

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. 3 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 considered by independent agency appointed by the company and management judgement for ascertaining impairment allowance 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 ₹ 39.76 crores, total net profit after tax of ₹ 6.89 crores and total comprehensive income of ₹ 6.89 crores for the quarter ended 30th June 2022 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

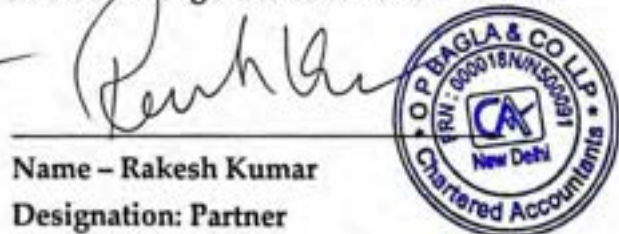
Membership Number: 072290

UDIN: 22072290A06PRD3539

M/s O.P. Bagla & Co. LLP.

Chartered Accountants,

ICAI Firm Registration: 000018N/N500091



Name - Rakesh Kumar

Designation: Partner

Membership Number: 087537

UDIN: 22087537A0FUKV7827

Place : New Delhi

Date : 04th August 2022

REC Limited

Registered Office - Core-4, SCOPE Complex, 7, Lodhi Road, New Delhi - 110003, CIN: L40101DL1969GO1005095

Statement of Unaudited Standalone Financial Results for the period ended 30-06-2022

(₹ in Crores)

S. No.	Particulars	Quarter Ended			Year Ended
		30-06-2022 (Unaudited)	31-03-2022 (Audited)	30-06-2021 (Unaudited)	31-03-2022 (Audited)
1	Income				
A	Interest Income				
(i)	Interest income on loan assets	9,262.36	9,235.26	9,374.26	37,810.84
(ii)	Other interest income	111.42	80.01	62.97	375.62
	Sub-total (A) - Interest Income	9,373.78	9,315.27	9,437.23	38,186.46
B	Other Operating Income				
(i)	Dividend income	-	10.02	-	26.64
(ii)	Fees and commission income	55.67	198.82	150.12	572.82
(iii)	Net gain/ (loss) on fair value changes	30.45	55.99	(80.99)	346.57
	Sub-total (B) - Other Operating Income	86.12	264.83	69.13	946.03
C	Total Revenue from Operations (A+B)	9,459.90	9,580.10	9,506.36	39,132.49
D	Other Income	8.61	21.47	4.76	97.96
	Total income (C+D)	9,468.51	9,601.57	9,511.12	39,230.45
2	Expenses				
A	Finance costs	5,376.69	5,353.08	5,588.56	22,052.91
B	Net translation/ transaction exchange loss/ (gain)	479.55	471.18	291.28	799.05
C	Fees and commission expense	5.49	4.42	8.09	16.73
D	Impairment on financial instruments	504.50	754.34	781.44	3,473.31
E	Employee benefits expenses	75.41	36.31	39.36	159.61
F	Depreciation and amortization	5.89	5.43	2.81	17.96
G	Corporate social responsibility expenses	56.90	110.07	20.93	170.67
H	Other expenses	24.53	33.62	20.59	115.31
	Total expenses (A to H)	6,528.96	6,768.45	6,783.06	26,805.55
3	Profit before tax (1-2)	2,939.55	2,833.12	2,728.06	12,424.90
4	Tax expense				
A	Current tax				
-	Current year	664.55	673.49	760.76	3,051.33
-	Earlier years	(90.36)	(3.96)	-	(3.96)
B	Deferred tax	(81.90)	(124.29)	(249.30)	(668.39)
	Total tax expense (A+B)	492.29	545.24	511.46	2,378.98
5	Net profit for the period (3-4)	2,447.26	2,287.88	2,216.60	10,045.92
6	Other comprehensive Income/(Loss)				
(i)	Items that will not be reclassified to profit or loss				
(a)	Re-measurement gains/(losses) on defined benefit plans	-	(8.84)	(0.06)	(8.33)
(b)	Changes in fair value of FVOCI equity instruments	(33.33)	(17.80)	36.32	22.19
(c)	Income tax relating to these items				
-	Re-measurement gains/(losses) on defined benefit plans	-	2.23	0.01	2.10
-	Changes in fair value of FVOCI equity instruments	(0.07)	3.43	0.03	2.55
	Sub-total (i)	(33.40)	(20.98)	36.30	18.51
(ii)	Items that will be reclassified to profit or loss				
(a)	Effective Portion of Cash Flow Hedges	207.46	332.90	(2.10)	480.84
(b)	Cost of hedging reserve	(1,060.78)	(657.10)	32.82	(584.51)
(c)	Income tax relating to these items				
-	Effective Portion of Cash Flow Hedges	(52.21)	(83.79)	0.53	(121.02)
-	Cost of hedging reserve	266.98	165.38	(8.26)	147.11
	Sub-total (ii)	(638.53)	(242.61)	22.99	(77.58)
	Other comprehensive Income/(Loss) for the period (i+ii)	(671.95)	(263.59)	59.29	(59.07)
7	Total comprehensive income for the period (5+6)	1,775.31	2,024.29	2,305.89	9,986.85
8	Paid up equity share capital (Face Value ₹10 per share)	1,974.92	1,974.92	1,974.92	1,974.92
9	Other equity (as per audited balance sheet as at 31st March)				49,010.68
10	Basic & Diluted earnings per equity share of ₹ 10 each (in ₹)				
	(not annualised)				
A	For continuing operations	12.39	11.41	11.38	50.69
B	For continuing and discontinued operations	12.39	11.41	11.38	50.69

See accompanying notes to the financial results.

