

Press Release

Brickwork Ratings assigns “BWR AA” rating for PTC India Financial Services Limited’s Secured Non-Convertible Debenture Issue of ₹ 100 Cr and reaffirms NCD Issues of (1) ₹ 100 Crore with a tenor of 2 years, (2) ₹ 100 Crore with a tenor of 5 years and (3) ₹ 200 Crore with a tenor up to 12 years

Issue Rating: BWR AA

Outlook: Stable

Brickwork Ratings has assigned BWR AA (Pronounced BWR Double A) Rating with ‘stable’ outlook for PTC India Financial Services Limited (PFS)’s NCD Issue of ₹ 100 Crs and reaffirmed following NCD Issues.

Instruments	Amount	Rating	Assigned/ Reaffirmed	Tenor	Rating History
Secured NCD	₹ 100 crore	BWR AA (Stable)	Reaffirmed	5 years	BWR AA (Stable) August 2009
Secured NCD	₹ 100 crore	BWR AA (Stable)	Reaffirmed	2-5 years	BWR AA (Stable) January 2010
Secured NCD	₹ 200 crore	BWR AA (Stable)	Reaffirmed	Up to 12 years	BWR AA (Stable) June 2010

Instruments with this rating are considered to have **high degree** of safety regarding timely servicing of financial obligations. Such instruments carry very low credit risk. The Rating Outlook further signifies the direction of the rating being stable in the near term. BWR has essentially relied upon the audited financial statements for FY11, unaudited results for H1 FY12, information and clarifications provided by the issuer in assigning the Rating.

The rating factors, inter alia, significant stake held by the PTC India Ltd., the promoter, comfortable capital adequacy, healthy earning assets and lean operating structure. PTC India Financial Services Limited (PFS) has been given Infrastructure Financial Company (IFC) status by the Reserve Bank of India (RBI) on August 24, 2010. However, the rating is partially affected by exposure to a single sector, the tendency of energy projects to have time and cost overrun, competition from well established and stronger players.

Going forward, the Company is planning to float an Energy sector fund to tap the opportunities available and also venturing into debt syndication business in the near future.

As of September ending 2011, the Company has used mix of debt (including short term and long term) and equity to sanction financial assistance of ₹ 2101 Crore to 22 projects with representing 8,618 MW of aggregate power generation capacity. However, disbursement stood at ₹ 785 Crore as of H1 FY12.

The company's total revenue has improved to ₹ 108.85 Crore in FY 11 as against ₹ 53.48 Crore in FY10. PAT has increased to ₹ 37.03 Crore in FY11 from ₹ 25.45 Crore in FY10. Interest income increased to ₹ 73.52 Crore in FY11 from ₹ 13.57 Crore in FY10. CRAR stood at 68.61% as of H1 FY12. Total revenue has improved to ₹ 97.07 Crore in H1 FY12 as against ₹ 53.60 Crore in H1 FY11. PAT has increased to ₹ 32.88 Crore in H1 FY12 from ₹ 25.51 Crore in H1 FY11.

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