



Date: 27th May, 2015

To
The Listing Department
National Stock Exchange Limited
Bandra Kurla Complex
Bandra (E)
Mumbai – 400 051

The Listing Department
Bombay Stock Exchange Limited
Rotunda Building, 1st Floor
Mumbai Samachar Marg
Mumbai – 400 001

Dear Sir/Madam

Subject: Press Release – PTC India Financial Services Limited.

Please find attached the press release of the Company. This is for your information and record purpose.

If you require any further information/document, kindly inform us.

Thanking You,

For PTC India Financial Services Limited

A handwritten signature in blue ink, appearing to read 'Vishal Goyal'.

Vishal Goyal
(Company Secretary)

Encl: As above

PTC India Financial Services Ltd. (CIN: L65999DL2006PLC153373)

(A subsidiary of PTC India Limited)

Registered Office: 7th Floor, Telephone Exchange Building, 8 Bhikaji Cama Place, New Delhi - 110 066, India

Board: +91 11 26737300 / 26737400 Fax: 26737373 / 26737374, Website: www.ptcfinancial.com, E-mail: info@ptcfinancial.com



Press Release

New Delhi, 27th May 2015

PTC India Financial Services Limited (PFS) – Update on the financial results for the year ended 31st March 2015

PFS announced its results for the quarter and year ended 31st March 2015.

- ✓ **Loan book**
 - ↑28% YoY to Rs. 6,379 crs as at 31st March 2015 as against Rs. 4,974 crs
 - The renewable portfolio constitutes the largest proportion at about 39% of the loan assets
 - PFS expects to maintain the momentum of growth in loan assets and focus on renewable projects and potential available in the sector.
- ✓ **Interest income**
 - ↑77% YoY, at Rs. 741.61 crs in FY15 as against Rs. 419.99 crs during FY14
- ✓ **Yield**
 - ↑7bps, to 13.71% in FY15 as against 13.64% during FY14.
 - Spread, at 4.33% and Net Interest Margins, at 6.30% fared competitively in FY15
- ✓ **Capital adequacy**
 - At 23.71%, the Company enjoys a healthy capital adequacy ratio as at 31st March 2015
- ✓ **Total revenue**
 - ↑47% in FY15, at Rs. 801.91 crs compared to 546.16 crs in FY14.
 - ↑73% in FY15, after adjusting for the one time revenue of Rs. 82.17 crs from sale of equity investment in FY14
- ✓ **Adjusted profits**
 - ↑65% YoY, at Rs. 334.40 crs in FY15 as against Rs. 202.69 crs in FY14 – after excluding the effect of one time provisions in FY15 and one time revenue (income from sale of equity investment) in FY14
- ✓ **Reported profits**
 - ↓23%, at Rs. 160.87 crs in FY15 as against Rs. 207.71 crs in FY14

The profits for quarter and year have been adversely affected by one time provisions in respect of one equity investment and some loan assets.

- ✓ **Equity investment**
 - **RS India Wind Energy Private Limited (RSIWEPL)**
 - PFS had made an equity investment in RSIWEPL to the extent of Rs 61.12 crores, for a 37% stake, for setting up a proposed 99.45 MW wind based power project in Maharashtra and other related investments in the sector.
 - The project was expected to be commissioned by July 2008. However, till date, only 41.25 MW has been commissioned.
 - Triggered by this delay, following prudent accounting norms, PFS had already provisioned for Rs 31.39 crores in Q2 FY15 based on the valuation exercise carried out
 - Subsequently, it has come to our notice that RSIWEPL had misrepresented various facts based on which PFS believes that it was induced to make the said investment. Consequently a criminal complaint has been filed against RSIWEPL and its

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- promoters.
- Pending the outcome of the complaint, following prudent accounting and governance practices, PFS has now provisioned for the balance amount Rs. 29.73 crs during the quarter ended 31st March 2015.
- PFS continues to focus its efforts towards the recovery of the amount invested in RSIWEPL.
- PFS continues to monitor its equity investments and profits from sale of equity investments are recognised at opportune time.
- The Company has recognised a profit of about Rs. 221.78 crs from sale of equity investments during FY2011-15 and continues to focus on available opportunities for realising profits from its investments.
- ✓ **Loan accounts**
 - PFS has recognised non-performing assets to the extent of Rs. 77.31 crs, in respect of 3 loan accounts and has made a provision of Rs. 13.92 crs in respect of such assets during FY2015. These accounts were already restructured in earlier years. Additionally, a provision of Rs. 14.05 crs is made voluntarily, in line with prudent accounting practices, in respect of PFS' exposure to one gas based power project which has already been restructured in an earlier year.
- ✓ **Key recent developments – master cooperation agreement with IFC**
 - PFS has become the first institution in India, and the 26th globally, to sign IFC's master cooperation agreement.
 - This will help standardize steps that lenders take when co-financing projects with IFC.
 - This shall help in reducing the financing costs for borrowers and the borrowers shall also have access to global best practices including IFC's environmental and social guidelines.

About PFS

PFS is a non-banking finance company promoted by PTC India Limited. PFS has been granted the status of an Infrastructure Finance Company ("IFC") by the Reserve Bank of India. The Company offers an array of financial products to infrastructure companies in the entire energy value chain. PFS also provides fee based services viz loan syndication and underwriting etc.

For more updates and information on the Company, please log on to **www.ptcfinancial.com**

For further information please contact:

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Disclaimer:

Certain matters discussed in this document may contain statements regarding the Company's market opportunity and business prospects that are individually and collectively forward-looking statements. Such forward-looking statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and assumptions that are difficult to predict. These risks and uncertainties include, but are not limited to: the performance of the Indian economy and of the economies of various international markets, the performance of the power industry in India and world-wide, competition, the company's ability to successfully implement its strategy, the Company's future levels of growth and expansion, technological implementation, changes and advancements, changes in revenue, income or cash flows, the Company's market preferences and its exposure to market risks, as well as other risks. The Company's actual results, levels of activity, performance or achievements could differ materially and adversely from results expressed in or implied by this document. The Company assumes no obligation to update any forward-looking information contained in this document. Any forward-looking statements and projections made by third parties included in this document are not adopted by the Company and the Company is not responsible for such third party statements and projections.

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