



REC Limited | आर ई सी लिमिटेड

(भारत सरकार का उद्यम) / (A Government of India Enterprise)
Regd. Office: Core-4, SCOPE Complex, 7, Lodhi Road, New Delhi - 110003
Corporate Office: REC World Headquarters, Plot No. 1-4,
Near IFFCO Chowk Metro Station, Sector-29, Gurugram - 122001 (Haryana)
Tel: +91 124 444 1300 | Website: www.recindia.com
CIN : L40101DL1969GOI005095 | GST No.: 06AAACR4512R3Z3

SEC-1/187(2)/2022/976

Dated: October 21, 2022

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| लिस्टिंग विभाग, नेशनल स्टॉक एक्सचेंज ऑफ इंडिया लिमिटेड एक्सचेंज प्लाजा, बांद्रा कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई - ४०० ०५१ | कॉर्पोरेट संबंध विभाग बीएसई लिमिटेड पहली मंजिल, फीरोज जीजीभोय टावर्स दलाल स्ट्रीट, फोर्ट, मुंबई - ४०० ००१ |
| स्क्रिप कोड—RECLTD | स्क्रिप कोड—532955 |
| 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 |

Sub: Clarification on news item appearing in the Media/publication.

Dear Sir(s),

This has reference to your letter and email dated October 20, 2022 seeking clarification on a news item captioned "REC, PFC to provide ₹8,520 crore finance for Buxar Thermal Power Plant" appearing on the website of Business Standard.

At the outset, we would like to inform that REC, a Maharatna CPSE, is registered as a Non-Banking Finance Company – Infrastructure Finance Company (NBFC-IFC) with RBI. The Company is primarily engaged in the business of financing of generation, transmission and distribution projects in the Power Sector. During the last three financial years, the Company has sanctioned financial assistance of ₹54,422 crore (370 projects), ₹1,54,821 crore (441 projects) and ₹1,10,910 crore (727 projects) respectively. Further, the outstanding loan book of the Company as on June 30, 2022 stood at ₹3.87 lakh crore.

It is pertinent to mention that being an NBFC, providing financial assistance for Power sector projects is the normal course of business of the Company and therefore, the loan assistance sanctioned by the Company are not required to be intimated under Regulation 30 of SEBI (LODR) Regulations, 2015.

In the light of the above, the point-wise reply to your queries is as under:-

- The Board of Directors of REC, in January, 2021, had approved loan assistance of ₹4,260 crore to SJVN Thermal Private Limited (wholly owned subsidiary of SJVN Limited) in respect of Buxar Thermal Power Plant, in the normal course of business. It is understood that Power Finance Corporation Limited (PFC) had also sanctioned similar amount of loan assistance for the said project and accordingly, REC and PFC are joint lenders for this project. After detailed discussion on the various modalities of the project, the loan agreements for the said project have recently been executed with the borrower. It is pertinent to mention that the amount of said loan assistance *vis-à-vis* the loan book is insignificant.

Regional Offices: Bengaluru, Bhopal, Bhubaneswar, Chennai, Dehradun, Guwahati, Hyderabad, Jaipur, Jammu, Kolkata, Lucknow, Mumbai, Panchkula, Patna, Raipur, Ranchi, Shimla, Thiruvananthapuram & Vijaywada

State Offices : Vadodara

Training Centre : REC Institute of Power Management & Training (RECIPMT), Hyderabad

- (ii) As regards fluctuation in share price of REC, it is observed that during the last 5 trading sessions at NSE, the share price of REC has been in the range of ₹91.05 to ₹94.70. Therefore, there has not been any significant movement in the share price of the Company.
- (iii) Further, the said article is not expected to have any material impact on the Company considering that the Company's core business includes financing of projects in the Power Sector.

It is pertinent to mention that REC always endeavors to adhere to strict compliance of Regulation 30 of SEBI (LODR) Regulations, 2015 without any failure/delay/deviation and promptly discloses any price-sensitive information on the Stock Exchanges.

We request you to take our clarification on record. Kindly let us know in case any further clarification is required in this regard.

Thanking you,

Yours faithfully,

(J.S. Amitabh)
Executive Director & Company Secretary