

**June 2009**  
**Performance Highlights**  
**Q1(09-10)**  
**(Un-Audited)**



**RURAL ELECTRIFICATION CORPORATION LIMITED**

**A Navratna PSU**

## HIGHLIGHTS (Q1 FY10 VS. Q1 FY09)



### Balance Sheet

- Total Assets increased by 30.33% from Rs. 41,782 Crores to Rs. 54,455 Crores.
- Outstanding Borrowings increased by 32.68% from Rs. 35,300 Crores to Rs. 46,837 Crores.
- Net worth increased from 5,640 Crores to 6,662 Crores.

### Income Statement

- Operating Income increased by 46.70% from Rs. 995.84 Crores to Rs. 1,460.87 Crores.
- NII increased by 41.63% from Rs. 406 Crores to Rs. 575 Crores.
- Profit before tax increased by 46.57% from Rs. 412.97 Crores to Rs. 605.29 Crores.
- PAT increased by 73.11% from Rs. 272.56 Crores to Rs. 471.82 Crores. (Current quarter deferred Tax not provided)

### Business

- Disbursements increased by 35% from Rs. 2,680 Crores to Rs. 3,618 Crores.
- Sanctions during Q1 (09-10) increased by 25.74% from Rs. 12,038 Crores to Rs. 15,137 Crores.

# SANCTIONS - COMPOSITION



(Rs. In Crore)

Sanctions	Q1 FY 10	Q1 FY 09	Q2 FY 09	Q3 FY 09	Q4 FY 09	12 M FY 09	12 M FY 08
Discipline- wise	Amount	Amount	Amount	Amount	Amount	Amount	Amount
Generation	11,182 (74%)	6,560 (54%)	11,041 (73%)	1,736 (28%)	2,189 (31%)	21,526 (53%)	27,275 (60%)
Trans. & Dist.	3,365 (22%)	5,178 (44%)	2,463 (16%)	4,517 (72%)	4,687 (67%)	16,845 (42%)	15,254 (34%)
Short Term Loan	590 (4%)	300 (2%)	1,650 (11%)	- -	90 (1%)	2,040 (5%)	2,685 (6%)
<b>Total</b>	<b>15,137</b>	<b>12,038</b>	<b>15,154</b>	<b>6,253</b>	<b>6,966</b>	<b>40,411</b>	<b>45,214</b>

# DISBURSEMENTS - COMPOSITION



(Rs. In Crore)

Disbursements	Q1 FY 10	Q1 FY 09	Q2 FY 09	Q3 FY 09	Q4 FY 09	12 M FY 09	12 M FY 08
Discipline - wise	Amount	Amount	Amount	Amount	Amount	Amount	Amount
<b>Generation</b>	1,993 (55%)	978 (37%)	1,536 (32%)	3,314 (63%)	2,026 (46%)	7,854 (46%)	4,308 (33%)
<b>Transmission &amp; Distribution</b>	1,178 (33%)	1,168 (43%)	2,023 (42%)	1,489 (28%)	2,004 (45%)	6,684 (37%)	6,662 (52%)
<b>Short Term Loan</b>	400 (11%)	490 (18%)	1,100 (24%)	300 (6%)	150 (3%)	2,040 (15%)	1,582 (12%)
<b>RRGVY</b>	47 (1%)	43 (2%)	102 (2%)	167 (3%)	267 (6%)	579 (2%)	400 (3%)
<b>Total</b>	<b>3,618</b>	<b>2,679</b>	<b>4,761</b>	<b>5,270</b>	<b>4,447</b>	<b>17,157</b>	<b>12,952</b>

# OUTSTANDING LOAN - COMPOSITION



(Rs. In Crore)

Loan Outstanding	Q1 FY 10		Q1 FY 09		Q2 FY 09		Q3 FY 09		12 M FY 09		12 M FY 08	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
State	45,279	85	35,687	89	38,972	89	41,850	87	43,303	85	34,422	89
PSUs (including in JV with state or other PSUs)	4,877	9	2,755	7	2,888	7	3,735	7	4,324	9	2,704	7
Private	3,374	6	1,713	4	1,847	4	2,711	6	3,026	6	1,489	4
<b>Total</b>	<b>53,530</b>	<b>100</b>	<b>40,155</b>	<b>100</b>	<b>43,707</b>	<b>100</b>	<b>48,296</b>	<b>100</b>	<b>50,653</b>	<b>100</b>	<b>38,615</b>	<b>100</b>
Generation	18,992	35	10,903	27	12,105	27	15,642	32	17,501	35	10,096	26
T & D	30,805	58	25,436	64	27,339	62	28,682	60	29,275	57	24,420	63
Others	3,733	7	3,816	9	4,263	11	3,972	8	3,877	8	4,099	11

# LOAN QUALITY



(Rs. In Crore)

	Q1 FY 10	Q1 FY 09	Q2 FY 09	Q3 FY 09	12 M FY 09	12 M FY 08
Loan Outstanding	53,530	40,155	43,707	48,296	50,653	38,615
Gross NPA	32	322	248	64	69	322
Provision	30	83	62	47	48	82
Net NPA	2	239	186	17	21	240
% of Gross NPA to loan outstanding	0.06%	0.80%	0.57%	0.13%	0.14%	0.83%
% of Net NPA to loan outstanding	0.003%	0.60%	0.43%	0.04%	0.04%	0.62%

## FUNDS RAISED DURING THE PERIOD



(Rs. In crore)

Particulars	Q1 FY10	Q1 FY09	Q2 FY09	Q3 FY09	Q4 FY09	12 M FY 09	12 M FY 08
	Amount	Amount	Amount	Amount	Amount	Amount	Amount
Capital Gains	508	240	705	673	907	2,525	3,220
Taxable Bonds	927	500	3,966	3,694	770	8,930	2,570
Banks, FIs, CP etc.	1,430	500	800	365	1,318	2,983	2,226
Foreign	70	105	93	65	194	457	178
<b>Total</b>	<b>2,935</b>	<b>1,345</b>	<b>5,564</b>	<b>4,797</b>	<b>3,189</b>	<b>14,895</b>	<b>8,194</b>

## BORROWING PROFILE AS AT END OF THE PERIOD



(Rs. In crore)

ParticularsA	Q1 FY 10		Q1 FY 09		Q2 FY 09		Q3 FY 09		12 M FY 09		12 M FY 08	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Capital gains	14,528	31	14,601	42	14,622	38	14,767	35	14,394	32	14,707	43
Bonds	19,158	41	9,879	28	13,843	36	17,468	41	18,237	41	9,383	27
Banks, FIs etc.	9,291	20	9,669	27	8,945	23	9,093	21	9,517	21	9,145	27
Foreign	1,565	3	1,152	3	1,230	3	1,300	3	1,493	3	1,048	3
Commercial paper	2,295	5	-	-	-	-	-	-	1,233	3	-	-
<b>Grand Total</b>	<b>46,837</b>	<b>100</b>	<b>35,301</b>	<b>100</b>	<b>38,640</b>	<b>100</b>	<b>42,628</b>	<b>100</b>	<b>44,874</b>	<b>100</b>	<b>34,283</b>	<b>100</b>

# BALANCE SHEET



(Rs. In Crore)

<b>Particulars</b>						
<b>Liabilities</b>	<b>Q1 FY10</b>	<b>Q1 FY09</b>	<b>HY FY 09</b>	<b>Q3 FY 09</b>	<b>FY 09</b>	<b>FY 08</b>
Shareholders Funds	6,662	5,640	5,933	6,252	6,190	5,368
Borrowings	46,837	35,300	38,940	42,773	44,936	34,283
Deferred Tax Liability	956	842	895	924	957	817
<b>Total Liabilities</b>	<b>54,455</b>	<b>41,782</b>	<b>45,768</b>	<b>49,949</b>	<b>52,083</b>	<b>40,468</b>
<b>Assets</b>						
Loan Assets (including interest accrued)	54,751	40,883	44,573	49,249	51,381	39,317
Investments	1,004	1,100	1,100	1,053	1,005	1,147
Net Fixed Assets	81	78	78	78	81	78
Net Current Assets	-1,381	-279	17	-431	-384	-74
<b>Total Assets</b>	<b>54,455</b>	<b>41,782</b>	<b>45,768</b>	<b>49,949</b>	<b>52,083</b>	<b>40,468</b>

# INCOME STATEMENT



(Rs. In Crore)

<u>Income statement</u>	Q1 FY 10	Q1 FY 09	Q2 FY 09	Q3 FY 09	Q4 FY 09	FY 09	FY 08
Interest Income	1,449	990	1,104	1,234	1,337	4665	3,361
Interest Expenses	874	584	669	789	855	2897	2,073
Net Interest Income	575	406	435	445	482	1768	1,288
Other Operating Income	12	5	13	13	61	92	17
Other Income	48	27	55	44	48	174	159
Operating costs	30	24	39	28	21	112	112
Provisions for doubtful debts	0	1	0	0	1	2	40
Profit Before Tax	605	413	464	474	569	1920	1,312
Current Tax	160	116	118	126	147	507	375
Deferred tax	0	24	54	29	34	141	77
Previous years (Tax Refunds)	-26						
Profit After Tax	472	273	292	319	388	1272	860

# KEY INDICATORS



<u>Key Indicators</u>	Q1 FY10	Q1 FY09	Q2 FY09	Q3 FY09	Q4 FY09	12 M FY 09	12 M FY 08
Yield on Loan (%) (Annualised)	11.13	10.05	10.60	10.70	11.79	10.29	9.62
Cost of Borrowing (%) (Annualised)	7.61	6.71	7.24	7.77	8.63	7.31	6.05
Interest Spread (%) (Annualised)	3.52	3.34	3.36	2.93	3.16	2.98	3.57
Net Interest Margin (%) (Annualised)	4.42	4.12	4.22	3.86	4.25	3.90	3.65
Interest Coverage Ratio	1.69	1.71	1.70	1.58	1.67	1.66	1.63
Return on Avg. Net worth (%) (Annualised)	29.38	19.84	20.21	20.85	26.86	22.01	18.33
Debt Equity Ratio	7.03	6.26	6.56	6.84	7.25	7.25	6.39
Net Worth (Rs. Crores)	6,662	5,641	5,933	6,252	6,190	6,190	5,368
EPS (in Rs.)	5.49	3.17	3.41	3.71	4.52	14.81	10.94

# SHAREHOLDING PATTERN



As on	As on	As on	As on	As on	As on	As on
	30.06.09	31.03.09	31.12.08	30.09.08	30.06.08	31.03.08
Description	%	%	%	%	%	%
President of India	81.82	81.82	81.82	81.82	81.82	81.82
Foreign Institutional Investors	4.59	3.43	5.23	7.84	8.45	7.39
Resident Individual/ HUF	3.98	4.82	5.22	5.17	5.03	5.24
Mutual Funds	7.19	7.24	4.14	2.24	2.20	2.75
Bodies Corporate	1.51	1.52	2.37	1.77	1.46	1.79
Insurance Companies	0.65	0.66	0.62	0.65	0.60	0.49
Banks/ Indian FI	0.15	0.40	0.44	0.39	0.36	0.38
Non Resident Indian	0.05	0.05	0.07	0.06	0.04	0.03
Clearing Members	0.05	0.05	0.08	0.05	0.03	0.10
Trust	0.01	0.01	0.01	0.01	0.01	0.01
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

**THANK YOU**