आरईसी REC
असीमित ऊर्जा, अनन्त संभावनाएं
Endless energy. Infinite possibilities.

रूरल इलेक्ट्रीफिकेशन कारपोरेशन लिमिटेड
Rural Electrification Corporation Limited
(भारत सरकार का उद्यम) / (A Government of India Enterprise)
Regd. Office: Core-4, SCOPE Complex, 7 Lodhi Road, New Delhi 110 003
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Website: www.recindia.nic.in

SEC-1/187(2)/2013/573 **Dated: November 13, 2013**

Listing Department, National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), **Mumbai – 400 051.**	Corporate Relationship Department BSE Limited 1st Floor, Phiroze Jeejeebhoy Towers Dalal Street, Fort, **Mumbai – 400 001.**
Kind Attn.: Shri Hardik Bhuta	**Kind Attn.: Shri Rakesh Parekh**
Scrip Code-- RECLTD	**Scrip Code—532955**

Dear Sir,

Sub: Submission of Unaudited (Standalone) Financial Results of the Company for the quarter and half year ended September 30, 2013.

In continuation of our letters dated October 24, 2013 on the subject cited above and in pursuance of Listing Agreement, we are forwarding herewith the Unaudited (Standalone) Financial Results of the Company for the quarter and half year ended September 30, 2013 in the prescribed format, which have been reviewed by the Audit Committee, approved and taken on record by the Board of Directors of the Company in the Meetings held on November 13, 2013.

The Unaudited (Standalone) Financial Results have been subjected to limited review by the Joint Auditors of the Company and a copy of the Limited Review Report is enclosed herewith for your reference and record.

Thanking you,

Yours faithfully,

(J.S. Amitabh)
General Manager & Company Secretary

Encl: As above

PART I

(₹ in Lakhs)

STATEMENT OF STANDALONE UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2013

Sl. No.		Particulars	STANDALONE					
			QUARTER ENDED 30.09.2013	QUARTER ENDED 30.06.2013	QUARTER ENDED 30.09.2012	HALF YEAR ENDED 30.09.2013	HALF YEAR ENDED 30.09.2012	YEAR ENDED 31.03.2013
			(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)	(Audited)
1		**Income from Operations**						
	a	Interest Income	416,720	391,406	324,045	808,126	623,727	1,329,095
	b	Other Operating Income	4,322	6,751	5,140	11,073	12,312	22,791
		Total Income from Operations	**421,042**	**398,157**	**329,185**	**819,199**	**636,039**	**1,351,886**
2		**Expenses**						
	a	Finance Costs	242,403	224,386	196,030	466,789	379,168	800,625
	b	Employee Benefits Expense	3,448	3,770	4,358	7,218	7,900	15,184
	c	Other Expenses	1,581	1,771	1,405	3,352	2,324	6,469
	d	Allowance for bad and doubtful debts	-	2,232	-	2,232	-	2,500
	e	Contingent Allowance against Standard Loan Assets	3,403	3,277	-	6,680	-	10,568
	f	Depreciation and amortisation expense	110	100	85	210	179	375
	g	Foreign Exchange Fluctuation Loss	9,536	5,806	1,401	15,342	5,141	7,751
		Total Expenses	**260,481**	**241,342**	**203,279**	**501,823**	**394,712**	**843,472**
3		**Profit from Operations before Other Income & Exceptional Items**	**160,561**	**156,815**	**125,906**	**317,376**	**241,327**	**508,414**
4		Other Income	1,383	1,981	2,186	3,364	4,600	7,981
5		**Profit before tax & Exceptional Items (3+4)**	**161,944**	**158,796**	**128,092**	**320,740**	**245,927**	**516,395**
6		Exceptional Items	-	-	-	-	-	-
7		**Profit from Ordinary Activities before Tax (5+6)**	**161,944**	**158,796**	**128,092**	**320,740**	**245,927**	**516,395**
8		**Tax Expense**						
		- Current Year	22,995	43,426	32,677	66,421	62,766	134,579
		- Deferred Tax Liability / (Asset)	26,508	4	25	26,512	98	54
		- Earlier Years / (Refund)	1,374	-	-	1,374	-	-
9		**Net Profit from Ordinary Activities after Tax (7-8)**	**111,067**	**115,366**	**95,390**	**226,433**	**183,063**	**381,762**
10		Extraordinary Items (net of tax expense)	-	-	-	-	-	-
11		**Net Profit for the Period (9-10)**	**111,067**	**115,366**	**95,390**	**226,433**	**183,063**	**381,762**
12		Paid up Equity Share Capital (Face Value ₹10 per share)	98,746	98,746	98,746	98,746	98,746	98,746
13		Reserves & Surplus (Excluding Revaluation Reserves) (as per audited balance sheet as at 31st March)						1,646,692
14	i	**Earnings per Share (EPS) (before extraordinary items) (of ₹10 each) (not annualised)**						
	a	Basic	11.25	11.68	9.66	22.93	18.54	38.66
	b	Diluted	11.25	11.68	9.66	22.93	18.54	38.66
	ii	**Earnings per Share (EPS) (after extraordinary items) (of ₹10 each) (not annualised)**						
	a	Basic	11.25	11.68	9.66	22.93	18.54	38.66
	b	Diluted	11.25	11.68	9.66	22.93	18.54	38.66

PART II

SELECT INFORMATION FOR THE QUARTER ENDED 30.09.2013

	PARTICULARS	QUARTER ENDED 30.09.2013	QUARTER ENDED 30.06.2013	QUARTER ENDED 30.09.2012	HALF YEAR ENDED 30.09.2013	HALF YEAR ENDED 30.09.2012	YEAR ENDED 31.03.2013
A	**PARTICULARS OF SHAREHOLDING**						
1	**Public shareholding**						
	- Number of shares	327,852,000	327,852,000	327,852,000	327,852,000	327,852,000	327,852,000
	- Percentage of shareholding	33.20%	33.20%	33.20%	33.20%	33.20%	33.20%
2	**Promoters and Promoter group Shareholding**						
	a) Pledged/ Encumbered						
	- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the Co.)	NIL	NIL	NIL	NIL	NIL	NIL
	b) Non-Encumbered shares						
	- Number of shares	659,607,000	659,607,000	659,607,000	659,607,000	659,607,000	659,607,000
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of the total share capital of the Co.)	66.80%	66.80%	66.80%	66.80%	66.80%	66.80%

	PARTICULARS	QUARTER ENDED 30.09.2013	
		Equity Securities	Debt Securities
B	**INVESTOR COMPLAINTS**		
	Pending at the beginning of the quarter	1	0
	Received during the quarter	156	452
	Disposed off during the quarter	157	452
	Remaining unresolved at the end of the quarter	0	0

STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

Sl. NO.	PARTICULARS	STANDALONE	
		AS AT 30.09.2013	AS AT 31.03.2013
		(Un-audited)	(Audited)
A.	**EQUITY AND LIABILITIES**		
(1)	**Shareholders' Funds**		
	(a) Share Capital	98,746	98,746
	(b) Reserves and Surplus	1,795,202	1,646,692
	Sub-total (Shareholders' Funds)	**1,893,948**	**1,745,438**
(2)	**Non-current Liabilities**		
	(a) Long-term Borrowings	10,138,302	9,096,038
	(b) Deferred Tax Liabilities (Net)	31,008	-
	(c) Other Long-term Liabilities	10,900	8,025
	(d) Long-term Provisions	25,304	18,845
	Sub-total (Non-current Liabilities)	**10,205,514**	**9,122,908**
(3)	**Current Liabilities**		
	(a) Short-term Borrowings	277,000	248,000
	(b) Other current liabilities	1,824,534	1,911,640
	(c) Short-term Provisions	4,759	22,743
	Sub-total (Current Liabilities)	**2,106,293**	**2,182,383**
	Total (EQUITY AND LIABILITIES)	**14,205,755**	**13,050,729**
B.	**ASSETS**		
(1)	**Non-current Assets**		
	(a) Fixed assets	8,352	8,005
	(b) Non-current Investments	56,629	61,345
	(c) Deferred Tax Assets (Net)	-	951
	(d) Long-term Loans & Advances	12,452,217	11,457,453
	(e) Other Non-current Assets	6,806	13,076
	Sub-total (Non-Current Assets)	**12,524,004**	**11,540,830**
(2)	**Current Assets**		
	(a) Current Investments	9,432	4,716
	(b) Cash & Bank Balances	131,148	148,426
	(c) Short-term Loans & Advances	219,075	191,595
	(d) Other Current Assets	1,322,096	1,165,162
	Sub-total (Current Assets)	**1,681,751**	**1,509,899**
	Total (ASSETS)	**14,205,755**	**13,050,729**

Notes:

1. The above financial results for the quarter and half year ended 30th September, 2013 were reviewed by the Audit Committee at the meeting held on 13th November, 2013 and approved by the Board of Directors and taken on record at the meeting held on 13th November, 2013.

2. These results have been subjected to limited review by the Joint Statutory Auditors of the Company.

3. The company has opted for amortising the foreign exchange fluctuation loss/(gain) on the long term foreign currency monetary items over the balance period of such items. The amount remaining to be amortised in 'Foreign Currency Monetary Item Translation Difference Account' is ₹ 940.49 Crores.

4. The company has recognised Deferred Tax Liability on the foreign exchange fluctuation loss remaining to be amortised in 'Foreign Currency Monetary Item Translation Difference Account'. Due to the aforementioned treatment, the profit after tax for the quarter and half year is lower by ₹ 72.98 crores.

5. The Company paid the final dividend of ₹ 1.50 per equity share of ₹ 10 each for the financial year ended on 31st March, 2013 on 27th September, 2013. The total dividend paid for the financial year 2012-13 amounted to ₹ 8.25 per equity share of ₹ 10 each.

6. The Company has made a public issue of Tax Free Bonds of face value of ₹1,000/- each aggregating to ₹3,440.60 Crores during the half year ended 30th September, 2013 in addition to a private placement of the Tax Free Bonds of ₹ 1,350 Crores. The issue proceeds have been utilised for the purposes as mentioned in the Offer document except for ₹ 18.97 Crores which is kept in designated public issue account pending its utilisation.

7. As per RBI's Master Circular dated 1st July, 2013, REC, being a Government Company, continues to be exempt from the applicability of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007. Further, RBI, vide letter dated 25th July, 2013, has conveyed to REC to comply with the prudential norms of RBI by 31st March, 2016 with certain matters still under their consideration.

8. The Company creates a provision against standard loan assets in a phased manner so as to make it a minimum of 0.25% by the end of financial year 2014-15. For the quarter ended 30th Sept., 2013, a provision for ₹ 34.03 crores has been created in the books of accounts.

9. The Company's main business is to provide finance for power sector. Accordingly, the company does not have more than one segment eligible for reporting in terms of Accounting Standard-17 issued by the Institute of Chartered Accountants of India.

10. Previous periods/years figures have been regrouped/rearranged wherever necessary.

For Rural Electrification Corporation Limited

(Rajeev Sharma)
Chairman & Managing Director

Place: New Delhi
Date: 13th November, 2013