

SUMMARY TERM SHEET FOR PFC BOND SERIES 168

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| Security Name | PFC - Bond Series 168(A&B) | |
| Issuer | Power Finance Corporation Limited | |
| Type of Instrument | PFC Unsecured, Redeemable, Non-Convertible, Taxable Bonds in the nature of Debentures Series 168 (A&B) | |
| Nature of Instrument | Unsecured | |
| Seniority | Senior | |
| Mode of Issue | Private placement basis | |
| Eligible investors | As per applicable RBI Regulations for Government NBFC-ND | |
| Listing (including name of stock exchange where it will be listed & timeline for listing) | On the Debt Market segment of NSE and / or wholesale Debt Market segment of BSE Further, in case of investment by FIIs investor, it shall be ensured by the company that the bonds are listed within 15 days of allotment. In case bonds are not listed within 15 days, company shall refund the allotment money to investor | |
| Rating | 'AAA/Stable' by CRISIL, 'AAA' by ICRA, & 'AAA' by CARE | |
| Issue size | ₹ 3,490 crore | |
| Object of the Issue | To augment resources of PFC for meeting fund requirement. | |
| Details of utilization of the proceeds | The funds raised through private placement are not meant for any specific project as such and therefore the proceeds of this issue after meeting all expenses of the Issue shall be used for meeting objects of the Issue. | |
| Tenor | Option A | Option B |
| | 5 years | 10 years |
| Coupon Rate | Option A | Option B |
| | 7.28% p.a. | 7.44% p.a. |
| Step up/step down coupon rate | Not applicable | |
| Coupon Payment frequency | Annually every year | |
| Coupon payment dates:- | | |
| First interest date | 12.06.2018 | |
| Subsequent interest payment date | Thereafter annually after every year | |



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| Coupon type | Fixed | |
| Coupon Reset process (including rates, spread, effective date, interest rate cap & floor etc) | Not applicable | |
| Day count basis | Actual/Actual Interest shall be computed on an "actual/actual basis". In case of leap year, if 29 Feb falls during the tenor of security, then the number of days shall be reckoned as 366 days for a whole one year period in accordance with SEBI circular No CIR/IMD/DF-1/122/2016 dtd November 11, 2016. | |
| Interest on Application money | Option A | Option B |
| | 7.28% p.a. | 7.44% p.a. |
| | The interest on application money shall be paid from the date of receipt of application money in PFC's account till one day prior to the date of allotment on the aggregate face value amount of Bonds. No interest on application money would be paid if the date of receipt of application money and allotment is same. | |
| Interest on Refunded Money against which Allotment is not made | No interest on Application Money will be paid in respect of applications which are invalid and / or rejected by PFC due to any reason. | |
| Date of Redemption | Option A | Option B |
| | 10-June-2022 (12.06.2022 and 11.06.2022 being bank holidays) | 11-June-2027 (12.06.2027 being bank holiday) |
| Redemption amount | At par | |
| Redemption Premium/Discount | Not applicable | |
| Issue Price | At par | |
| Discount at which security is issued & the effective yield as a result of such discount | Not applicable | |
| Put Option Date | Not applicable | |
| Put Option Price | Not applicable | |
| Call Option Date | Not applicable | |
| Call Option Price | Not applicable | |



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| Put Notification Time | Not applicable |
| Call Notification Time | Not applicable |
| Face Value | Rs. 10,00,000 (Rupees Ten lacs only) per bond |
| Minimum application size | 100 bonds (Rs 10 crore) and then in multiple of 10 bond (Rs 1 crore) |
| Issue Opening date& closing date | 12.06.2017 |
| Pay-in-date | 12.06.2017 |
| Deemed Date of allotment | 12.06.2017 (The credit of debt securities into the demat a/c within 2 working days of allotment) |
| Issuance & trading mode of instrument | In demat Only |
| Settlement mode of the instrument | By way of RTGS/ Fund Transfer or any other electronic mode offered by the Banks |
| Depository | National Securities Depository Limited ("NSDL") and Central Depository Services (India) Limited ("CDSL") |
| Business Days/Working Days | "Business Days"/ "Working Days" shall be all days on which money market is functioning in Mumbai. However, for the purpose of credit of Demat A/c, Working Days shall be all days on which NSDL/CDSL are open for business. |
| Effect of holidays | <p>If any Coupon Payment Date falls on a day that is not a Business Day, the payment shall be made by the Issuer on the following working day in line with SEBI circular No CIR/IMD/DF-1/122/2016 dtd November 11, 2016.</p> <p>If the Redemption Date (also being the last Coupon Payment Date) of the Bonds falls on a day that is not a Business Day, the redemption proceeds shall be paid by the Issuer on the preceding Business Day along with interest accrued on the Bonds until but excluding the date of such payment.</p> <p>In the event the Record Date falls on a day which is not a Business Day, the immediately succeeding Business Day will be considered as the Record Date.</p> |
| Record Date | 15 calendar days prior to actual interest/principal payment date. |
| Security | The bonds issued are unsecured in nature. |
| Transaction Documents | <p>The Issuer has executed/ shall execute the documents including but not limited to the following in connection with the Issue:</p> <ol style="list-style-type: none"> 1. Letter appointing Trustees to the Bondholders; |



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| | <ol style="list-style-type: none"> 2. Debenture Trusteeship Agreement; 3. Tripartite Agreement between the Issuer; Registrar and NSDL for issue of Bonds in dematerialized form; 4. Tripartite Agreement between the Issuer, Registrar and CDSL for issue of Bonds in dematerialized form; 5. Letter appointing Registrar and MoU entered into between the Issuer and the Registrar; 6. Application made to NSE for seeking its in-principle approval for listing of Bonds; 7. Listing Agreement with NSE and /or BSE; 8. Letters appointing Arrangers to the Issue. |
| Conditions precedent to subscription of Bonds | <p>The subscription from investors shall be accepted for allocation and allotment by the Issuer subject to the following:</p> <ol style="list-style-type: none"> 1. Rating letters from CRISIL, ICRA and CARE not being more than one month old from the issue opening date; 2. Seek a written consent letter from the Trustees conveying their consent to act as Trustees for the Bondholders; <p>Making an application to NSE and BSE for seeking its in-principle approval for listing of Bonds.</p> |
| Conditions subsequent to subscription of Bonds | <p>The Issuer shall ensure that the following documents are executed/ activities are completed as per time frame mentioned elsewhere in this Private Placement Offer Letter:-</p> <ol style="list-style-type: none"> 1. Maintaining a complete record of private placement offers in Form PAS-5 and filing such record along with Private Placement Offer Letter in Form PAS-4 with the Registrar of Companies and with Securities and Exchange Board of India ("SEBI") within a period of thirty days of circulation of the Private Placement Offer Letter; 2. Filing a return of allotment of Bonds with complete list of all Bondholders in Form PAS-3 under section 42 of the Companies Act, 2013, with the Registrar of Companies, within thirty days of the Deemed Date of Allotment; 3. Credit of demat account(s) of the allottee(s) by number of Bonds allotted within two working days from the Deemed Date of Allotment; 4. Making listing application to NSE/ BSE within 15 days from the Deemed Date of Allotment of Bonds. 5. Execution of trust deed within 3 months of the closure of the issue or offer and sending the same to NSE and BSE within five working days of execution for uploading on their website. <p>Besides, the Issuer shall perform all activities, whether mandatory or otherwise, as mentioned elsewhere in this Private Placement Offer Letter.</p> |
| Events of Default | <p>Default in payment of interest / principal redemption / delay in listing / delay in execution of trust deed or as may be detailed in respective trust deed / trustee agreement,</p> <p>In case of event of default, penal interest will be paid in accordance with provisions of SEBI (Issue & Listing of Debt Securities) (Amendment) Regulations, 2012.</p> |
| Additional Covenants | <p>Default in payment: In case of default in payment of interest and/ or principal redemption on the due dates, the Company shall pay additional interest at the rate of 2.00% p.a. over the Coupon Rate for the defaulting</p> |



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| | <p>period i.e. the period commencing from and including the date on which such amount becomes due and up to but excluding the date on which such amount is actually paid.</p> <p>Listing: In case of delay in listing of the Bonds beyond 20 days from the Deemed Date of Allotment, the Company shall pay penal interest at the rate of 1.00% p.a. over the Coupon Rate from the expiry of 30 days from the Deemed Date of Allotment till the listing of Bonds to the Bondholder(s).</p> | | | | | | | | | | | | | | | | |
| Provisions related to cross default clause | Not applicable | | | | | | | | | | | | | | | | |
| Registrar & Transfer Agent | RCMC Share Registry Pvt Ltd. | | | | | | | | | | | | | | | | |
| Mode of Subscription | <p>Applicants may make remittance of application money through electronic mode only:</p> <table border="1"> <tr> <td colspan="2">Electronic transfer of funds through RTGS/ Funds Transfer mechanism for credit of account as per details given hereunder:</td></tr> <tr> <td colspan="2">Bond Series 168</td></tr> <tr> <td>Name of the Banker</td><td>HDFC Bank</td></tr> <tr> <td>Account Name</td><td>PFC Bond Collection Account</td></tr> <tr> <td>Credit into Current A/c No.</td><td>00030350003676</td></tr> <tr> <td>IFSC Code</td><td>HDFC0000060</td></tr> <tr> <td>Address of the Branch</td><td>Address: Fort Mumbai Branch</td></tr> <tr> <td>Narration</td><td>Subscription for PFC Bond Series 168</td></tr> </table> | Electronic transfer of funds through RTGS/ Funds Transfer mechanism for credit of account as per details given hereunder: | | Bond Series 168 | | Name of the Banker | HDFC Bank | Account Name | PFC Bond Collection Account | Credit into Current A/c No. | 00030350003676 | IFSC Code | HDFC0000060 | Address of the Branch | Address: Fort Mumbai Branch | Narration | Subscription for PFC Bond Series 168 |
| Electronic transfer of funds through RTGS/ Funds Transfer mechanism for credit of account as per details given hereunder: | | | | | | | | | | | | | | | | | |
| Bond Series 168 | | | | | | | | | | | | | | | | | |
| Name of the Banker | HDFC Bank | | | | | | | | | | | | | | | | |
| Account Name | PFC Bond Collection Account | | | | | | | | | | | | | | | | |
| Credit into Current A/c No. | 00030350003676 | | | | | | | | | | | | | | | | |
| IFSC Code | HDFC0000060 | | | | | | | | | | | | | | | | |
| Address of the Branch | Address: Fort Mumbai Branch | | | | | | | | | | | | | | | | |
| Narration | Subscription for PFC Bond Series 168 | | | | | | | | | | | | | | | | |
| Trustees | <p>Milestone Trusteeship Services Pvt Ltd. 602, Hallmark Business Plaza, Sant Dnyaneshwar Marg, Opp. Guru Nanak Hospital Bandra (E), Mumbai-400 051.</p> | | | | | | | | | | | | | | | | |
| Role and Responsibilities of Debenture Trustees | <p>The trustees will be responsible for all action as per SEBI regulation and Companies Act 2013.</p> <p>The Trustees shall carry out its duties and perform its functions as required to discharge its obligations under the terms of the Companies Act, 2013, SEBI Debt Regulations, the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, Debenture Trusteeship Agreement, Private Placement Offer Letter and all other related transaction documents, with due care, diligence and loyalty.</p> | | | | | | | | | | | | | | | | |
| Governing Law and Jurisdiction | <p>The Bonds shall be construed to be governed in accordance with Indian Law. The competent Courts in New Delhi alone shall have jurisdiction in connection with any matter arising out of or under these precincts.</p> | | | | | | | | | | | | | | | | |

