

No: 1:05:138:I:CS
Date: 12th June, 2020

National Stock Exchange of India Limited,
Listing Department,
Exchange Plaza,
Bandra – Kurla Complex,
Bandra (E)
MUMBAI – 400 051

नेशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड
लिस्टिंग विभाग, एक्सचेंज प्लाजा,
बान्द्रा-कुर्ला कॉम्प्लेक्स, बान्द्रा (पू),
मुंबई-400 051

Kind Attn.: Piyush Tanna, Chief Manager Surveillance

Sub: Clarification /Confirmation on news item appearing in the “www.livemint.com” dated May 26, 2020 captioned “PFC signs MoU with NBPCL to fund projects worth Rs.22,000 cr in Madhya Pradesh”

Sir,

This has reference to your letter no. NSE/CM/Surveillance/9470 dt. 27th May, 2020 on the above captioned subject.

In this regard it is submitted, Power Finance Corporation Limited is as a financial institution incorporated for the purpose of financing, facilitating and promoting power sector development in India with the President of India holding 55.99% of our equity share capital. PFC sanctioned loans amounting to Rs.1,00,603 crore during FY 2016-17, Rs.1,16,233 crore during FY 2017-18 and Rs. 95,230 crore during FY 2018-19.

The Point wise Reply to the clarifications sought is as follows:

S.No.	Query	PFC's Reply
a)	Whether such negotiations/events were taking place? If so, you are advised to provide the said information along with the sequence of events in chronological order from the start of negotiations/events till date.	A Memorandum of Understanding (MoU) has been executed on 27th May 2020 between PFC & Narmada Basin Projects Company Ltd. (NBPCL), a Government of Madhya Pradesh Undertaking and nodal agency for Narmada Valley Development Department, to facilitate the cooperation <u>towards financing hydro-electric power projects & power components of twelve major multipurpose irrigation projects</u> on river Narmada. Total project cost of all these twelve multipurpose irrigation projects is approximately Rs.22,000 Crore. However, MoU pertains to the intent of PFC for financing the hydro-electric power projects & power components only of the said projects, detailed due diligence is yet to be carried out.

b)	Whether you/company are aware of any information that has not been announced to the Exchanges which could explain the movement in the trading, if any? Further, you are advised to provide the said information and the reasons for not disclosing the same to the Exchange earlier as required under regulation 30 of the SEBI (LODR) Regulations, 2015.	<p>In this regard, it is submitted herewith that in order to update the investors with latest relevant information about the company and help them to take considered decision, Power Finance Corporation Limited (PFC) regularly and timely intimate to the Exchange all the events, information that have a bearing on the operation/performance of the company which include all price sensitive information, as per the requirements of Regulation 30 of the SEBI (LODR) Regulations, 2015.</p> <p>Beyond the information/announcements already submitted to Stock exchanges, as of now, we do not have any further Price Sensitive information/announcement, which in our opinion may have a bearing on the price / volume behaviour in PFC's Equity scrip.</p>
c)	The material impact of this article on the Company.	No material impact is expected, as only a MoU has been signed between PFC & NBPCL, depicting the respective intent and no corresponding amount sanctioned or disbursed from PFC. The financial assistance toward these hydro-electric power projects & power components shall be considered only after detailed due diligence/detailed appraisal as per PFC's prevalent policy with mutually agreed terms & conditions.

We would be pleased to provide any further clarification, if desired.

Thanking You,

Yours faithfully,
For **Power Finance Corporation Ltd.**
MANOHAR BALWANI
Digitally signed by
MANOHAR BALWANI
Date: 2020.06.12
17:12:54 +05'30'
(Manohar Balwani)
CGM (CP) & Company Secretary
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