

TOURISM FINANCE CORPORATION OF INDIA LIMITED

PRESS RELEASE

An abnormal movement has been witnessed in the share price of TFCI on 2nd July 2019. We understand that the same may be due to rumours that TFCI is having substantial exposure to Cox & Kings Ltd.

TFCI is having banking relationship with Cox & Kings Ltd. since 2011 and the borrower company has satisfactory credit record with us. Further, we would like to clarify that TFCI's exposure in Cox & Kings Ltd. is repayable over a period upto three years, is standard in our books and is adequately secured by way of charge on tangible current assets & mortgage of fixed assets of the borrower company besides pledge of shares of its associate company having substantial intrinsic value and thus TFCI has adequate substantive security.

We understand that Cox & Kings Ltd., due to its dependence on money market instruments (commercial papers) for its working capital, has been temporarily impacted. We, further, understand that Cox & Kings Ltd. is taking required measures to resolve the temporary cash flow mismatches.

We would like to reiterate that as on date TFCI's exposure in Cox & Kings Ltd. is adequately secured and standard asset in our books.
