

SEC-1/187(2)/2014/1237

Dated: February 13, 2015

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

Dear Sir,

Sub: Submission of Unaudited Standalone Financial Results of the Company for the third quarter and nine months ended December 31, 2014 and Declaration of Interim Dividend for the Financial Year 2014-15.

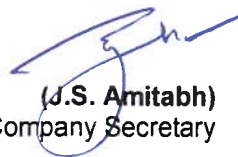
In continuation of our letter dated January 28, 2015 and February 9, 2015 on the subject cited above and in pursuance of Listing Agreement (Capital Market), we are forwarding herewith the Un-audited Standalone Financial Results of the Company for the third quarter and nine months ended December 31, 2014, in the prescribed format, which have been reviewed by the Audit Committee and approved & taken on record by the Board of Directors of the Company in its Meetings held on Friday February 13, 2015.

The Un-audited Standalone Financial Results have been subjected to Limited Review by the Joint Statutory Auditors of the Company and a copy of the Limited Review Report is enclosed herewith for your reference and record.

Further, it is also informed that the Board of Directors of the Company in the above said Meeting held today (i.e. on February 13, 2015) have declared and approved payment of Interim Dividend at the rate of ₹8/- (Rupees Eight only) per share on the face value of the fully paid-up equity shares of Rs. 10/- each for the Financial Year 2014-15. The said Interim Dividend will be paid/dispatched on **Friday, February 27, 2015**, to those Shareholders whose names appears a) as beneficial owners in the statement(s) furnished by the Depository (ies) as on the close of business hours on **Friday, February 20, 2015** in respect of shares held in electronic form; and b) as Members in the Register of Members after giving effect to all valid share transfers request in physical form lodged with the company/R&TA as on the close of business hours on **Friday, February 20, 2015** subject to provisions of Section 126 of the Companies Act, 2013, as informed earlier vide letter dated February 9, 2015.

Thanking you,

Yours faithfully,


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

Encl: As above

PART I		STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31.12.2014					
		QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
1	Income from Operations						
a	Interest Income	5,14,453	4,98,619	4,32,897	14,77,882	12,41,023	16,80,639
b	Other Operating Income	6,076	3,752	4,763	11,731	16,524	21,159
	Total Income from Operations	5,20,529	5,02,371	4,37,660	14,89,613	12,57,547	17,01,798
2	Expenses						
a	Finance Costs	3,04,487	2,95,447	2,59,380	8,75,163	7,41,511	10,03,846
b	Employee Benefits Expense	2,692	3,376	3,829	9,561	11,023	12,991
c	Other Expenses	2,267	2,267	2,055	6,688	5,417	10,508
d	Allowance for bad and doubtful debts	206	-	2,500	10,888	4,732	4,732
e	Contingent Allowance against Standard Loan Assets	(739)	1,797	5,044	2,495	11,724	26,470
f	Allowance against Restructured Loans	19,605	-	-	19,605	-	-
g	Depreciation and amortisation expense	165	177	107	529	317	421
	Total Expenses	3,28,683	3,03,064	2,72,915	9,24,929	7,74,724	10,58,968
3	Profit from Operations before Other Income & Exceptional Items (1-2)	1,91,846	1,99,307	1,64,745	5,64,684	4,82,823	6,42,830
4	Other Income	3,903	4,256	2,857	12,116	5,533	10,282
5	Profit from Ordinary Activities before Exceptional Items (3+4)	1,95,749	2,03,563	1,67,602	5,76,800	4,88,356	6,53,112
6	Exceptional Items	-	-	-	-	-	-
7	Profit from Ordinary Activities before Tax (5+6)	1,95,749	2,03,563	1,67,602	5,76,800	4,88,356	6,53,112
8	Tax Expense						
	- Current Year	57,527	54,707	50,397	1,63,311	1,16,793	1,70,466
	- Deferred Tax Liability / (Asset)	180	(1,219)	(5,562)	(2,907)	20,983	12,872
	- Earlier Years / (Refund)	59	-	-	59	1,374	1,404
9	Net Profit from Ordinary Activities after Tax (7-8)	1,37,983	1,50,075	1,22,767	4,16,337	3,49,206	4,68,370
10	Extraordinary Items (net of tax expense)	-	-	-	-	-	-
11	Net Profit for the Period (9-10)	1,37,983	1,50,075	1,22,767	4,16,337	3,49,206	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 ₹)						
i	a Basic	13.97	15.20	12.43	42.16	35.36	47.43
	b Diluted	13.97	15.20	12.43	42.16	35.36	47.43
	Earnings per Share (EPS) (after extraordinary items) (of ₹10 each) (not annualised) (in ₹)						
	a Basic	13.97	15.20	12.43	42.16	35.36	47.43
	b Diluted	13.97	15.20	12.43	42.16	35.36	47.43

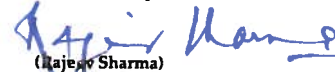
PART II		SELECT INFORMATION FOR THE QUARTER ENDED 31.12.2014					
		QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	33,92,90,782	33,92,90,782	32,78,52,000	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%
B	PARTICULARS	QUARTER ENDED 31.12.2014					
		Equity Securities			Debt Securities		
	INVESTOR COMPLAINTS						
	Pending at the beginning of the quarter		0			0	
	Received during the quarter		162			667	
	Disposed off during the quarter		162			667	
	Remaining unresolved at the end of the quarter		0			0	

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Notes:

1. The above financial results for the quarter and nine months ended 31st Dec., 2014 were reviewed by the Audit Committee at the meeting held on 13th February, 2015 and approved and taken on record by the Board of Directors at the meeting held on 13th February, 2015.
2. These results have been subjected to limited review by 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 ₹ 449.45 Crores. (As on 31.12.2013 ₹ 777.32 Crores)
4. 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/ CCM (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. Further, for new project loans to Generating Companies restructured w.e.f. 01.04.2015, the provisioning requirement would be 5% and for stock of loans as on 31.03.2015 of such projects, the provisioning shall commence with a provision of 2.75% w.e.f. 31.03.2015 and reaching 5% by 31.03.2018. Accordingly, the accounting policy on Provisioning against Loans has been amended to create provision @ 2.75% on stock of restructured loans. Thus, during the quarter, a provision has been made on proportionate basis for the period from 1st April, 2014 to 31st Dec., 2014 amounting to ₹ 196.05 crores on qualifying loans (comprising of loans to Public Sector – ₹ 9,505.66 crores + loans to Private Sector - Nil).
5. 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'.
6. 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.
7. The Company has declared an interim dividend of ₹ 8/- per equity share of ₹ 10/- each for the financial year 2014-15. Further, 20th February, 2015 has been fixed as the Record Date for payment of Interim Dividend.
8. 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 nine months ended 31st December, 2014 is lower by ₹ 0.67 Crores and ₹ 2.26 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. Further, due to the change in accounting policy as referred to in Note 4 above, the profit before tax for the quarter and nine months ended 31st Dec., 2014 is lower by ₹ 172.29 crores, after considering the existing provision on standard loan assets on these restructured loans. Modifications have also been made in Significant Accounting Policies regarding Basis of Preparation of Financial Statements and Taxes in order to align them with the Companies Act, 2013. However, there is no financial impact of such modifications.
9. Previous periods/year's figures have been regrouped/rearranged wherever necessary. Further, consequent to the limited review for the quarter and half year ended September 30, 2014, the financial statements for the half year ended September 30, 2014 were got audited by the Statutory Auditors of the Company and approved by the Board of Directors at the meeting held on 13th February, 2015. Minor variations had resulted during the audit from the limited reviewed accounts, resulting in increase in profit after tax by ₹ 3.55 Crores. This has been adjusted in the figures for quarter ended 31st December, 2014.

For Rural Electrification Corporation Limited


(Rajeev Sharma)

Chairman & Managing Director
DIN - 00973413

Place: New Delhi
Date: 13th February, 2015

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.

Limited Review Report for the period ended 31st December, 2014

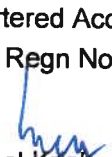
**The Board of Directors,
Rural Electrification Corporation Limited,
Core-IV, SCOPE Complex,
7, Lodi Road,
New Delhi – 110003.**

We have reviewed the accompanying statement of unaudited financial results of Rural Electrification Corporation Limited for the period ended 31st December, 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.

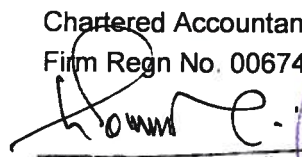
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information 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.

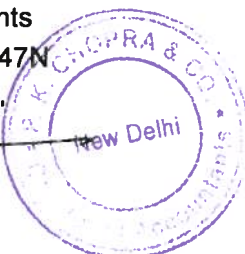
For Raj Har Gopal & Co.
Chartered Accountants
Firm Regn No. 002074N


(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 : 13th February, 2015