

PTC INDIA LIMITED

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STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

(Figures in ₹ Lakhs, unless otherwise indicated)

S. No.	Particulars	Consolidated				
		Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		(Un-audited)	(Un-audited)	(Un-audited)	Audited	Audited
1	Revenue from operations					
a	Revenue from operations (Refer Note No. 4)	3,55,168	3,76,551	2,93,209	17,82,451	14,74,661
b	Other operating revenue (Refer Note No. 5, 6 & 10)	8,284	6,426	10,141	27,630	40,847
	Total revenue from operation	3,63,452	3,82,977	3,03,350	18,10,081	15,15,508
2	Other Income (Refer Note No. 10)	398	465	2,356	2,276	13,017
3	Total Income (1+2)	3,63,850	3,83,442	3,05,706	18,12,357	15,28,525
4	Expenses					
a	Purchases	3,12,249	3,33,997	2,49,262	15,87,667	12,80,483
b	Impairment of financial instrument	7,379	2,316	881	19,571	6,058
c	Operating expenses (Refer Note No. 5, 6 & 10)	1,648	942	4,643	4,583	20,524
d	Employee benefit expenses	1,519	1,529	1,125	5,879	4,993
e	Finance costs (Refer Note No. 10)	27,605	28,136	31,523	1,15,529	1,23,995
f	Depreciation and amortization expenses	2,515	2,516	2,445	10,047	9,708
g	Other expenses	2,814	2,802	2,887	10,034	8,344
	Total expenses	3,55,729	3,72,238	2,92,766	17,53,310	14,54,105
5	Profit before exceptional items and tax (3-4)	8,121	11,204	12,940	59,047	74,420
6	Exceptional items	(101)	(12)	2	(114)	3
7	Profit Before Share of Profit/(Loss) of Associates and Tax (5+6)	8,020	11,192	12,942	58,933	74,423
8	Share of Profit / (Loss) of Associates	14	12	-	(4)	-
9	Profit Before Tax (7+8)	8,034	11,204	12,942	58,929	74,423
10	Tax expenses (Refer Note No.11)					
a	Current tax	1,372	(5,125)	(2,948)	10,254	15,354
b	Deferred tax expenditure/ (income)	1,866	9,980	8,464	8,069	10,094
11	Net Profit for the period (9-10)	4,796	6,349	7,426	40,606	48,975
12	Other comprehensive income					
a	Items that will not be reclassified to profit or loss					
	(i) Remeasurements of post-employment benefit obligations	(36)	(10)	-	(59)	(71)
	Income tax relating to remeasurements of post-employment benefit	11	5	-	19	25
	(ii) Changes in fair value of FVOCI equity instrument	72	-	(438)	72	(4,429)
b	Items that will be reclassified to profit or loss					
	Change in cash flow hedge reserve	(222)	(80)	(238)	(336)	(238)
	Income tax relating to cash flow hedge reserve	77	28	83	117	83
	Other comprehensive income, net of tax (a+b)	(98)	(57)	(593)	(187)	(4,630)
13	Total comprehensive income for the period (11+12)	4,698	6,292	6,833	40,419	44,345
14	Profit is attributable to:					
	Owners of the parent	4,549	4,842	6,139	36,755	42,528
	Non-controlling interests	247	1,507	1,287	3,851	6,447
15	Other comprehensive income is attributable to:					
	Owners of the parent	(43)	(35)	(166)	(102)	(3,453)
	Non-controlling interests	(55)	(22)	(427)	(85)	(1,177)
16	Total comprehensive income is attributable to:					
	Owners of the parent	4,506	4,807	5,973	36,653	39,075
	Non-controlling interests	192	1,485	860	3,766	5,270
17	Paid-up equity share capital (Face value of ₹ 10 per share)	29,601	29,601	29,601	29,601	29,601
18	Other equity (excluding revaluation reserves) (As per audited balance sheet)				3,89,144	3,66,592
19	Earnings per share (Not annualized) (₹)					
a	Basic	1.54	1.64	2.07	12.42	14.37
b	Diluted	1.54	1.64	2.07	12.42	14.37
	Million Units of electricity Sold	12,093	13,226	10,733	66,905	63,117

See accompanying notes to the financial results

Consolidated Balance Sheet

(Figures in ₹ Lakhs)

S. No.	Particulars	Year ended	
		31.03.2020	31.03.2019
		Audited	Audited
I.	ASSETS		
1	Non-current assets		
	Property, Plant and Equipment	1,86,812	1,96,589
	Right-of-use asset (Refer Note No. 10)	1,482	-
	Other intangible assets	83	95
	Investments in associates	1,246	-
	Financial Assets		
	Investments	55,136	29,083
	Loans	9,41,433	11,43,819
	Other financial assets (Refer Note No. 10)	2,196	63,934
	Deferred tax assets (net)	9,696	17,629
	Income tax assets (net)	32,952	19,040
	Other non-current assets	4,427	4,464
	Total non-current assets	12,35,463	14,74,653
2	Current assets		
	Financial Assets		
	Trade receivables	7,01,084	4,90,935
	Cash and cash equivalents	42,102	11,182
	Bank balances other than Cash and cash equivalents	32,166	9,666
	Loans	27	31
	Other financial assets (Refer Note No. 10)	86,154	1,22,214
	Other current assets	13,925	19,135
	Total current assets	8,75,458	6,53,163
	Total Assets	21,10,921	21,27,816
II.	EQUITY AND LIABILITIES		
1	Equity		
	Equity Share capital	29,601	29,601
	Other Equity	3,89,144	3,66,592
	Total equity attributable to owners of the parent	4,18,745	3,96,193
	Non-controlling interests	73,997	72,307
	Total equity	4,92,742	4,68,500
2	Non-current liabilities		
	Financial Liabilities		
	Borrowings (Refer Note No. 10)	8,48,474	9,23,367
	Other financial liabilities	9,237	7,523
	Provisions	1,267	951
		8,58,978	9,31,841
3	Current liabilities		
	Financial Liabilities		
	Borrowings	1,60,414	1,97,068
	Trade payables		
	- total outstanding dues of micro enterprises and small enterprises	14	14
	- total outstanding dues of creditors other than micro enterprises and small enterprises	4,36,028	2,95,390
	Other financial liabilities	1,54,018	2,28,700
	Other current liabilities (Refer Note No. 10)	8,647	6,280
	Provisions	80	23
		7,59,201	7,27,475
	Total Equity and Liabilities	21,10,921	21,27,816

Consolidated segment wise information

(Figures in ₹ Lakhs)

Sl. No.	Particulars	Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		(Un-audited)	(Un-audited)	(Un-audited)	Audited	Audited
1	Segment Revenue					
	Power	3,30,782	3,50,526	2,72,754	16,76,122	13,95,194
	Investment	32,865	32,726	32,558	1,35,475	1,32,394
	Unallocated	203	190	394	760	937
	Total	3,63,850	3,83,442	3,05,706	18,12,357	15,28,525
2	Segment Result					
	Power	7,434	5,041	7,897	44,056	48,188
	Investment	1,471	6,647	6,237	17,203	28,890
	Unallocated	(871)	(484)	(1,192)	(2,330)	(2,655)
	Profit before tax	8,034	11,204	12,942	58,929	74,423
3 (a)	Segment Assets					
	Power	9,23,572	9,05,071	7,80,427	9,23,572	7,80,427
	Investment	10,84,406	11,55,598	12,74,027	10,84,406	12,74,027
	Unallocated	1,02,943	78,872	73,362	1,02,943	73,362
	Total	21,10,921	21,39,541	21,27,816	21,10,921	21,27,816
(b)	Segment Liabilities					
	Power	6,65,316	6,49,139	5,45,785	6,65,316	5,45,785
	Investment	9,52,178	10,01,295	11,11,802	9,52,178	11,11,802
	Unallocated	685	774	1,729	685	1,729
	Total	16,18,179	16,51,208	16,59,316	16,18,179	16,59,316

Consolidated Statement of Cash Flow

(Figures in ₹ Lakhs)

Particulars	Year ended	
	31.03.2020	31.03.2019
	Audited	Audited
Cash flows from operative activities		
Net profit before tax	58,929	74,423
Adjustments for:		
Depreciation and amortization expense	10,047	9,708
Bad debts/ advances written off	220	56
Liabilities no longer required written back	(948)	(53)
Share in loss / (profit) of associate	4	-
(Profit)/Loss on sale of fixed assets	2	(8)
Impairment on financial instruments	19,571	6,058
Impairment allowance for doubtful debts / advances	1,098	545
Finance costs (Refer Note No. 10)	1,15,529	1,23,995
Dividend income	-	(109)
MTM of derivaitve instruments	(118)	(1,043)
Interest income	(764)	(12,528)
Rental income	(3)	(2)
Profit on sale of investment (net)	-	(11)
	2,03,567	2,01,031
Adjustments for:		
Loan financing	2,04,123	(96,830)
(Increase)/ Decrease in trade receivables	(2,11,099)	(1,57,274)
Provisions, other current and non-current financial liabilities and other current and non-current liabilities	1,49,744	76,289
Loans, other current and non-current financial assets, other non-current and current assets	7,157	(5,561)
Cash generated from/(used in) operating activities	3,53,492	17,655
Direct taxes paid (net)	(24,140)	(28,445)
Net cash generated from/(used in) operating activities	3,29,352	(10,790)
Cash flows investing activities		
Interest received	785	12,429
Dividend received	-	109
Rent received	3	2
Purchase of property, plant and equipment and intangible assets (including capital advances)	(200)	(218)
Sale of property, plant and equipment	17	(70)
Proceeds from sale of investments/ redemption of security receipts	(18,108)	49
Sale/(Purchase) of investments in associate	(1,250)	-
Finance lease receivables (Refer Note No. 10)	-	2,861
Sale/(Purchase) of investments (net)	-	12,983
Decrease/ (Increase) in bank balances other than cash & cash equivalents	(22,634)	(3,721)
Net cash generated from/ (used in) investing activities (B)	(41,387)	24,424
Cash flows from financing activities		
Proceeds from borrowings (Net)	(1,12,039)	1,44,152
Finance lease obligations (Refer Note No. 10)	-	(2,861)
Finance costs (including premium on derivative contracts)	(1,16,569)	(1,21,811)
Proceeds from debt securities (net)	(11,996)	(45,456)
Dividend paid (including dividend tax)	(16,441)	(14,816)
Net cash generated from/(used in) financing activities (C)	(2,57,045)	(40,792)
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	30,920	(27,158)
Cash and cash equivalents (opening balance)	11,182	38,340
Cash and cash equivalents (closing balance)	42,102	11,182

Notes:

- 1 The consolidated financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
- 2 The above consolidated financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 19, 2020 and have been audited by the Statutory Auditors of the Company.
- 3 The Group is in the business of power and investment. Consultancy income has not been reported separately as the same being insignificant.
- 4 Revenue from operation of the Group includes sale of electricity and interest income from loan financing/debenture.
- 5 In accordance with the accounting policy, the surcharge recoverable on late/ non-payment of dues by customers is recognized when no significant uncertainty as to measurability or collectability exist. Correspondingly surcharge liabilities on late/ non-payments to the suppliers, in view of the matching concept, is not being recognized in the accounts. The estimated liability in this regard, however is lower than the Group's claims from its sundry debtors.
- 6 The Group has recognized surcharge income of ₹ 5309 Lakhs during the quarter (for the corresponding quarter ended March 31, 2019, ₹ 3259 Lakhs) from sundry debtors on amounts overdue on sale of power which has been included in "Other Operating Revenue". Correspondingly surcharge expense of ₹ 796 Lakhs during the quarter (for the corresponding quarter ended March 31, 2019, ₹ 58 Lakhs) paid / payable to Sundry Creditors has been included in "Operating expenses".
- 7 The financial statements of four associate companies are not available with the Group viz; R.S. India Wind Energy Private Limited, Varam Bio Energy Private Limited, Krishna Godavari Power Utilities Limited and R.S. India Global Energy Limited. However, the Group had fully impaired the value of investments in these associates in earlier periods. Hence, there is no impact of the results of these Associates on the consolidated IndAS financial results.
- 8 The board has recommended the dividend @ 55% (₹ 5.50 per equity share) on 29,60,08,321 fully paid up equity share of ₹ 10 each.
- 9 During the year ended March 31, 2020 loans amounting to ₹ 43,948 lakhs has been written off post resolution of such accounts.
- 10 The Group has adopted Ind AS 116 on Leases, effective annual reporting period beginning April 1, 2019 using modified retrospective method, with the cumulative effect of initially applying the Standard, recognized on the date of initial application (April 1, 2019). Accordingly, the Group has not restated comparative information. By applying IND AS 116, the Group derecognized financial and operating leases in respect of its PPAs and PSAs which were earlier recognized as leases under IND AS 17 and consequent impacts of applying IND AS 116 on assets and liabilities are as under:-

The effect of adoption Ind AS 116 as at 1 April 2019 is as follows

(₹ in lakhs)		
S No.	Particulars	Increase/ (decrease)
1	Assets	
2	Right-of-use assets	1,907
3	Property, plant and equipment	(332)
4	Non-current other financial assets-Loans	(20)
5	Non-current other financial assets-Financial Lease receivables	(61,903)
6	Other current financial assets-Financial Lease receivables	(4,083)
7	Deferred tax asset	(23,057)
8	Total assets	(87,488)
9	Liabilities	
10	Non-current borrowings-Financial Lease Obligations	(60,348)
11	Other Current financial liabilities- Financial Lease Obligations	(4,083)
12	Deferred tax liability	(23,057)
13	Total liabilities	(87,488)

As on 1 April, 2019

S No.	Particulars	Increased/ Decreased (₹ in lakhs)
a)	Segment Assets - Power (Lease receivables)	(65,986)
b)	Segment Liabilities - Power (Lease payable)	(65,986)

As the Group has derecognized financial and operating leases as on April 1, 2019, there is no lease income and expense in respect of such leases from 1 April, 2019. The details of such income/expense recognized in the previous period are as under:-

(₹ in lakhs)

S. No.	Particulars	Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		(Un-audited)	(Un-audited)	(Un-audited)	Audited	Audited
a)	Other operating revenue	-	-	4,413	-	17,651
b)	Other Income	-	-	2,083	-	11,788
	Total Income	-	-	6,496	-	29,439
a)	Operating expenses	-	-	4,413	-	17,651
b)	Finance Costs	-	-	2,083	-	11,788
	Total Expense	-	-	6,496	-	29,439

11 Pursuant to the Taxation Laws (Amendment) Ordinance, 2019 on September 20, 2019, the parent Company and its subsidiary Company i.e. PTC Energy Limited have availed the lower tax rate and computed the provision for income tax accordingly. The other subsidiary Company i.e. PTC India Financial Services Limited has computed the provision for tax as per old tax rate for the year ended 31.03.2020.

12 **Impact of covid-19**

i) Power

a) Power Trading

The parent company i.e. PTC India Limited is principally engaged in trading of power which is an essential service as emphasized by the Ministry of Power, Government of India. The COVID 19 disruption has caused a reduction in immediate electricity demand in the month of April 2020. However, in May 2020 demand has shown upward trend and is likely to further improve after the lockdown and associated restrictions are eased.

Due to risk averse business approach, there will be pressure on rebate income for limited period. However, subsequent to liquidity infusion announced by Govt of India, business is expected to be as usual. Further, CERC vide notification dated April 03, 2020 has reduced the rate of late payment surcharge to 12% p.a. till June 30, 2020 which is likely to result in lower surcharge income for the limited period.

The parent company has considered the possible effects that may result from the pandemic relating to COVID-19. Based on current estimates, the parent company expects that the carrying amount of its assets does not deteriorate and will be recovered. Management believes that it has taken into account all the known impacts arising from COVID 19 pandemic in the preparation of the financial results. However, the impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration. Management will continue to monitor any material changes to future economic conditions and the impact thereof on the parent company, if any. The eventual outcome of the impact of Covid-19 pandemic on the parent's company business in the subsequent period is highly depend on overall economic conditions as they evolve.

b) Wind power generation

The subsidiary company i.e. PTC Energy limited (PEL) in engaged in wind power generation. The SARS-CoV-2 virus responsible for COVID-19, which has been declared a Global pandemic by the World Health Organization, continues to spread across the globe, and has contributed to a significant decrease in global and local economic activities, and most of the governments including the Indian Government, have announced the strict lockdowns across their respective countries as one of the strongest measures to contain the spread of the virus. As at the date of approval of the financial statements of PEL, it is estimated that the impact of Covid-19 on the financial statements is not significant. Extent to which the COVID-19 pandemic will impact the PEL's future activities and financial results will depend on future developments which are highly uncertain, therefore the impact of COVID-19 on the financial statements may differ from that estimated as at the date of approval of the financial statements

ii) financing business

The subsidiary company i.e. PTC India Financial Services Limited (PFS) in a NBFC company. COVID-19 virus, a global pandemic has affected the world economy including India leading to significant decline in economic activity and volatility in the financial markets. Govt. announced various relief packages to support all segment. In line with Govt. initiative, RBI issued guidelines relating to COVID-19 Regulatory Package dated March 27, 2020, April 17, 2020 and May 23, 2020. The Group has granted a moratorium of upto six months on the payment of all installments and / or interest, as applicable, falling due between March 1, 2020 and August 31, 2020 to the eligible borrowers those who applied for moratorium. Group allowed moratorium to borrowers which constitute 50% of loan book, even after allowing moratorium, Group has sufficient liquidity in form of High Quality Liquid Assets (HQLA) and undrawn lines of credit to meet its financial obligation in near future. Group does not foresee any significant concern in case of borrowers where projects have been commissioned/ completed, considering 50% of loan book constitute renewable energy which are commissioned projects and have must run status. However, it would be difficult to assess the impact on borrower's ability to service the debt where projects are under construction considering construction activities halted due to lockdown restriction. However respective Govt. Authorities have issued the circulars for allowing extension in SCOD. The overall growth of financing business during FY has been impacted due to various factors including lockdown situation in country as activities related to clearances, land acquisition for new/under construction projects specifically in renewable and road sectors. Group has considered external information (i.e. valuation report, one time settlement (OTS) proposal, asset value as per their last financials with applicable haircut as per ECL methodology) to determine the impairment. However, the eventual outcome for NPA and stress assets may be different because of future economic conditions which may emerge due to outbreak of COVID 19.

13 Figures of last quarter are balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.

14 The figures for the previous periods / years are re-classified / re-grouped / restated, wherever necessary.

Place: New Delhi
Date: June 19, 2020

(Deepak Amitabh)
Chairman & Managing Director