



(एक महारत्न कंपनी)

पावर फाइनेंस कॉर्पोरेशन लिमिटेड POWER FINANCE CORPORATION LTD.

(भारत सरकार का उपक्रम)

(आई एस ओ. 45001:2018 प्रमाणित)

(A Govt. of India Undertaking)

(ISO 45001:2018 Certified)

No: 1:05:138: I: CS

Dated: 03.02.2026

National Stock Exchange of India Limited, Listing Department, Exchange Plaza, Bandra – Kurla Complex, Bandra (E) MUMBAI – 400 051. नेशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड लिस्टिंग विभाग, एक्सचेंज प्लाजा, बांद्रा-कुर्ला कॉम्प्लेक्स, बांद्रा (पू), मुंबई-400 051	BSE Limited, Department of Corporate Services, Floor – 25, PJ Towers, Dalal Street, MUMBAI – 400 001. बीएसई लिमिटेड, कॉर्पोरेट सेवाएं विभाग, मंजिल-25, पी. जे. टावर्स, दलाल स्ट्रीट, मुंबई-400 001
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SUB: Intimation under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Clarification on news article titled “Govt. considering merger of state-run entities PFC and REC”

Madam / Sir,

This is with reference to your email dated February 03, 2026 seeking clarification on recent news item appeared in “<https://economictimes.indiatimes.com>” / “www.economictimes.com” dated February 2/3, 2026. captioned “Govt. considering merger of state-run entities PFC and REC”. In this context, the following is submitted:

On December 06, 2018, the Cabinet Committee on Economic Affairs (CCEA), gave its ‘In Principle’ approval for PFC to acquire 52.63% Govt’s holding in REC along with transfer of management control. Accordingly, PFC acquired REC in March, 2019 and PFC became the promoter of REC and REC became the subsidiary of PFC.

On February 01, 2026, Hon’ble Finance Minister directly announced the following during Union Budget 2026:

‘The vision for NBFCs for Viksit Bharat has been outlined with clear targets for credit disbursement and technology adoption. In order to achieve scale and improve efficiency in the Public Sector NBFCs, as a first step, it is proposed to restructure the Power Finance Corporation and Rural Electrification Corporation.’

PFC is considering to hold a Board Meeting to deliberate upon the announcement and decide the future course of action and any development in this regard shall be informed to the stock exchange under applicable SEBI LODR Regulations.

Further, pointwise reply to the queries are as follows:

Sr. No.	Query	PFC's Reply
1	Whether such negotiations/events were taking place? If so, you are advised to provide the said information along with the sequence of events in chronological order from the start of negotiations/events till date.	No

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2	Whether you/company are aware of any information that has not been announced to the Exchanges which could explain the aforesaid movement in the trading? Further, you are advised to provide the said information and the reasons for not disclosing the same to the Exchange earlier as required under regulation 30 of the SEBI (LODR) Regulations, 2015.	No
3	In case of regulatory/legal proceedings please provide the information on initiation / outcome of the proceedings. (sought only by BSE)	NA
4	The material impact of this article on the Company. (sought only by NSE)	The budget announcement is proposed to be deliberated in the next Board meeting and the outcome shall be informed to the stock exchange under applicable SEBI LODR Regulations.

Further, we would like to assure you that the Company shall continue to promptly inform the exchanges of all material event/developments / information /actions as required under SEBI LODR Regulations.

This is submitted for your information and record.

Thanking you.

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

Manish Kumar Agarwal

**(Manish Kumar Agarwal)
Company Secretary & Compliance Officer
mk_agarwal@pfcindia.com**

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