10	Canara Bank	500.00	500.00	28.12.2023	
11	United Bank of India	995.00	1,000.00	24.12.2023	
12	HDFC Bank Ltd.	750.00	750.00	05.10.2023	
13	State Bank of India	5,999.08	6,000.00	27.09.2023	
14	UCO Bank	500.00	-	31.03.2023	
15	Indian Overseas Bank	400.00	-	31.03.2023	
16	Indian Overseas Bank	400.00	-	31.03.2023	
17	India Infrastructure Finance Company Limited	1,429.00	-	31.03.2022	
18	India Infrastructure Finance Company Limited	800.00	800.00	14.09.2021	
19	UCO Bank	1,000.00	1,000.00	23.08.2021	
20	India Infrastructure Finance Company Limited	271.00	-	25.03.2021	
21	Bank of Baroda	700.00	700.00	04.03.2021	
22	HDFC Bank Ltd.	750.00	750.00	30.09.2020	
23	Canara Bank	1,500.00	1,500.00	13.09.2020	
24	Bank of India	1,000.00	1,000.00	06.08.2020	
25	Andhra Bank	1,979.00	1,979.00	29.06.2020	
26	Vijaya Bank	2,000.00	2,000.00	19.06.2020	
27	Punjab National Bank	2,000.00	2,000.00	05.06.2020	
28	Punjab National Bank	2,000.00	2,000.00	24.05.2020	
29	India Infrastructure Finance Company Limited	-	775.00	Repaid in FY 2019-20	Redeemed at par on respective maturity dates
30	Allahabad Bank	-	2,000.00		
31	Bank of Baroda	-	2,000.00		
32	Bank of Baroda	-	999.55		
33	State Bank of India	-	3,000.00		
	Sub - Total (A)	**39,023.98**	**33,253.55**		
In case of PFC's Subsidiary REC Ltd.					
1	Bank of Baroda	2,500.00	-	₹ 416.75 Crore repayable on 12.12.2020, ₹ 1041.75 Crore repayable on 12.12.2021 and ₹ 1041.50 Crore repayable on 12.12.2022	
2	Corporation Bank	699.99	1,000.00	Loan repayable in 6 semi annual instalments, first instalment due on 06.09.2021.	
3	HDFC Bank Ltd.	2,000.00	2,000.00	₹ 500 Crore repayable on 29.04.2020, ₹ 300 Crore repayable on 29.09.2023, ₹ 350 Crore repayable on 11.10.2023, ₹ 350 Crore repayable on 06.11.2023, ₹ 500 Crore repayable on 15.01.2024	
4	Punjab National Bank	1,999.99	3,500.00	₹ 2,000 Crore repayable in 3 annual instalments and first instalment due on 14.09.2021	
5	State Bank of India	7,299.92	7,300.00	₹ 5,000 Crore repayable in 3 annual instalments and first instalment due on 15.10.2021, ₹ 2,300 Crore repayable in 5 annual instalments and first instalment due on 05.09.2020	
6	Oriental Bank of Commerce	399.88	750.00	Loan repayable in 8 semi-annual instalments, first instalment due on 30.03.2022	
7	Union Bank of India	1,500.00	500.00	Loan repayable in 6 semi-annual instalments, first instalment due on 24.06.2022	
8	Syndicate Bank	2,500.00	-	₹ 500 Crore repayable in 4 annual instalments and first instalment due on 28.08.2021, ₹ 2,000 Crore repayable in 4 annual instalments and first instalment due on 28.02.2022	
9	India Infrastructure Finance Company Limited	1,000.00	1,000.00	Repayable on 04.06.2022	
10	United Bank of India	-	1,000.00	Repaid in FY 2019-20	Redeemed at par on respective maturity dates
11	Bank of India	-	2,000.00		
12	Canara Bank	-	500.00		
13	Life Insurance Corporation of India	-	200.00		
	Sub - Total (B)	**19899.78**	**19750.00**		
	Total Rupee Term Loan (Unsecured)	**58923.76**	**53003.55**		
	Total Rupee Term Loan (Unsecured & Secured	**69498.76**	**58453.55**		

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New Delhi
CHARTERED ACCOUNTANTS

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CHARTERED ACCOUNTANTS
NEW DELHI

23.5 Borrowings as at 31.03.2020 in above Note 23.4 have been raised at respective bank's Benchmark rate plus spread ranging from 0 to 5 bps.

23.6 Details of Unsecured Rupee term Loan - GoI outstanding are as follows:

Sr. No.	Particulars	Principal Amount (₹ in crore) outstanding as at		Date of Redemption	Redemption details
		31.03.2020	**31.03.2019**		
In case of PFC					
1	National Small Savings Fund Scheme (NSSF) (Coupon rate - 8.11% p.a.)	7,500.00	7,500.00	27.12.2028	Bullet Repayment at the end of the tenor
In case of PFC's Subsidiary REC Ltd.					
1	National Small Savings Fund Scheme (NSSF) (Coupon rate - 8.29% p.a.)	5,000.00	-	04.10.2029	Bullet Repayment at the end of the tenor
2	National Small Savings Fund Scheme (NSSF) (Coupon rate - 8.16% p.a.)	5,000.00	5,000.00	13.12.2028	Bullet Repayment at the end of the tenor
	Total Unsecured Rupee term Loan - GoI	**17,500.00**	**12,500.00**		

23.7 Details of Loan against Term Deposits outstanding are as follows:

Sr. No.	Particulars	Principal Amount (₹ in crore)		Date of Redemption	Redemption details
		31.03.2020	**31.03.2019**		
In case of PFC					
1	Tamilnad Mercantile Bank	-	382.00	Repaid in FY 2019-20	Redeemed at par on respective maturity dates
2	Punjab National Bank	-	1,525.44		
3	South Indian Bank	-	317.92		
4	Oriental Bank of Commerce	-	1,805.00		
5	Indian Bank	-	1,995.00		
6	Vijaya Bank	-	1,890.00		
7	Punjab National Bank	-	344.13		
8	Punjab National Bank	-	26.43		
9	Punjab National Bank	-	1,291.94		
10	Canara Bank	-	1,704.13		
11	UCO Bank	-	500.00		
12	HDFC Bank Ltd.	-	955.19		
	Total Loan against Term Deposits	-	**12,737.18**		

23.8 Details of Unsecured WCDL / OD / CC / Line of Credit outstanding are as follows:

Sr. No.	Particulars	Principal Amount (₹ in crore) outstanding as at		Date of Redemption	Redemption details
		31.03.2020	**31.03.2019**		
In case of PFC					
1	State Bank of India (WCL)	1,200.00	-	15.04.2020	Bullet Repayment at the end of the tenor
2	Punjab National Bank (WCDL)	600.00	-	15.04.2020	
3	Punjab National Bank (OD)	238.36	-	Running facility	Running facility
4	Bank of India	-	250.00	Repaid in FY 2019-20	Redeemed at par on respective maturity dates
5	Punjab National Bank	-	370.00		
In case of PFC's Subsidiary REC Ltd.					
1	Short Term Loans/ Loans repayable on demand from Banks	2,754.86	-	Running facility	Running facility
	Total WCDL / OD / CC / Line of Credit	**4,793.22**	**620.00**		

23.9 Borrowings of PFC in above Note 23.9 have been raised at rates ranging from 6.70% to 7.45% p.a.

23.10 None of the borrowings have been guaranteed by Directors.

23.11 There has been no default in repayment of borrowings and interest during periods presented above.

23.12 Refer Note 12 for carrying values of the receivable pledged as security against secured rupee term loans. Secured rupee term loans are secured by first pari-passu charge in favour of lending banks on the receivables of the Company limited to payment/repayment of the term loan including interest, additional interest, cost and expenses and all other monies whatsoever payable/repayable by the Company to lending bank and/or others under/pursuant to the security document except for those receivables which are already charged in favour of Catalyst Trusteeship Ltd. (formally known as GDA Trusteeship Limited)

24 Subordinated Liabilities

The Company and its Subsidiary REC Ltd., have categorised Subordinated Liabilities at amortised cost in accordance with the requirements of Ind AS 109.

(₹ in crore)

Sr. No.	Particulars	As at 31.03.2020	As at 31.03.2019
	Subordinated Liabilities		
(i)	Subordinated Bonds (Refer Note 24.1)	13,862.70	13,862.70
(ii)	Interest accrued but not due on above	273.61	272.26
(iii)	Unamortised Transaction Cost on above	(5.71)	(6.50)
	Total Subordinated Liabilities	**14,130.60**	**14,128.46**
	Geography wise Subordinated Liabilities		
(i)	Subordinated Bonds in India	14,130.60	14,128.46
(ii)	Subordinated Bonds outside India	-	-
	Total Geography wise Subordinated Liabilities	**14,130.60**	**14,128.46**

24.1 Details of Subordinated Bonds are as under :

Sr. No.	Bond Series	As at 31.03.2020	As at 31.03.2019
1	Subordinated Tier II Debt Bond	2,000.00	2,000.00
2	Subordinated Tier II Debt Bond	1,000.00	1,000.00
3	Subordinated Tier II Debt Bond	800.00	800.00
4	Subordinated Tier II Debt Bond	2,411.50	2,411.50
5	Subordinated Tier II Debt Bond	1,000.00	1,000.00
6	Subordinated Tier II Debt Bond	2,000.00	2,000.00
7	Subordinated Tier II Debt Bond	2,151.20	2,151.20
8	Subordinated Tier II Debt Bond	2,500.00	2,500.00
	Total	**13,862.70**	**13,862.70**

Gandhi Minocha & Co. Chartered Accountants New Delhi

Dass Gupta & Associates Chartered Accountants New Delhi