



Press Release

New Delhi, 13th May 2018

PTC India Financial Services Limited (PFS) reported its financial results for the quarter and year ended 31st March 2018

“PFS continues to record more than 20% growth in portfolio, with healthy NII. However profitability impacted due to legacy stress assets.”

Commenting on the performance for Q4 FY2018, **Dr. Ashok Haldia - Managing Director & CEO** said:

“The loan portfolio of the Company has grown by about 21% on yoy basis to Rs.12,816 crore, together with the non fund based portfolio, the total portfolio exceeds Rs.14,300 crore, PFS would continue to maintain growth momentum. The profits of the Company however turned negative during the quarter due to impact of stress assets. Business model of the Company remains robust with net interest income of Rs.438 crore for the year. The profit before tax has been effected due to stress in thermal and hydro sector. This despite the profit before provisions and taxes for the year amount to Rs.467 crore for the year. Further, Net interest margin and interest spread continue to be healthy.

Importantly, the level of stress during the year has been contained without any increase and many projects are in advanced stage of resolution. PFS continues to focus on increasing financing to newer areas of infrastructure and further expects to increase lending through high yielding structured products with positive impact on portfolio and profitability.”

RESULTS HIGHLIGHTS

Q4FY2018 vs. Q4FY2017

- The total outstanding loan assets grew by 21% to Rs.12,816 crore as at 31st March 2018. In addition, non-fund based commitment to be disbursed in coming quarters aggregates to Rs.1,496 crores as at 31st March 2018.
- Total revenue for Q4 FY2018 stood at Rs.291 crore compared to Rs.432 crore during Q4 FY2017. Revenue for Q4 FY2017 include a profit of Rs.131 crore on sale of investments, however there was no such income in the current year and revenue was further reduced on account of stress assets.
- Interest Income for Q4 FY2018 stood at Rs.273 crore compared to Rs.264 crore in Q4 FY2017, recording an increase of about 3%.
- Loss before Tax (PBT) for the quarter ended 31st March 2018 stood at Rs.127 crore compared to profit before tax of Rs.173 crore, mainly due to provision of Rs.74 crore for diminution in value of equity investments and additional provision of Rs.146 crore on loans.
- Net Interest Margin (NIM) and Spread stood at 3.13% and 1.18% respectively for Q4 FY2018. Yield on loan assets stood at 9.47% in Q4 FY2018, whereas Cost of borrowed funds stood at 8.29% during Q4 FY2018. Adjusted for the impact of stressed loan assets, Yield and Spread for Q4 FY2018 stood at 10.50% and 2.21% respectively compared to Yield and Spread of 11.22% and 2.76% during Q4 FY2017 respectively.

PTC India Financial Services Limited (CIN: L65999DL2006PLC153373)

(A subsidiary of PTC India Limited)

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FY2018 vs. FY2017

- Total revenue for FY2018 stood at Rs.1,190 crore compared to Rs.1,352 crore during FY2017. Revenue for FY2017 included a profit of Rs.143 crore on sale of investments, however there was no such income in the current year.
- Interest Income for FY2018 stood at Rs.1,113 crore compared to Rs.1,114 crore during FY2017.
- Profit before Tax (PBT) and Profit after tax (PAT) for year ended 31st March 2018 reduced to Rs.105 crore and Rs.25 crore respectively, mainly due to provision of Rs.121 crore for diminution in value of equity investments and additional provision of Rs.229 crore on loans during the year.
- Net Interest Margin (NIM) and Spread stood at 4.05% and 2.11% respectively for FY2018. Yield on loan assets stood at 10.29% in FY2018, whereas Cost of borrowed funds reduced to 8.18% during FY2018. Adjusted for the impact of stressed loan assets, Yield and Spread for FY2018 stood at 11.03% and 2.85% respectively compared to Yield and Spread of 12.11% and 3.32% during FY2017 respectively.

As at March 31, 2018

- The gross NPAs as at 31st March 2018 stood at Rs.838 crore compared to Rs.585 crore as at 31st March 2017.
- The cumulative effective debt sanction amounted to Rs.33,104 crore whereas outstanding cumulative effective debt sanctioned stood at Rs.23,827 crore.
- The debt sanction during the year aggregated to Rs.8,250 crore comprising mainly of Rs.4,840 crore to renewable projects and Rs.3,410 crore to other areas such as transmission, distribution, road etc. The debt sanction during the previous year aggregated to Rs.10,297 crore.
- The debt disbursements aggregated to Rs.5,103 crore during the year ended 31st March 2018 compared to Rs.4,179 crore during the previous year

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**

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