

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

**Bombay Stock Exchange Limited,
Department of Corporate Services,
Floor – 25, PJ Towers, Dalal Street,
MUMBAI – 400 001.**

बंबई स्टॉक एक्सचेंज लिमिटेड,
कॉर्पोरेट सेवाएं विभाग, मंजिल-25,
पी. जे. टावर्स, दलाल स्ट्रीट, मुंबई-400 001

Kind Attn.: Harshad Naik, Assistant Manager, Listing Compliance

**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 email dt. 27th May, 2020 on the above captioned subject.

In this regard we would like to submit that, 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.

An 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 **towards financing hydro-electric power projects & power components of twelve major multipurpose irrigation projects** on river Narmada. Total project cost of all these 12 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.

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.

Please note 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.

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.

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

Thanking You,

Yours faithfully,
For **Power Finance Corporation Ltd.**

(Manohar Balwani)
CGM (CP & Company Secretary)
mb@pfcindia.com