

**S.K. Mittal & Co.**  
**Chartered Accountants**  
**E-29 South Extension Part-II**  
**New Delhi-110049.**

**O P Bagla & Co. LLP**  
**Chartered Accountants**  
**B-225, 5<sup>th</sup> Floor,**  
**Okhla Industrial Area Phase-I**  
**New Delhi- 110020.**

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**Independent Auditor's Review Report on the Standalone Unaudited Financial Results for the quarter ended 30<sup>th</sup> June 2023 of REC Limited Pursuant to the Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**The Board of Directors,**  
**REC Limited**  
**Core-IV, SCOPE Complex,**  
**7, Lodi Road,**  
**New Delhi – 110003**

We have reviewed the accompanying standalone unaudited financial results of **REC Limited** for the quarter ended 30<sup>th</sup> June 2023, being submitted by the company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 'Interim Financial Reporting', prescribed under section 133 of the Companies Act, 2013, as amended ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 provides 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 recognition and measurement principles laid down in the Indian Accounting Standards specified under Section 133 of the Act, as amended, read with relevant rules issued thereunder



and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Emphasis of matter**

Refer Note No. 4 to the financial results regarding, the provision of impairment allowance in respect of its loan assets and Letters of Comfort. In this regard, we have relied upon the basis of determination of impairment allowance, in so far as it relates to technical aspects/parameters including external ratings considered by independent agency appointed by the company and management judgement for ascertaining additional impairment allowance/withdrawal thereof as management overlay.

Our opinion on the Statement is not modified in respect of above matter.

**M/s S.K. Mittal & Co.**  
**Chartered Accountants,**  
**ICAI Firm Registration: 001135N**

  
  
**Name - S. Murthy**  
**Designation: Partner**  
**Membership Number: 072290**  
**UDIN: 23072290BGYVEA4327**

**M/s O.P. Bagla & Co. LLP.**  
**Chartered Accountants,**  
**ICAI Firm Registration: 000018N/N500091**

  
  
**Name - Rakesh Kumar**  
**Designation: Partner**  
**Membership Number: 087537**  
**UDIN: 23087537BGXEHN8962**

**Place : New Delhi**  
**Date : 26<sup>th</sup> July 2023**



**S.K. Mittal & Co.**  
**Chartered Accountants**  
**E-29 South Extension Part-II**  
**New Delhi-110049.**

**O P Bagla & Co. LLP**  
**Chartered Accountants**  
**B-225, 5<sup>th</sup> Floor,**  
**Okhla Industrial Area Phase-II**  
**New Delhi- 110020.**

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**Independent Auditor's Review Report on the Consolidated Unaudited Financial Results for the quarter ended 30<sup>th</sup> June 2023 of REC Limited Pursuant to the Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**The Board of Directors,**  
**REC Limited**  
**Core-IV, SCOPE Complex,**  
**7, Lodi Road,**  
**New Delhi – 110003**

We have reviewed the accompanying consolidated unaudited financial results of **REC Limited** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), and its share of the net profit after tax for quarter ended 30<sup>th</sup> June 2023, being submitted by the company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

The results include the result of **REC Power Development and Consultancy Limited**, the subsidiary.

This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 'Interim Financial Reporting', prescribed under section 133 of the Companies Act, 2013, as amended ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 provides 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 recognition and measurement principles laid down in the Indian



Accounting Standards specified under Section 133 of the Act, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### **Emphasis of matter**

Refer Note No. 4 to the financial results regarding, the provision of impairment allowance in respect of its loan assets and Letters of Comfort. In this regard, we have relied upon the basis of determination of impairment allowance, in so far as it relates to technical aspects/parameters including external ratings considered by independent agency appointed by the company and management judgement for ascertaining additional impairment allowance/withdrawal thereof as management overlay.

Our opinion on the Statement is not modified in respect of above matter.

#### **Other Matter**

We did not review the interim financial results of the subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total revenue of ₹ 131.67 crores, total net profit after tax of ₹ 7.32 crores and total other comprehensive income of ₹ Nil crores for the quarter ended 30<sup>th</sup> June 2023 respectively, as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other auditor whose Report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the Report of the other auditor and the procedures performed by us.

Our opinion is not modified in respect of above matter.

M/s S.K. Mittal & Co.  
Chartered Accountants,  
ICAI Firm Registration: 001135N

Name - S. Murthy

Designation: Partner

Membership Number: 072290

UDIN: 23072290BGYVE89799



M/s O.P. Bagla & Co. LLP.  
Chartered Accountants,  
ICAI Firm Registration: 000018N/N500091

Name - Atul Aggarwal

Designation: Partner

Membership Number: 092656

UDIN: 23092656BGUFPP5606



Place : New Delhi

Date : 26<sup>th</sup> July 2023



**REC Limited**  
Registered Office - Core-4, SCOPE Complex, 7, Lodhi Road, New Delhi - 110003, CIN: L40101DL1969GOI005095  
**Statement of Unaudited Standalone Financial Results for the quarter ended 30-06-2023**

S. No.	Particulars	Quarter Ended			Year Ended
		30-06-2023 (Unaudited)	31-03-2023 (Audited)	30-06-2022 (Unaudited)	31-03-2023 (Audited)
1	<b>Income</b>				
	<b>A Interest income</b>				
	(i) Interest income on loan assets	10,465.04	9,903.61	9,262.36	38,359.91
	(ii) Other interest income	224.45	90.94	111.42	476.33
	<b>Sub-total (A) - Interest Income</b>	<b>10,689.49</b>	<b>9,994.55</b>	<b>9,373.78</b>	<b>38,836.24</b>
	<b>B Other Operating Income</b>				
	(i) Dividend income	-	15.00	-	39.34
	(ii) Fees and commission income	19.52	134.49	55.67	287.17
	(iii) Net gain/ (loss) on fair value changes	250.19	(30.77)	30.45	45.31
	<b>Sub-total (B) - Other Operating Income</b>	<b>269.71</b>	<b>118.72</b>	<b>86.12</b>	<b>371.82</b>
	<b>C Total Revenue from Operations (A+B)</b>	<b>10,959.20</b>	<b>10,113.27</b>	<b>9,459.90</b>	<b>39,208.06</b>
	<b>D Other Income</b>	<b>5.06</b>	<b>10.69</b>	<b>8.61</b>	<b>44.67</b>
	<b>Total income (C+D)</b>	<b>10,964.26</b>	<b>10,123.96</b>	<b>9,468.51</b>	<b>39,252.73</b>
2	<b>Expenses</b>				
	<b>A Finance costs</b>	<b>7,049.84</b>	<b>6,497.34</b>	<b>5,376.69</b>	<b>23,737.66</b>
	<b>B Net translation/ transaction exchange loss/ (gain)</b>	<b>49.54</b>	<b>(30.21)</b>	<b>479.55</b>	<b>1,114.04</b>
	<b>C Fees and commission expense</b>	<b>3.48</b>	<b>4.94</b>	<b>5.49</b>	<b>16.29</b>
	<b>D Impairment on financial instruments</b>	<b>58.01</b>	<b>(319.65)</b>	<b>504.50</b>	<b>114.91</b>
	<b>E Employee benefits expenses</b>	<b>48.30</b>	<b>25.19</b>	<b>75.41</b>	<b>181.63</b>
	<b>F Depreciation and amortization</b>	<b>5.78</b>	<b>6.25</b>	<b>5.89</b>	<b>24.09</b>
	<b>G Corporate social responsibility expenses</b>	<b>27.60</b>	<b>87.76</b>	<b>56.90</b>	<b>202.65</b>
	<b>H Other expenses</b>	<b>9.76</b>	<b>41.12</b>	<b>24.53</b>	<b>122.69</b>
	<b>Total expenses (A to H)</b>	<b>7,252.31</b>	<b>6,312.74</b>	<b>6,528.96</b>	<b>25,513.96</b>
3	<b>Profit before tax (1-2)</b>	<b>3,711.95</b>	<b>3,811.22</b>	<b>2,939.55</b>	<b>13,738.77</b>
4	<b>Tax expense</b>				
	<b>A Current tax</b>				
	- Current year	790.16	716.54	664.55	2,668.58
	- Earlier years	-	-	(90.36)	(147.29)
	<b>B Deferred tax</b>	<b>(38.94)</b>	<b>93.77</b>	<b>(81.90)</b>	<b>162.84</b>
	<b>Total tax expense (A+B)</b>	<b>751.22</b>	<b>810.31</b>	<b>492.29</b>	<b>2,684.13</b>
5	<b>Net profit for the period (3-4)</b>	<b>2,960.73</b>	<b>3,000.91</b>	<b>2,447.26</b>	<b>11,054.64</b>
6	<b>Other comprehensive Income/(Loss)</b>				
	(i) <b>Items that will not be reclassified to profit or loss</b>				
	(a) Re-measurement gains/(losses) on defined benefit plans	-	(3.63)	-	(5.99)
	- Tax impact on above	-	0.92	-	1.51
	(b) Changes in Fair Value of Equity Instruments measured at Fair Value through Other Comprehensive Income (FVOCI)	27.81	(13.78)	(33.33)	(58.16)
	- Tax impact on above	(0.14)	-	(0.07)	(0.32)
	<b>Sub-total (i)</b>	<b>27.67</b>	<b>(16.49)</b>	<b>(33.40)</b>	<b>(62.96)</b>
	(ii) <b>Items that will be reclassified to profit or loss</b>				
	(a) Effective portion of gains and loss on hedging instruments in cash flow hedges	147.15	62.97	207.46	542.33
	- Tax impact on above	(37.03)	(15.85)	(52.21)	(136.49)
	(b) Cost of hedging reserve	59.68	819.52	(1,060.78)	(1,755.82)
	- Tax impact on above	(15.02)	(206.26)	266.98	441.90
	<b>Sub-total (ii)</b>	<b>154.78</b>	<b>660.38</b>	<b>(638.55)</b>	<b>(908.08)</b>
	<b>Other comprehensive Income/(Loss) for the period (i+ii)</b>	<b>182.45</b>	<b>643.89</b>	<b>(671.95)</b>	<b>(971.04)</b>
7	<b>Total comprehensive income for the period (5+6)</b>	<b>3,143.18</b>	<b>3,644.80</b>	<b>1,775.31</b>	<b>10,083.60</b>
8	<b>Paid up equity share capital (Face Value ₹10 per share)</b>	<b>2,633.22</b>	<b>2,633.22</b>	<b>1,974.92</b>	<b>2,633.22</b>
9	<b>Other equity (as per audited balance sheet as at 31st March)</b>				<b>55,046.45</b>
10	<b>Basic &amp; Diluted earnings per equity share of ₹ 10 each (in ₹)*</b>				
	<b>A For continuing operations</b>	<b>11.24</b>	<b>11.27</b>	<b>9.29</b>	<b>41.86</b>
	<b>B For discontinued operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>C For continuing and discontinued operations</b>	<b>11.24</b>	<b>11.27</b>	<b>9.29</b>	<b>41.86</b>

See accompanying notes to the financial results.

\* Earning Per Share (EPS) is not annualised for the quarter ended 30-06-2023, quarter ended 31-03-2023 and quarter ended 30-06-2022.

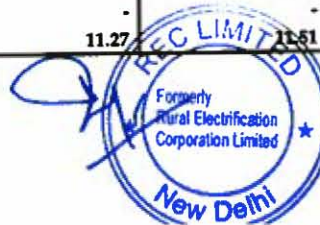


**Statement of Unaudited Consolidated Financial Results for the quarter ended 30-06-2023**

(₹ in Crores)

S. No.	Particulars	Quarter Ended			Year Ended
		30-06-2023 (Unaudited)	31-03-2023 (Audited)	30-06-2022 (Unaudited)	31-03-2023 (Audited)
1	<b>Income</b>				
	<b>A Interest Income</b>				
	(i) Interest income on loan assets	10,465.04	9,903.61	9,262.36	38,359.91
	(ii) Other interest income	226.88	94.84	113.54	486.43
	<b>Sub-total (A) - Interest Income</b>	<b>10,691.92</b>	<b>9,998.45</b>	<b>9,375.90</b>	<b>38,846.34</b>
	<b>B Other Operating Income</b>				
	(i) Dividend income	-	2.32	-	11.89
	(ii) Fees and commission income	19.52	134.49	55.67	287.17
	(iii) Net gain/ (loss) on fair value changes	250.19	(30.77)	30.45	45.31
	(iv) Sale of services	125.93	138.57	35.43	287.55
	<b>Sub-total (B) - Other Operating Income</b>	<b>395.64</b>	<b>244.61</b>	<b>121.55</b>	<b>631.92</b>
	<b>C Total Revenue from Operations (A+B)</b>	<b>11,087.56</b>	<b>10,243.06</b>	<b>9,497.45</b>	<b>39,478.26</b>
	<b>D Other Income</b>	<b>4.21</b>	<b>11.57</b>	<b>8.61</b>	<b>41.90</b>
	<b>Total income (C+D)</b>	<b>11,091.77</b>	<b>10,254.63</b>	<b>9,506.06</b>	<b>39,520.16</b>
2	<b>Expenses</b>				
	<b>A Finance costs</b>	<b>7,048.67</b>	<b>6,496.22</b>	<b>5,375.59</b>	<b>23,733.33</b>
	<b>B Net translation/ transaction exchange loss/ (gain)</b>	<b>49.54</b>	<b>(30.21)</b>	<b>479.55</b>	<b>1,114.04</b>
	<b>C Fees and commission expense</b>	<b>3.48</b>	<b>4.94</b>	<b>5.49</b>	<b>16.29</b>
	<b>D Impairment on financial instruments</b>	<b>65.04</b>	<b>(309.78)</b>	<b>508.00</b>	<b>142.17</b>
	<b>E Cost of services rendered</b>	<b>106.39</b>	<b>22.50</b>	<b>15.97</b>	<b>54.06</b>
	<b>F Employee benefits expenses</b>	<b>54.02</b>	<b>29.24</b>	<b>81.16</b>	<b>204.10</b>
	<b>G Depreciation and amortization</b>	<b>5.83</b>	<b>6.28</b>	<b>5.95</b>	<b>24.26</b>
	<b>H Corporate social responsibility expenses</b>	<b>27.60</b>	<b>88.07</b>	<b>57.53</b>	<b>203.91</b>
	<b>I Other expenses</b>	<b>10.04</b>	<b>46.14</b>	<b>26.85</b>	<b>130.33</b>
	<b>Total Expenses (A to I)</b>	<b>7,370.61</b>	<b>6,353.40</b>	<b>6,556.09</b>	<b>25,622.49</b>
3	<b>Profit before Tax (1-2)</b>	<b>3,721.16</b>	<b>3,901.23</b>	<b>2,949.97</b>	<b>13,897.67</b>
4	<b>Tax Expense</b>				
	<b>A Current Tax</b>				
	- Current Year	800.68	743.54	669.06	2,720.50
	- Earlier Years	-	(0.16)	(90.36)	(147.45)
	<b>B Deferred Tax</b>	<b>(47.57)</b>	<b>92.48</b>	<b>(82.89)</b>	<b>157.64</b>
	<b>Total Tax Expense (A+B)</b>	<b>753.11</b>	<b>835.86</b>	<b>495.81</b>	<b>2,730.69</b>
5	<b>Net profit for the period (3-4)</b>	<b>2,968.05</b>	<b>3,065.37</b>	<b>2,454.16</b>	<b>11,166.98</b>
6	<b>Other comprehensive Income/(Loss)</b>				
	(i) <b>Items that will not be reclassified to profit or loss</b>				
	(a) Re-measurement gains/(losses) on defined benefit plans	-	(3.63)	-	(5.99)
	- Tax impact on above	-	0.92	-	1.51
	(b) Changes in Fair Value of Equity Instruments measured at Fair Value through Other Comprehensive Income (FVOCI)	27.81	(13.78)	(33.33)	(58.16)
	- Tax impact on above	(0.14)	-	(0.07)	(0.32)
	(c) Share of Profit of Joint Venture accounted for using equity method	-	-	-	-
	- Tax impact on above	-	-	-	-
	<b>Sub-total (i)</b>	<b>27.67</b>	<b>(16.49)</b>	<b>(33.40)</b>	<b>(62.96)</b>
	(ii) <b>Items that will be reclassified to profit or loss</b>				
	(a) Effective portion of gains and loss on hedging instruments in cash flow hedges	147.15	62.97	207.46	542.33
	- Tax impact on above	(37.03)	(15.85)	(52.21)	(136.49)
	(b) Cost of hedging reserve	59.68	819.52	(1,060.78)	(1,755.82)
	- Tax impact on above	(15.02)	(206.26)	266.98	441.90
	(c) Share of other comprehensive income/ (loss) of joint venture accounted for using equity method	-	-	-	-
	- Tax impact on above	-	-	-	-
	<b>Sub-total (ii)</b>	<b>154.78</b>	<b>660.38</b>	<b>(638.55)</b>	<b>(908.08)</b>
	<b>Other comprehensive income/(loss) for the period (i + ii)</b>	<b>182.45</b>	<b>643.89</b>	<b>(671.95)</b>	<b>(971.04)</b>
7	<b>Total comprehensive Income for the period (5+6)</b>	<b>3,150.50</b>	<b>3,709.26</b>	<b>1,782.21</b>	<b>10,195.94</b>
8	<b>Paid up Equity Share Capital (Face Value ₹10 per share)</b>	<b>2,633.22</b>	<b>2,633.22</b>	<b>1,974.92</b>	<b>2,633.22</b>
9	<b>Other Equity (as per audited balance sheet as at 31st March)</b>				<b>55,487.29</b>
10	<b>Basic &amp; Diluted earnings per equity share of ₹ 10 each (in ₹)*</b>				
	<b>A For continuing operations</b>	<b>11.27</b>	<b>11.51</b>	<b>9.32</b>	<b>42.28</b>
	<b>B For discontinued operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>C For continuing and discontinued operations</b>	<b>11.27</b>	<b>11.51</b>	<b>9.32</b>	<b>42.28</b>

See accompanying notes to the financial results





**Notes to the Financial results:**

- The above financial results of the Company were reviewed by the Audit Committee and approved and taken on record by the Board of Directors at the meeting held on 26th July, 2023. These results have been subject to limited review by the Statutory Auditors of the Company.
- The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind-AS) 34 - 'Interim Financial Reporting', notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.
- The limited reviewed consolidated accounts of the subsidiary company REC Power Development and Consultancy Limited has been consolidated in accordance with the Indian Accounting Standard 110 'Consolidated Financial Statements'.
- Provisioning on loan assets is based on "ECL (Expected Credit Loss) methodology" under Ind-AS norms, duly approved by the Board of Directors of the Company and upon the report provided by an independent agency appointed by the Company, which also considers ratings by the Ministry of Power, as and when they are updated, for Distribution Companies (DISCOMs). This is further reviewed by management overlays in certain accounts wherever necessary considering the factors involved and also on account of aligning the provisions with the lead lender. Details are as follows:

S. No.	Particulars	As at 30.06.2023			As at 31.03.2023		
		Stage 1 & 2	Stage 3	Total	Stage 1 & 2	Stage 3	Total
1.	Loan assets	4,39,500.92	14,892.08	4,54,393.00	4,20,119.71	14,892.08	4,35,011.79
2.	Impairment loss allowance (net of movements)	3,829.46	10,492.49	14,321.95	3,744.24	10,519.51	14,263.75
	Provisioning Coverage (%) (2/1)	0.87%	70.46%	3.15%	0.89%	70.64%	3.28%

- Interest and other income on Stage-3 loan assets is not being recognised as a matter of prudence, pending the outcome of resolutions of such assets.
- The Company's operation comprise of only one business segment - lending to power, logistic and infrastructure sector. Hence, there is no other reportable segment in terms of Indian Accounting Standard (Ind-AS) 108 'Operating Segments'.
- During the quarter, the Company has declared an interim dividend of ₹ 3/- per equity share (on face value of ₹ 10/- each) and 14th August, 2023 has been fixed as Record Date for payment of Interim Dividend.
- The Board of Directors at its meeting held on 24th June, 2023 recommended final dividend of ₹ 4.35/- per equity share (on face value of ₹ 10/- each) for the financial year 2022-23, subject to approval of Shareholders in the ensuing Annual General Meeting.
- The additional information as required under Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed as Annexure - A.
- Pursuant to Regulation 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the secured listed non-convertible debt securities issued by the Company and outstanding as at 30th June, 2023 are fully secured (1.15 times), sufficient to discharge the principal amount and the interest thereon at all times, by way of mortgage on certain immovable properties and/or charge on the loan assets of the Company, in terms of respective offer document/ information memorandum and/ or Debenture Trust Deed. Further, security cover for secured non-convertible debt securities issued by the Company is 1.43 times as at 30th June, 2023. The Security Cover in the prescribed format has been annexed as Annexure-B.
- The Company raises funds in different currencies through a mix of term loans from banks/ financial institutions/ Govt. agencies and issuance of non-convertible securities of different tenors through private placement. The issue proceeds have been fully utilized and there are no material deviation(s) from the stated objects in the offer document/ information memorandum of such non-convertible securities. The statement as prescribed under Regulation 52(7) & 52(7A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been annexed as Annexure-C. Further, there has been no default as on 30th June, 2023 in the repayment of debt securities, borrowings and subordinated liabilities and the Company has met all its debt servicing obligations, whether principal or interest, during the period.
- During the quarter, the Company has raised USD 750 million (equivalent to ₹ 6,135 Crores) 5-year 144A/ Reg-S Green Bonds under its Global Medium-Term Note Programme. These bonds are exclusively listed on IFSC International Stock Exchanges, India INX and NSE IFSC in GIFT City, Gujarat. Pending utilisation, the net proceeds from bond issuance have been invested in fixed deposits with banks pending utilisation in line with the Company's Green Finance Framework.
- There are no reportable cases of loans transferred/ acquired during the quarter ended 30th June, 2023 (previous quarter Nil) under Master Direction - Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 dated 24th September 2021.
- The figures for the quarter ended 31st March, 2023 have been derived by deducting the year to date unaudited figures for the period ended 31st December, 2022 from the audited figures for the year ended 31st March, 2023.
- Previous period/ years' figures have been regrouped/ reclassified, wherever necessary, in order to make them comparable.

For REC Limited  
  
 (Vivek Kumar Dwivedi)  
 Chairman & Managing Director  
 DIN - 01377212



Place: New Delhi  
 Date: 26th July 2023



**Annexure A**

**Disclosure in compliance with Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended 30th June, 2023**

S. No.	Particulars	Unit	Standalone	Consolidated
			As at/ For the quarter ended 30.06.2023	As at/ For the quarter ended 30.06.2023
1	Debt Equity Ratio <sup>1</sup>	times	6.42	6.37
2	Outstanding Redeemable preference shares	₹ in Crores	Nil	Nil
3	Debenture Redemption Reserve	₹ in Crores	Nil	Nil
4	Net Worth <sup>2</sup>	₹ in Crores	60,886.05	61,334.22
5	Total debts to total assets <sup>3</sup>	times	0.81	0.81
6	Operating Margin <sup>4</sup>	%	33.82	33.52
7	Net profit Margin <sup>5</sup>	%	27.00	26.76
8	Sector specific equivalent ratios			
(a)	CRAR <sup>6</sup>	%	27.60	
(b)	Gross Credit Impaired Assets Ratio <sup>7</sup>	%	3.28	
(c)	Net Credit Impaired Assets Ratio <sup>8</sup>	%	0.97	

**Notes:**

- 1 Debt/Equity Ratio = Net Debt / Net Worth (*Net debt represents principal outstanding less cash and cash equivalents*)
- 2 Net Worth is calculated as defined in section 2(57) of Companies Act, 2013.
- 3 Total debts to total assets = Total Debt / Total Assets.
- 4 Operating Margin = Net Operating Profit Before Tax / Total Revenue from Operation.
- 5 Net profit Margin = Net Profit after Tax / Total Income.
- 6 CRAR = Adjusted Net worth/ Risk weighted assets, calculated as per applicable RBI guidelines.
- 7 Gross Credit Impaired Asset Ratio = Gross Credit Impaired Assets / Gross Loan Assets.
- 8 Net Credit Impaired Asset Ratio = Net Credit Impaired Assets / Gross Loan Assets.
- 9 Debt Service Coverage Ratio, Interest Service Coverage Ratio, Current Ratio, Current Liability Ratio, Long Term Debt to Working Capital, Debtors Turnover, Inventory Turnover and Bad Debts to Accounts Receivable Ratio is not applicable to the company.





t in Crores

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as security	Elimination (amount in negative)	Debits not backed by any assets offered as security (applicable only for liability side)	(Total C to J)	Related to only those items covered by this certificate				
		Debit for which this certificate being issued	Other Secured debt	Debit for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)		debt amount considered more than once (due to exclusive plus pari passu charge)			Market Value for Assets charged on Exclusive basis	Carrying/book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRM market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable	Total Value (L+M+N+O)
		Book Value	Book Value	Yes/No	Book Value	Book Value									Referring to Column F
<b>Assets</b>															
Property, Plant and Equipment	Land and Building			Yes	2.35			633.25			635.40		13.54		13.54
Capital work in progress								6.53			6.53				
Right of Use Assets															
Goodwill															
Intangible Assets								1.17			1.17				
Intangible Assets under Development															
Investments								3,181.61			3,181.61				
Loans (book debts)	Book debts			Yes	14,897.23	59,000.00		3,68,045.17			4,41,942.40			14,897.23	14,897.23
Inventories															
Trade Receivables															
Cash and Cash Equivalents								6,540.59			6,540.59				
Bank balances other than Cash and Cash Equivalents								680.84			680.84				
Others								36,972.35			36,972.35				
<b>Total</b>								4,16,061.51			4,89,961.09		13.54	14,897.23	14,910.78
<b>Liabilities</b>															
Secured debt securities															
a. Debt securities to which this certificate pertains				Yes	12,962.65						12,962.65				
b. Other debt sharing pari-passu charge with above debt				No	38,869.04						38,869.04				
Unsecured debt securities															
a. Other Debt										1,58,634.53	1,58,634.53				
b. Subordinated debt										4,041.85	4,041.85				
Other Borrowings															
Bank										65,914.84	65,914.84				
Others borrowing										1,22,191.84	1,22,191.84				
Trade payables															
Lease Liabilities															
Provisions								113.38			113.38				
Others								26,346.88			26,346.88				
<b>Total</b>		Not to be filled		0		51,831.49		26,460.26		3,50,783.09	4,29,075.04				
Cover on Book Value															1.15
Cover on Market Value															1.15
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio			1.15							

1. We confirm that the Company has complied with the covenants and has utilized the proceeds raised from above mentioned debt securities for the purposes as specified in the disclosure documents of the debt securities.

2. The market value of Rs. 13.54 crore of the intangible property on the date of certified valuation done on 20 April, 2022 (vadodara) and 25 April 2022 (chennai).



**Annexure C**

**Disclosure in compliance with Regulation 52(7) & 52(7A) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended 30<sup>th</sup> June, 2023**

**A. Statement of utilization of issue proceeds:**

₹ in Crores

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private placement)	Type of instrument	Date of raising funds	Amount Raised	Funds utilized	Any deviation (Yes/ No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
1	2	3	4	5	6	7	8	9	10
REC Limited	INE020B08EI8	Private Placement	NCD	12-04-2023	2,848.00	2,848.00	NO	NA	
REC Limited	INE020B08EJ6	Private Placement	NCD	28-04-2023	2,000.00	2,000.00	NO	NA	
REC Limited	INE020B08CI2	Private Placement	NCD	18-05-2023	2,000.00	2,000.00	NO	NA	
REC Limited	INE020B08DV3	Private Placement	NCD	18-05-2023	2,000.00	2,000.00	NO	NA	
REC Limited	INE020B08EL2	Private Placement	NCD	13-06-2023	3,000.00	3,000.00	NO	NA	
REC Limited	INE020B08EK4	Private Placement	NCD	13-06-2023	2,993.60	2,993.60	NO	NA	
				<b>Total</b>	<b>14,841.60</b>	<b>14,841.60</b>			

**B. Statement of deviation/ variation in use of Issue proceeds:**

Particulars	Remarks
Name of listed entity	REC LIMITED





Particulars	Remarks																			
Mode of fund raising	Public issue/ Private placement																			
Type of instrument	Non-convertible Securities																			
Date of raising funds	Please refer Col. 5 above table																			
Amount raised	₹ 14,841.60 crores																			
Report filed for quarter ended	30-06-2023																			
Is there a deviation/ variation in use of funds raised?	No																			
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?	N.A																			
If yes, details of the approval so required?																				
Date of approval																				
Explanation for the deviation/ variation																				
Comments of the audit committee after review																				
Comments of the auditors, if any																				
Objects for which funds have been raised and where there has been a deviation/ variation, in the following table:																				
<table border="1"> <thead> <tr> <th>Original object</th><th>Modified object, if any</th><th>Original allocation</th><th>Modified allocation, if any</th><th>Funds utilised</th><th>Amount of deviation/ variation for the quarter according to applicable object (₹ in Crores and in %)</th><th>Remarks, if any</th></tr> </thead> <tbody> <tr> <td colspan="7">----- NA -----</td></tr> </tbody> </table>							Original object	Modified object, if any	Original allocation	Modified allocation, if any	Funds utilised	Amount of deviation/ variation for the quarter according to applicable object (₹ in Crores and in %)	Remarks, if any	----- NA -----						
Original object	Modified object, if any	Original allocation	Modified allocation, if any	Funds utilised	Amount of deviation/ variation for the quarter according to applicable object (₹ in Crores and in %)	Remarks, if any														
----- NA -----																				
Deviation could mean:																				
a. Deviation in the objects or purposes for which the funds have been raised.																				
b. Deviation in the amount of funds actually utilized as against what was originally disclosed.																				

