

PART I		STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2014						(₹ in Lakhs)
		QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED	
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014	
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)	(Audited)	
1	Income from Operations							
a	Interest Income	4,98,619	4,64,810	4,16,720	9,63,429	8,08,126	16,80,639	
b	Other Operating Income	3,752	1,903	4,322	5,655	11,761	21,159	
	<b>Total Income from Operations</b>	<b>5,02,371</b>	<b>4,66,713</b>	<b>4,21,042</b>	<b>9,69,084</b>	<b>8,19,887</b>	<b>17,01,798</b>	
2	Expenses							
a	Finance Costs	2,95,447	2,75,229	2,51,939	5,70,676	4,82,131	10,03,846	
b	Employee Benefits Expense	3,376	3,493	3,424	6,869	7,194	12,991	
c	Other Expenses	2,267	2,154	1,591	4,421	3,362	10,508	
d	Allowance for bad and doubtful debts	-	10,682	-	10,682	2,232	4,732	
e	Contingent Allowance against Standard Loan Assets	1,797	1,437	3,403	3,234	6,680	26,470	
f	Depreciation and amortisation expense	177	187	110	364	210	421	
	<b>Total Expenses</b>	<b>3,03,064</b>	<b>2,93,182</b>	<b>2,60,467</b>	<b>5,96,246</b>	<b>5,01,809</b>	<b>10,58,968</b>	
3	Profit from Operations before Other Income & Exceptional Items (1-2)	1,99,307	1,73,531	1,60,575	3,72,838	3,18,078	6,42,830	
4	Other Income	4,256	3,957	1,383	8,213	2,676	10,282	
5	Profit from Ordinary Activities before Exceptional Items (3+4)	2,03,563	1,77,488	1,61,958	3,81,051	3,20,754	6,53,112	
6	Exceptional Items	-	-	-	-	-	-	
7	Profit from Ordinary Activities before Tax (5+6)	2,03,563	1,77,488	1,61,958	3,81,051	3,20,754	6,53,112	
8	Tax Expense							
	- Current Year	54,707	51,077	22,970	1,05,784	66,396	1,70,466	
	- Deferred Tax Liability / (Asset)	(1,219)	(1,868)	26,541	(3,087)	26,545	12,872	
	- Earlier Years / (Refund)	-	-	1,374	-	1,374	1,404	
9	Net Profit from Ordinary Activities after Tax (7-8)	1,50,075	1,28,279	1,11,073	2,78,354	2,26,439	4,68,370	
10	Extraordinary Items (net of tax expense)	-	-	-	-	-	-	
11	Net Profit for the Period (9-10)	1,50,075	1,28,279	1,11,073	2,78,354	2,26,439	4,68,370	
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)						19,68,200	
14	Earnings per Share (EPS) (before extraordinary items) (of ₹10 each) (not annualised) (in ₹)							
a	Basic	15.20	12.99	11.25	28.19	22.93	47.43	
b	Diluted	15.20	12.99	11.25	28.19	22.93	47.43	
ii	Earnings per Share (EPS) (after extraordinary items) (of ₹10 each) (not annualised) (in ₹)							
a	Basic	15.20	12.99	11.25	28.19	22.93	47.43	
b	Diluted	15.20	12.99	11.25	28.19	22.93	47.43	

PART II		SELECT INFORMATION FOR THE QUARTER ENDED 30.09.2014					
	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	33,92,90,782	33,92,90,782	32,78,52,000	33,92,90,782	32,78,52,000	33,92,90,782
	- Percentage of shareholding	34.36%	34.36%	33.20%	34.36%	33.20%	34.36%
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	64,81,68,218	64,81,68,218	65,96,07,000	64,81,68,218	65,96,07,000	64,81,68,218
	- 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.)	65.64%	65.64%	66.80%	65.64%	66.80%	65.64%
	PARTICULARS	QUARTER ENDED 30.09.2014					
B	INVESTOR COMPLAINTS	Equity Securities			Debt Securities		
	Pending at the beginning of the quarter	0			0		
	Received during the quarter	83			541		
	Disposed off during the quarter	83			541		
	Remaining unresolved at the end of the quarter	0			0		

## STATEMENT OF ASSETS AND LIABILITIES (STANDALONE)

(₹ in Lakhs)

	PARTICULARS	AS AT 30.09.2014	AS AT 31.03.2014
		(Un-audited)	(Audited)
<b>A.</b>	<b><u>EQUITY AND LIABILITIES</u></b>		
(1)	<b><u>Shareholders' Funds</u></b>		
	(a) Share Capital	98,746	98,746
	(b) Reserves and Surplus	22,55,240	19,68,200
	<b>Sub-total (Shareholders' Funds)</b>	<b>23,53,986</b>	<b>20,66,946</b>
(2)	<b><u>Non-current Liabilities</u></b>		
	(a) Long-term Borrowings	1,22,53,506	1,10,16,230
	(b) Deferred Tax Liabilities (Net)	14,244	17,369
	(c) Other Long-term Liabilities	2,979	2,352
	(d) Long-term Provisions	47,726	44,224
	<b>Sub-total (Non-current Liabilities)</b>	<b>1,23,18,455</b>	<b>1,10,80,175</b>
(3)	<b><u>Current Liabilities</u></b>		
	(a) Short-term Borrowings	3,50,000	2,54,000
	(b) Other current liabilities	20,22,879	18,58,373
	(c) Short-term Provisions	5,737	25,796
	<b>Sub-total (Current Liabilities)</b>	<b>23,78,616</b>	<b>21,38,169</b>
	<b>Total (EQUITY AND LIABILITIES)</b>	<b>1,70,51,057</b>	<b>1,52,85,290</b>
<b>B.</b>	<b><u>ASSETS</u></b>		
(1)	<b><u>Non-current Assets</u></b>		
	(a) Fixed assets	7,883	8,183
	(b) Non-current Investments	1,61,347	1,66,063
	(c) Long-term Loans & Advances	1,47,48,265	1,35,89,897
	(d) Other Non-current Assets	605	3,212
	<b>Sub-total (Non-Current Assets)</b>	<b>1,49,18,100</b>	<b>1,37,67,355</b>
(2)	<b><u>Current Assets</u></b>		
	(a) Current Investments	69,432	4,716
	(b) Cash & Bank Balances	4,40,067	1,19,294
	(c) Short-term Loans & Advances	1,53,905	38,158
	(d) Other Current Assets	14,69,553	13,55,767
	<b>Sub-total (Current Assets)</b>	<b>21,32,957</b>	<b>15,17,935</b>
	<b>Total (ASSETS)</b>	<b>1,70,51,057</b>	<b>1,52,85,290</b>

## Notes:

- The above financial results for the quarter and half year ended 30th Sept., 2014 were reviewed by the Audit Committee at the meeting held on 10th November, 2014 and approved and taken on record by the Board of Directors at the meeting held on 10th November, 2014.
- These results have been subjected to limited review by Joint Statutory Auditors of the Company.
- 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 ₹ 445.05 Crores. (As on 30.09.2013 ₹ 940.49 Crores)
- RBI, vide its letters dated 25th July, 2013 and 4th April, 2014, has conveyed to the Company to comply with the Prudential Norms of RBI by 31st March, 2016 and follow the instructions contained in RBI Circular dated January 23, 2014 issued vide Notification No. DNBS (PD) No. 271/ CGM (NSV)-2014 in respect of restructuring of assets. Later, RBI vide its letter dated 11th June, 2014 has allowed exemption to the Company from RBI restructuring norms till March 31, 2017 for Transmission & Distribution, Renovation & Modernisation and Life Extension projects and also the Hydro projects in Himalayan region or affected by natural disasters. For other Generation projects, provisioning norms on restructured advances as notified vide RBI Letter dated 11th June, 2014 are to be made applicable from March 31, 2015.
- The Company's main business is to provide finance to power sector. Accordingly, the company does not have more than one segment eligible for reporting in terms of Accounting Standard-17 'Segment Reporting'.
- The Company paid the final dividend of ₹ 1.75 per equity share of ₹ 10 each for the financial year ended on 31st March, 2014 on 1st October, 2014. The total dividend paid for the financial year 2013-14 amounted to ₹ 9.50 per equity share of ₹ 10 each.
- During the quarter ended 30th June, 2014, the Company had revised the accounting policy for depreciation of fixed assets in alignment with Schedule-II to the Companies Act, 2013 which has become applicable from 1st April, 2014. Due to this change in accounting policy, profit before tax for the quarter and half year is lower by ₹ 0.76 Crores and ₹ 1.59 Crores respectively. Further, an amount of ₹ 0.74 crores (net of tax ₹ 0.38 crores) had been adjusted in the retained earnings in respect of fixed assets, where the remaining useful life of such assets was Nil as at 1st April, 2014 in line with the provisions of the Schedule-II to the Companies Act, 2013.
- Previous periods/year's figures have been regrouped/rearranged wherever necessary.

For Rural Electrification Corporation Limited

  
 (Rajeev Sharma)

Chairman &amp; Managing Director

DIN - 00973413

Place: New Delhi

Date: 10th November, 2014

**Raj Har Gopal & Co.**  
**Chartered Accountants**  
412, Ansal Bhawan  
16, Kasturba Gandhi Marg,  
New Delhi- 110001.

**P.K. Chopra & Co.**  
**Chartered Accountants**  
N-Block, Bombay Life Building,  
2nd Floor, Connaught Place  
New Delhi- 110001.

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**Limited Review Report for the period ended 30th September, 2014**

**The Board of Directors,**  
**Rural Electrification Corporation Limited,**  
**Core-IV, SCOPE Complex,**  
**7, Lodi Road,**  
**New Delhi – 110003.**

We have reviewed the accompanying statement of unaudited financial results of Rural Electrification Corporation Limited for the period ended 30<sup>th</sup> September, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

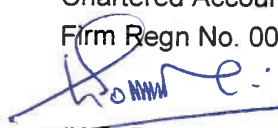
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For Raj Har Gopal & Co.**  
Chartered Accountants  
Firm Regn No. 002074N

  
(Gopal Krishan)  
Partner  
M. No. 081085



**For P.K. Chopra & Co.**  
Chartered Accountants  
Firm Regn No. 006747N

  
(K.S. Ponnuswami)  
Partner  
M. No. 070276



Place : New Delhi  
Date : 10th November, 2014