

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

(₹ in Crores)

Particulars	Year Ended 31.03.2016		Year Ended 31.03.2015	
A. Cash Flow from Operating Activities :				
Net Profit before Tax	8,045.21		7,427.04	
Adjustments for:				
1. Profit (-) / Loss on Sale of Fixed Assets	0.38		0.09	
2. Depreciation & Amortization	5.45		6.76	
3. Provisions and Contingencies	1,089.85		802.96	
4. Interest on Commercial Paper	285.91		300.03	
5. Excess Provision written back	-0.07		-	
6. Profit on sale/redemption of investments	-12.29		-	
7. Loss/ Gain(-) on Exchange Rate fluctuation	666.13		259.99	
8. Dividend from Subsidiary Co.	-10.01		-0.35	
9. Dividend from Investments	-3.05		-3.63	
10. Interest on Long-term Investments/ Govt. Securities	-85.97		-149.18	
11. Provision made for Interest on Advance Income Tax	-		1.38	
12. Discount on Bonds written off	3.99		4.83	
13. Interest Accrued on Zero Coupon Bonds	76.17		70.39	
Operating Profit Before Changes In Operating Assets & Liabilities	10,061.70		8,720.31	
Increase / Decrease :				
1. Loan Assets	-21,733.35		-31,005.84	
2. Other Operating Assets	27.89		-366.08	
3. Operating Liabilities	936.54		944.51	
Cash flow from Operations	-10,707.22		-21,707.10	
1. Income Tax Paid (including TDS)	-2,539.74		-2,284.67	
2. Income Tax refund	42.00		-	
Net Cash Flow from Operating Activities		-13,204.96		-23,991.77
B. Cash Flow from Investing Activities				
1. Sale of Fixed Assets	0.86		0.18	
2. Purchase of Fixed Assets (incl. CWIP, Intangible Assets under development & Capital Advances)	-104.63		-7.64	
3. Investment in shares of Energy Efficiency Services Ltd. (including share application money pending allotment)	-124.00		-	
4. Investment in 11.15% Additional Tier-1 Perpetual Bonds of Indian Bank	-500.00		-	
5. Investment in 11.25% Additional Tier-1 Perpetual Bonds of Vijaya Bank	-500.00		-	
6. Investment in 11.25% Additional Tier-1 Perpetual Bonds of Syndicate Bank	-500.00		-	
7. Redemption of 8% Government of Madhya Pradesh Power Bonds-II	94.32		94.32	
8. Sale of Long-term Investments	762.53		-	
9. Profit on sale/redemption of investments	12.29		-	
10. Interest on Long-term Investments/ Govt. Securities	106.05		154.10	
11. Dividend from Subsidiary Co.	10.01		0.35	

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(₹ in Crores)

Particulars	Year Ended 31.03.2016		Year Ended 31.03.2015	
12. Dividend from Investments	3.05		3.63	
Net Cash Flow from Investing Activities		-739.52		244.94
C. Cash Flow from Financing Activities				
1. Issue of Bonds (Net of redemptions)	14,972.72		21,806.74	
2. Raising of Term Loans/ STL from Banks/ Fls (Net of repayments)	-459.07		-955.40	
3. Raising of Foreign Currency Loan (Net of redemptions)	-2,607.56		6,344.25	
4. Funds received from GOI for further disbursement as Subsidy/ Grant including interest (Net of refund)	4,436.52		3,421.17	
5. Disbursement of grants	-4,691.45		-3,639.69	
6. Repayment of Govt. Loan	-3.07		-4.86	
7. Payment of Final Dividend	-266.61		-172.81	
8. Payment of Interim Dividend	-1,184.95		-789.97	
9. Payment of Corporate Dividend Tax	-293.47		-187.26	
10. Premium on issue of securities	0.28		-	
11. Issue of Commercial Paper (Net of repayments)	5,246.79		-2,745.74	
Net Cash flow from Financing Activities		15,150.13		23,076.43
Net Increase/Decrease in Cash & Cash Equivalents		1,205.65		-670.40
Cash & Cash Equivalents as at the beginning of the year		522.54		1,192.94
Cash & Cash Equivalents as at the end of the year		1,728.19		522.54
Components of Cash & Cash Equivalents as at end of the year are:				
- Balances with Banks in:				
- Accounts with RBI and other banks		923.68		131.69
- Undisbursed DDUGJY, AG&SP, NEF and Other Grants #		34.17		54.94
- Unpaid Dividend Accounts #		2.73		2.62
- Short-term Deposits with Scheduled Banks		767.61		333.29
Total Cash & Cash Equivalents		1,728.19		522.54

These balances are not available for free use by the Company as they represent earmarked balances held in respective grant accounts, balances in public issue account and unpaid dividends.

Further, Balances with Banks include ₹ 1.77 Crores (Previous year ₹ 2.15 Crores) set aside for grants disbursement and Short-term Deposits with Scheduled Banks include ₹ 2.14 Crores (Previous year ₹ 236.19 Crores) earmarked towards DDUGJY grant and not available for free use by the Company.

Note : Previous year figures have been rearranged and regrouped wherever necessary.

For and on behalf of the Board

J.S. Amitabh
GM & Company Secretary

Ajeet Kumar Agarwal
Director (Finance)
DIN - 02231613

Rajeev Sharma
Chairman and Managing Director
DIN - 00973413

In terms of our Report of even date

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

For A.R. & Co.
Chartered Accountants
Firm Reg. No.: 002744C

Place: New Delhi
Date: 27th May, 2016

Gopal Krishan
Partner
M.No. : 081085

Pawan K. Goel
Partner
M.No. : 072209

ANNEXURE TO BE ENCLOSED WITH BALANCE SHEET AS AT 31ST MARCH, 2016**(AS PRESCRIBED BY RESERVE BANK OF INDIA)**

(Particulars as required in terms of Paragraph 13 of Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, in so far as they are applicable to Rural Electrification Corporation Ltd.)

(₹ In Crores)

Particulars	Amount Outstanding	Amount Overdue
LIABILITIES SIDE:		
(1) Loans and advances availed by the NBFC		
inclusive of interest accrued thereon but not paid:		
(a) Debentures/ Bonds :		
- Secured	65,259.50	-
- Unsecured	74,473.23	-
(b) Deferred Credits	-	-
(c) Term Loans		
- from Govt. of India	-	-
- from Financial Institutions	1,100.00	-
- from Banks	-	-
(d) Inter-corporate Loans and Borrowing	-	-
(e) Commercial Paper	5,600.00	-
(f) Other Loans		
- Foreign Currency Borrowings	21,923.72	-
- Overdrafts from Bank	-	-
- Loans Repayable on Demand from Banks & FIs	749.93	-

(₹ In Crores)

Particulars	Amount Outstanding
ASSETS SIDE :	
(2) Break-up of Loans and Advances including bills receivables	
(a) Secured	1,54,217.02
(b) Unsecured	46,172.47
(3) INVESTMENTS :	
Current Investments:	
Unquoted:	
(i) Shares : Equity	102.00
Long Term Investments:	
Quoted:	
(i) Debentures and Bonds	1,500.00
Unquoted:	
(i) Shares : (a) Equity	64.85
(b) Preference	-
(ii) Debentures and Bonds	380.50
(iii) Units of mutual funds	6.15
(iv) Government Securities	330.12
(v) Share Application Money pending allotment	99.00

(4) Borrower Group-wise classification of assets financed in (2) above :

(₹ In Crores)

Category	AMOUNT NET OF PROVISIONS		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	-	0.95	0.95
(b) Companies in the same Group	-	-	-
(c) Other related Parties	0.02	0.81	0.83
2. Other than Related Parties	1,54,217.00	46,170.71	2,00,387.71
Total	1,54,217.02	46,172.47	2,00,389.49

(5) Investor group-wise classification of investments (current and long term) in shares and securities (both quoted and unquoted) :

(₹ In Crores)

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties		
(a) Subsidiaries	0.10	0.10
(b) Companies in the same Group	-	-
(c) Other related Parties	146.50	146.50
2. Other than Related Parties	2,320.17	2,320.02
Total	2,466.77	2,466.62

(6) Other Information

(₹ In Crores)

Particulars	Amount
(i) Gross Non-Performing Assets	
(a) Related Parties	-
(b) Other than related Parties	4,243.57
(ii) Net Non-Performing Assets	
(a) Related Parties	-
(b) Other than related Parties	3,230.30
(iii) Asset acquired in satisfaction of debts	-

For and on behalf of the Board

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GM & Company Secretary

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Director (Finance)
DIN - 02231613

Rajeev Sharma
Chairman and Managing Director
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