



Endless energy. Infinite possibilities.

Rural Electrification Corporation Limited

(A Government of India Enterprise)

Core-4, SCOPE Complex, 7 Lodi Road, New Delhi-110 003,

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AUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30-09-07

(Rs. in lakhs)

S.No.	Particulars	Half Year ended 30.9.2007 (Audited)	Half Year ended 30.9.2006 (Audited)	Year ended 31.3.2007 (Audited)
1	Income	156128	120025	265170
	a) Net Sales/Income from Operations			
	b) Other Income	10759	10374	20230
	Total Income	166887	130399	285400
2	Expenditure			
	a) Staff Cost	3202	3008	4981
	b) Other Expenditure	1315	1666	3494
	c) Interest	96497	83505	174089
	d) Provision for Bad and Doubtful Debts	3807	855	2104
	e) Depreciation	69	55	113
	Total Expenditure	104890	89089	184781
3	Profit (+)/ Loss (-) before Tax	61997	41310	100619
4	Provision for Taxation			
	a) Current Tax including Fringe Benefit Tax	16689	8414	21549
	Income Tax for earlier years	-	-	1415
	b) Deferred Tax - Current Year	5302	1121	11629
	Deferred Tax - Earlier Year	-	-	44817
	c) Less Transferred from General Reserve	-	-	(44817)
5	Net Profit (+)/Loss (-) (3-4)	40006	31775	66026
6	Paid up Equity Share Capital (Rs. 10/- per share)	78060	78060	78060
7	Reserves & Surplus (Excluding Revaluation Reserve as per Balance Sheet of Previous Accounting Year)	362977	373548	323211
8	Basic and diluted EPS (For Rs. 10/- per share)	5.13	4.07	8.46

Note:

- The Corporation presently does not have more than one segment eligible for reporting in terms of Accounting Standard-17.
- There were no investor grievances for the period ended 30.9.2007 in respect of the listed debts securities of the Corporation.
- Auditors observations on the accounts of 2006-07 are under review and the necessary action is being taken.
- The above results were reviewed by the Audit Committee in meeting held on 30.10.2007 and approved by the Board of Directors in their meeting held on 30.10.2007.

For Rural Electrification Corporation Ltd.

Sd/-

(Anil Kumar Lakhina)

Chairman & Managing Director

Place : New Delhi

Date : 30-10-2007

Website: www.recindia.nic.in

Disclaimer

"The Company is proposing, subject to market conditions and other considerations, a public issue of its equity shares and has filed a Draft Red Herring Prospectus with SEBI. The Draft Red Herring Prospectus is available on the website of SEBI at www.sebi.gov.in and the respective websites of the BRLMs at www.investmart.in, www.icicisecurities.com and www.sbicaps.com. Investors should note that investment in equity shares involves a high degree of risk and for details relating to the same, see the section titled "Risk Factors" of the aforementioned Draft Red Herring Prospectus."

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The Company is having a valid certificate of registration dated February 10, 1998 issued by the RBI under Section 45IA of the RBI Act. However, the RBI does not accept any responsibility or guarantee about the present position as to the financial soundness of the Company or for the correctness of any of the statements or representations made or opinions expressed by the Company and for repayment of deposits/discharge of liabilities by the Company."

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